

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 2016

For announcement to the market

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

Extracts from this statement for announcement to the market (see Note 17)				\$A
Operating Revenue (item 1.1)	Up	130%	To	412,890
Operating Profit (loss) before abnormal items and tax	Up	410%	To	86,078
Operating Profit (loss) for the period after tax but before minority equity interests (item 1.9)	Up	298%	To	49,928
Profit (loss) for the period attributable to security holders (item 1.11)	Up	456%	To	43,966
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

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/does not* (*delete one*) 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 checked="" 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 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, details of any qualifications are attached/will follow immediately they are available* (*delete one*). (*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 has/does not have* (*delete one*) a formally constituted audit committee.

Sign here: _____

(Director/Company secretary)

Date: 8 Sep 2016

Print name: Stew Petch



PRITCHARD EQUITY LIMITED

FIFTHTEENTH ANNUAL REPORT

2016

Pritchard Equity Limited ABN 80 100 517 404

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PRITCHARD EQUITY LIMITED

OUR VALUES AND OBJECTIVES

- While our company is a corporation, our philosophy is that of a partnership. We do not view the company itself as the ultimate owner of assets, but instead as a conduit through which shareholders own the assets.
- We do not measure the company's performance by its revenue or its size, but by the growth of the intrinsic value of its shares. Our long-term financial goal is to maximise this growth by investing in businesses that generate cash and earn above average returns on the capital invested in them.
- We maintain a conservative approach to borrowing, and will reject investment opportunities that present themselves rather than overextend our financial position.
- We are sensitive to our fiduciary obligations to our suppliers and creditors, and to our many long term shareholders, some of whom have committed significant portions of their investment funds to our care.
- We will be candid in reporting to shareholders, and will tell them everything about the business that we believe they would like to know.

PRITCHARD EQUITY LIMITED

FINANCIAL HIGHLIGHTS

Year ended 30 June	2016	2015	2014	2013	2012
	\$	\$	\$	\$	\$
Income Statement					
Total income	412,890	179,448	95,840	47,064	23,769
Total expenses	(326,812)	(207,246)	(203,142)	(476,121)	(367,143)
Operating profit / (loss) before income tax	86,078	(27,798)	(107,302)	(429,057)	(343,374)
Income tax benefit/ (expense)	(36,150)	2,533	(2,559)	50,677	288,830
Operating profit/ (loss) after income tax	49,928	(25,265)	(109,861)	(378,380)	(54,544)
Minority interests	(5,962)	12,929	(14,861)	3,814	3,110
Discontinued operations	-	-	(21,215)	2,352	-
Profit / (loss) attributable to shareholders of Pritchard Equity Limited	43,966	(12,336)	(145,937)	(372,214)	(51,434)
Statement of Financial Position					
Total assets	74,463,614	33,978,018	1,907,780	1,942,436	2,313,393
Total liabilities	72,847,476	32,424,556	347,951	519,871	522,019
Total shareholders' equity	1,616,138	1,553,462	1,556,088	1,422,565	1,791,374
Pritchard Equity Limited shareholders' equity	1,614,544	1,557,668	1,546,964	1,384,571	1,746,751
Share Information					
Basic earnings per ordinary share (cents per share)	2.31	(0.65)	(7.85)	(22.61)	(3.12)
Growth in earnings per ordinary share (%)	455	92	65	(625)	26
Net assets per ordinary share (cents per share)	85	82	82	86	109
Share price at end of period					
— A Ordinary shares	0.30	1.125	1.125	1.125	1.125
— B Ordinary shares	0.30	1.10	1.10	1.10	1.10
— Preferred income equity securities	-	-	-	100.00	100.00
Issued capital (number of shares)					
— A Ordinary shares	1,048,373	1,048,373	1,048,373	791,968	791,968
— B Ordinary shares	854,378	854,378	854,378	854,378	854,378
— Preferred income equity securities	-	-	-	2,699	2,699
Key Measures					
Return on average ordinary shareholders' equity (%)	2.77	(0.79)	(9.80)	(23.16)	(2.78)
Return on average assets (%)	0.08	(0.07)	(7.6)	(17.5)	(2.2)
Gearing ratio (%)	9.2	12.2	12.8	9.2	5.9

PRITCHARD EQUITY LIMITED

EXECUTIVE CHAIRMAN'S LETTER

Dear Fellow Shareholders

After a considerable amount of work over the last 8 years our company has recorded an operating profit for the first time since 2008.

Results

The group recorded a consolidated net operating profit after tax for the year of \$49,928 compared to a loss of \$25,265 last year.

The profit is equivalent to 2.31 cents per share, in comparison to a loss of 0.65 cents per share last year.

Net assets per ordinary share increased to \$0.85 per ordinary share compared to \$0.82 per ordinary share last year.

The group's level of gearing continues to remain low at 9.2% (after excluding the limited recourse borrowings in the structured finance business), reflecting your directors' continuing belief that current conditions are not conducive to increasing the level of borrowings to acquire additional assets.

Investment activity

The company has continued its cautious approach to making new investments during the year.

Listed investments

We continued to carefully manage our portfolio of listed investments and took advantage of new investment opportunities as they arose. Details of the current holdings of investments are disclosed in Note 25 of the Financial Report.

Structured Finance

The structured finance business continued to grow and recorded revenue of \$131,243 compared to \$13,022 last year. We believe that the revenue from this business will continue to grow over the next few years.

We are also looking at developing a number of new products that we will make available to qualifying wholesale investors.

Unlisted investments

Hamilton Capital Proprietary Limited (www.hamiltonam.com.au)

The group's major unlisted investment is its 39.36% interest in Hamilton Capital Pty Limited, which is the holding company for Hamilton Asset Management Limited.

Hamilton Capital Proprietary Limited's equity accounted contribution to our results for the current year was a loss of \$69,897, compared to a loss in the prior year of \$9,489.

Hamilton Asset Management Limited is currently looking at a number of new initiatives to enable it to increase its funds under management.

FijiStock Brokers Limited (www.fijistockbrokers.com.fj)

FijiStock Brokers Limited is the oldest stock broking firm in Fiji and is a member of the South Pacific Stock Exchange Limited.

Following the implantation of a number of new initiatives during the year, FijiStock Brokers Limited recorded an operating profit after tax of FJ\$46,428, which is a considerable improvement on prior years results.

Foreign exchange controls were relaxed during the course of the year, and this has resulted in renewed interest in Fijian residents seeking investment opportunities in Australia.

Penrose Club Holdings Limited

The group continues to maintain its holding in Penrose Club Holdings Limited (Penrose) which is an unlisted property investment company. Penrose has exchanged contracts for the sale of the substantial parcel of land together with the associated water extraction licences that it owns in the Southern Highlands of New South Wales.

PRITCHARD EQUITY LIMITED

The sale price of the land was \$2,900,000 including GST, with a 10% deposit and settlement in 6 months. Penrose solicitor is currently holding the deposit.

South Pacific Stock Exchange Limited (www.spse.com.fj)

The performance of the South Pacific Stock Exchange Limited which is 12.5% owned by the group remained satisfactory, given the subdued state of equity markets in Fiji.

Tyrex Solutions Pty Limited (www.tyrex.com.au)

Tyrex Solutions Pty Limited ("Tyrex") has been operating for more than 30 years providing sustainable solutions for businesses and householders by using recycled rubber to produce a range of ramps and other safety and commercial products.

Tyrex's turnover continued to grow, which required an increased investment in the business to be able to service the increased demand for Tyrex's products. As a result the business incurred a small loss for the year, but it is expected that Tyrex will return to profitability in the 2017 financial year.

Outlook

We continue to maintain a strong financial position which provides us with the flexibility to take advantage of investment opportunities as they arise.



Steven Pritchard
Chairman
8 September 2016

PRITCHARD EQUITY LIMITED

DIRECTORS' REPORT

Your directors present their report on the group consisting of Pritchard Equity Limited and its controlled entities for the financial year ended 30 June 2016. In order to comply with the provisions of the *Corporations Act*, the directors report as follows:

Directors

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

Steven Shane Pritchard
Enzo Pirillo
Gordon Bradley Elkington

The directors have been in office from the start of the financial year to the date of this report.

Company Secretary

Enzo Pirillo held the position of company secretary at the end of the financial year. Details of Mr Pirillo's qualifications are contained in the Information on Directors.

Principal Activities

During the year, the principal activity of the group was the acquisition of medium and long term investments in both listed and unlisted investments.

The group offered a number of structured finance products that it has made available to qualifying investors.

There were no significant changes in the nature of the company's principal activities during the financial year.

Dividends Paid or Recommended

No dividends were paid during the year.

Operating Results and Review of Operations

The consolidated net profit after providing for income tax and eliminating minority equity interests was \$43,966 compared to a loss of \$12,336 last year.

Financial Position

The net assets of the group as at 30 June 2016 were \$1,616,138 compared to \$1,553,462 as at 30 June 2015, an increase of \$62,676.

The group continues to maintain a strong liquidity position, and currently holds cash and readily realisable assets of \$1,110,484.

Significant Changes in State of Affairs

Other than stated elsewhere in this report there were no significant changes in the operations of the group, or the environment in which it operates, during the financial year.

After Balance Date Events

No matters or circumstances have arisen since the end of the financial year which have 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.

Future Developments, Prospects and Business Strategies

The group will continue to pursue its investment objectives for the long-term benefit of members. This will require the continued review of the investment strategy that is in place, and may require some changes to that strategy.

Further information on likely developments in the operations of the group and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the group.

Environmental Issues

The group's operations are not regulated by any significant environmental regulation under Commonwealth or State law.

PRITCHARD EQUITY LIMITED

Information on Directors

Steven Shane Pritchard	—	Chairman (Executive)
Qualifications	—	B Com, CPA, F Fin Previously a member of the Stock Exchange of Newcastle Limited
Experience	—	Chairman and director since 10 May 2002
Interest in shares and options	—	527,851 A Ordinary shares 549,500 B Ordinary shares
Special responsibilities	—	Member of the Audit Committee Director of Henley Underwriting & Investment Company Pty Limited , Hamilton Capital Pty Limited and The South Pacific Stock Exchange Limited (since 15 April 2010).
Directorships held in other listed entities	—	Current chairman and director of Hamilton Securities Limited (since 14 July 2010), Illuminator Investment Company Limited (since 22 December 2003), current director of Florin Mining Investment Company Limited (since 29 September 2004), and Winpar Holdings Limited (since 4 July 2004),
Enzo Pirillo	—	Director (Executive) and Company Secretary
Qualifications	—	B Com, CPA, F Fin
Experience	—	Director and company secretary since 14 September 2005
Interest in shares and options	—	2,285 A Ordinary shares 6,000 B Ordinary shares
Special Responsibilities	—	Member of the Audit Committee Director of Henley Underwriting & Investment Company Pty Limited and Hamilton Capital Proprietary Limited
Gordon Bradley Elkington	—	Director (Non-Executive)
Qualifications	—	B Sc, M Sc, Ph D, LLM
Experience	—	Director since 12 December 2005
Interest in shares and options	—	33,635 A Ordinary shares 20,200 B Ordinary shares
Special Responsibilities	—	Member of the Audit Committee
Directorships held in other listed entities	—	Director of Hamilton Securities Limited (since 14 July 2010) and Winpar Holdings Limited (since 1994)

PRITCHARD EQUITY LIMITED

Meetings of Directors

During the financial year, seven meetings of directors (including committees) were held. Attendances were as follows:

	DIRECTORS MEETINGS		AUDIT COMMITTEE MEETINGS	
	Number held	Number attended	Number held	Number attended
Steven Shane Pritchard	6	6	1	1
Enzo Pirillo	6	5	1	1
Gordon Elkington	6	6	1	1

Shares under Option

Series C options expired on 15 December 2015. There were no options exercised.

Indemnifying Officers or Auditor

The company has not given an indemnity or entered into during or since the end of the financial year an agreement to indemnify, or paid or agreed to pay insurance premiums in relation to, any officer or auditor.

Proceedings on Behalf of Company

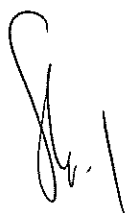
No person has applied for leave of the court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2016 has been received and is found on page 8 of this report.

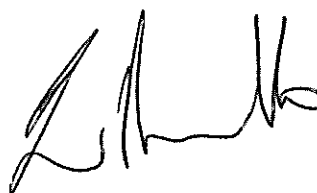
Signed in accordance with a resolution of the Directors made pursuant to s 298(2) of the Corporations Act 2001.



Steven Shane Pritchard

Director

8 September 2016



Enzo Pirillo

Director

PRITCHARD EQUITY LIMITED

REMUNERATION REPORT

This report details the nature and amount of remuneration for each director of Pritchard Equity Limited, and for the executives receiving the highest remuneration.

Remuneration policy

All issues in relation to the remuneration of both executive directors and non-executive directors are dealt with by the board of the company.

The constitution of Pritchard Equity Limited requires the approval by shareholders in general meeting of a maximum amount of remuneration per year to be allocated among non-executive directors as they determine. In proposing the maximum amount for consideration in general meeting, and in determining the allocation, the board takes account of the time demands made on directors, together with such factors as the general level of fees paid to directors. The amount of remuneration currently approved by shareholders for non-executive directors is a maximum of \$80,000 per annum.

Non-executive directors hold office until such time as they retire, resign or are removed from office in accordance with the constitution of the company. Non-executive directors do not receive any performance based remuneration.

Details of remuneration

The company has only two executives, Steven Pritchard and Enzo Pirillo (2015: two executives), both of whom are directors of the company.

Details of the remuneration for each director of the company are as follows.

2016	Salary and Fees	Superannuation contributions	Share based remuneration	Total
	\$	\$	\$	\$
Steven Pritchard	-	-	-	-
Enzo Pirillo	-	-	-	-
Gordon Elkington	-	-	-	-

2015	Salary and Fees	Superannuation Contributions	Share based remuneration	Total
	\$	\$	\$	\$
Steven Pritchard	-	-	-	-
Enzo Pirillo	-	-	-	-
Gordon Elkington	-	-	-	-

8 September 2016

The Board of Directors
Pritchard Equity Limited
10 Murray Street
HAMILTON NSW 2303

Dear Board Members

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

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the audit of Pritchard Equity Limited for the year ended 30 June 2016, 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 audit; and
- (b) No contraventions of any applicable code of professional conduct in relation to the audit.



PKF

Chartered Accountants



Martin Matthews

Partner

Newcastle, NSW

Dated: 8 September 2016

PKF(NS) Audit & Assurance Limited
Partnership
ABN 91 850 861 839

Liability limited by a scheme
approved under Professional
Standards Legislation

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PRITCHARD EQUITY LIMITED

CORPORATE GOVERNANCE STATEMENT

The Board has the responsibility of ensuring that the company is properly managed so as to protect and enhance the interests of shareholders, consistently with the company's meeting its obligations to all parties with which it interacts. To this end, the Board has adopted what it believes to be appropriate corporate governance policies and practices, having regard to its size and the nature of its activities.

The main corporate governance policies are summarised below.

Appointment and retirement of non-executive directors

It is the Board's policy to determine the terms of the appointment and retirement of non-executive directors on a case by case basis, and in conformity with the requirements of the Listing Rules and the *Corporations Act*.

Director qualifications

In choosing directors, the company seeks to appoint those individuals who have a significant personal or family ownership interest in the company's ordinary shares. These persons must also have high integrity, business skills, shareholder orientation and a genuine interest in the company.

Board size

The board presently consists of three members, two of whom are executive directors. Under the company's constitution, the board must consist of not less than three members and not more than 10. The board periodically reviews the number of its directors, having regard to the nature and extent of the company's operations.

Directors' responsibilities

The basic responsibility of the directors is to exercise their business judgment to act in what they believe to be the best interests of the company and its shareholders, and to conduct themselves in accordance with their fiduciary duties.

Directors' access to independent professional advice

It is the board's policy that any committees established by the board should:

- be entitled to obtain independent professional or other advice at the company's cost, unless the board determines otherwise;
- be entitled to obtain such resources and information from the company, its employees and advisers, as they may require; and
- operate in accordance with any terms of reference established by the board.

Board meetings

The Chairman of the Board is responsible for establishing the agenda for each board meeting. Each director is free to suggest items for inclusion on the agenda and to raise at any board meeting subjects that are not on the agenda. At least once each year the board reviews the company's long term plans and the principal issues that the company will face in the future.

Audit committee

The board has established an audit committee, which meets with the external auditors at least once a year. The Audit Committee addresses the financial and compliance responsibilities of the board, and monitors in particular:

- the adequacy of the company's internal controls and procedures to ensure compliance with all applicable legal obligations;
- the adequacy of financial risk management processes; and
- any reports prepared by the external auditor.

PRITCHARD EQUITY LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Note	Consolidated Year to 30 June 2016			Consolidated Year to 30 June 2015		
		Revenue	Capital	Total	Revenue	Capital	Total
		\$	\$	\$	\$	\$	\$
Income from investment portfolio	3a	16,370	-	16,370	47,188	-	47,188
Income from trading portfolio	3b	(6,839)	-	(6,839)	(7,607)	-	(7,607)
Income from deposits	3c	12,830	-	12,830	4,429	-	4,429
Income from the provision of services	3d	259,286	-	259,286	122,416	-	122,416
Income from structured finance products	3e	131,243	-	131,243	13,022	-	13,022
Total income from ordinary activities		412,890	-	412,890	179,448	-	179,448
Share of net loss of associated company		66,986	-	66,986	9,489	-	9,489
Auditors remuneration		28,871	-	28,871	27,892	-	27,892
Bank charges		1,436	-	1,436	1,793	-	1,793
Depreciation expense		1,484	-	1,484	991	-	991
Employee expenses		54,078	-	54,078	36,458	-	36,458
Finance costs		1,160	-	1,160	2,092	-	2,092
Listing fees		9,599	-	9,599	8,903	-	8,903
Net realised foreign exchange (gain)/ loss		(59)	-	(59)	659	-	659
Share registry fees		9,281	-	9,281	12,958	-	12,958
Administration expenses		153,976	-	153,976	106,011	-	106,011
Operating profit/ (loss) before income tax		86,078	-	86,078	(27,798)	-	(27,798)
Income tax (expense)/ benefit	4a	(36,150)	-	(36,150)	2,533	-	2,533
Operating profit/ (loss) after income tax		49,928	-	49,928	(25,265)	-	(25,265)
(Profit)/ loss attributable to non-controlling interest		(5,962)	-	(5,962)	12,929	-	12,929
Operating profit/ (loss) attributable to members of the company		43,966	-	43,966	(12,336)	-	(12,336)
Other comprehensive income							
Items that will not be reclassified subsequently to profit or loss							
Net revaluation of non-current assets		-	(11,783)	(11,783)	-	13,670	13,670
Net realised gains on sale of long-term investments		-	17,999	17,999	-	2,075	2,075
Foreign currency translation		-	6,694	6,694	-	7,295	7,295
Total other comprehensive income for the year		-	12,910	12,910	-	23,040	23,040
Total comprehensive income for the year		43,966	12,910	56,876	(12,336)	23,040	10,704

Overall Operations

Basic earnings per share (cents per share)	7	2.31	(0.65)
Diluted earnings per share (cents per share)	7	2.31	(0.65)

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2016

	Note	Consolidated	
		2016	2015
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	8	661,374	443,593
Trade and other receivables	9	1,964,209	693,347
Trading portfolio	10	14,084	24,207
Financial assets	11	22,900,000	1,560,000
TOTAL CURRENT ASSETS		25,539,667	2,721,147
NON-CURRENT ASSETS			
Investment portfolio	12	862,143	811,295
Investments in associates accounted for using the equity method	13(a)	459,215	526,013
Trade and other receivables	9	1,979,336	1,536,375
Financial assets	11	44,900,000	27,900,000
Plant and equipment	14	1,147	2,467
Goodwill	15	-	-
Deferred tax assets	16	722,106	480,721
TOTAL NON-CURRENT ASSETS		48,923,947	31,256,871
TOTAL ASSETS		74,463,614	33,978,018
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	17	2,300,162	944,120
Borrowings	18	23,048,736	1,749,347
Provision for tax		(3,058)	(712)
TOTAL CURRENT LIABILITIES		25,345,840	2,692,755
NON-CURRENT LIABILITIES			
Trade and other payables	17	2,333,587	1,830,381
Borrowings	18	44,900,000	27,900,000
Deferred tax liabilities	16	268,049	1,420
TOTAL NON-CURRENT LIABILITIES		47,501,636	29,731,801
TOTAL LIABILITIES		72,847,476	32,424,556
NET ASSETS		1,616,138	1,553,462
EQUITY			
Issued capital	19	1,213,697	1,213,697
Reserves	20	1,399	20
Retained earnings		399,448	343,951
Equity attributable to equity holders of the parent		1,614,544	1,557,668
Minority equity interest		1,594	(4,206)
TOTAL EQUITY		1,616,138	1,553,462

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Issued Capital	Foreign Currency Reserve	Asset Revaluation Reserve	Capital Profits Reserve	Retained Earnings	Total
	\$	\$	\$	\$	\$	\$
Consolidated						
Balance at 1 July 2014 as reported	1,213,697	14,919	(105,850)	55,473	368,725	1,546,964
Loss for the year	-	-	-	-	(12,336)	(12,336)
Other comprehensive income						
Revaluation of non current assets (net of tax)	-	-	13,670	-	-	13,670
Net capital gains for the year	-	-	-	-	2,075	2,075
Foreign currency exchange reserve	-	21,808	-	-	(14,513)	7,295
Total other comprehensive income	-	21,808	13,670	-	(12,438)	23,040
Total comprehensive income for the year	-	21,808	13,670	-	(24,774)	10,704
Balance at 30 June 2015	1,213,697	36,727	(92,180)	55,473	343,951	1,557,668
Balance at 1 July 2015 as reported	1,213,697	36,727	(92,180)	55,473	343,951	1,557,668
Profit for the year	-	-	-	-	43,966	43,966
Other comprehensive income						
Revaluation of non current assets (net of tax)	-	-	(11,783)	-	-	(11,783)
Net capital gains for the year	-	-	-	-	17,999	17,999
Foreign currency exchange reserve	-	13,162	-	-	(6,468)	6,694
Total other comprehensive income	-	13,162	(11,783)	-	11,531	12,910
Total comprehensive income for the year	-	13,162	(11,783)	-	55,497	56,876
Balance at 30 June 2016	1,213,697	49,889	(103,963)	55,473	399,448	1,614,544

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Note	Consolidated	
		2016	2015
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Sales from trading portfolio		3,249	16,082
Purchases for trading portfolio		-	(6,093)
Brokerage received		94,874	55,487
Interest received		2,539,730	2,644,073
Dividends received		10,066	27,148
Distributions received		7,156	7,888
Underwriting fees received		-	40,000
Other fees received		53,900	-
Withholding tax received		158,200	227,370
Other receipts		109,122	32,324
		<hr/>	<hr/>
		2,976,297	3,044,279
Administration expenses		(301,337)	(197,742)
Bank charges		(1,436)	(1,793)
Finance costs		(2,358,361)	(2,434,140)
Income tax paid		(145)	-
Net cash provided by operating activities	22a	<hr/>	<hr/>
		315,018	410,604
CASH FLOWS FROM INVESTING ACTIVITIES			
Sales from investment portfolio		54,954	15,512
Purchases for investment portfolio		(105,998)	(100,941)
Purchases of other assets		(71)	(3,334)
Loans and advances		(38,340,000)	(29,460,000)
Net cash used in investing activities		<hr/>	<hr/>
		(38,391,115)	(29,548,763)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		38,341,780	29,490,739
Repayment of borrowings		(49,862)	(35,004)
Net cash provided by financing activities		<hr/>	<hr/>
		38,291,918	29,455,735
Net increase in cash held		215,821	317,576
Cash at beginning of financial year		443,593	122,471
Effects of exchange rate changes on the balance of cash held in foreign currencies		1,960	3,546
Cash at end of financial year	8	<hr/>	<hr/>
		661,374	443,593

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

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. This financial report has been authorised for issue on the date of the Directors Declaration.

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.

Australia Accounting Standards include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial statements and notes of the Company comply with International Financial Reporting Standards ("IFRS").

The Group 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 2016 ("the inoperative standards"), except for AASB 9. The impact of the inoperative standards has been assessed and the impact has been identified as not being material. The Group only intends to adopt inoperative standards at the date at which their adoption becomes mandatory.

The adoption of the various Australian Accounting Standards and Interpretations in issue but not yet effective will not impact the Group's accounting policies. However, the pronouncements will result in changes to information currently disclosed in the financial statements. The Group does not intend to adopt any of these pronouncements before their effective dates.

Basis of Preparation

Reporting Basis and Conventions

The financial statements are prepared using the valuation methods described below for holdings of securities. All other items have been treated in accordance with the historical cost convention.

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

The financial statements were authorised for issue by the directors on 8 September 2016.

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 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 30 June financial year-end.

All inter-company 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 company.

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. Associate Accounting Policy

Associates are entities over which the Company has significant influence but not control, generally accompanied by a shareholding of between 20 per cent and 50 per cent of the voting rights. Investments in associates are accounted for using the equity method of accounting, after initially being recognised at cost in the Company's financial statements.

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

c. Fair Value of Financial Assets and Liabilities

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

The fair value for assets that are actively traded on a market 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.

d. Income from the Provision of Services

Revenue arising from brokerage commissions and fee income are recognised by the Group on an accruals basis as and when services have been provided.

e. Income from deposits

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

f. 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.

g. Trade and other receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'trade and other receivables'.

Loans and receivables are measured at amortised cost using the effective interest method, less any impairment.

h. Plant and Equipment

Plant and equipment is included at cost less accumulated depreciation and any impairment in value. All plant and equipment is depreciated over its estimated useful life, commencing from the time assets are held ready for use.

The depreciation rates for each class of asset are as follows:

Furniture and fittings 12 – 33%

Office equipment 20 – 40%.

i. Goodwill

Goodwill on acquisition is initially measured at cost, being the excess of the costs of the business combination over the acquirer's interest in the fair value of the identifiable assets, liabilities and contingent liabilities.

Following initial recognition, goodwill is measured at cost less accumulated impairment losses. Goodwill is reviewed for impairment, annually, or more frequently if events or changed circumstances indicate that the carrying amount is impaired.

j. 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.

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

k. Holdings of Securities

The designation of securities within the investment portfolio as “financial assets measured at fair value through other comprehensive income” is consistent with the Director’s view of these assets as being held for the long term for both capital growth and for the provision to the Group of dividends and distribution of income rather than to make a profit from their sale, which is the purpose of securities held in the trading portfolio.

(i) 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 equity instruments are recognised as other comprehensive income and taken to the Asset Revaluation Reserve.

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

(ii) 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.

(iii) 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.

l. Borrowings

Other financial liabilities, including borrowings and trade and other payables, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

m. 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 FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

n. Taxation

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 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 in 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.

o. Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of Goods and Services Tax (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 statement of financial position are shown inclusive of GST.

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

p. Critical accounting judgements and key sources of estimation uncertainty

The Group makes estimates and assumptions concerning the future. These 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.

The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. In accordance with AASB 112 Income Taxes, deferred tax liabilities have been recognised for Capital Gains Tax (CGT) on the unrealised gain in the Investment Portfolio at current tax rates.

As the directors do not intend to dispose of the portfolio, this tax asset may not be crystallised. In addition, the tax liability that arises on disposal of these securities may be impacted by changes in tax legislation relating to treatment of capital gains and the rate of taxation applicable to such gains at the time of disposal.

The Group has recognised deferred tax assets in relation to carried forward revenue and capital losses and deductible temporary differences as disclosed in Note 16. The Group recognises these assets only if the Group considers it is probable that future taxable amounts will be available to utilise these temporary differences and losses. The Group intends to not dispose of portfolio assets until there are gains on the investments which the Directors believe will be sufficient to recoup the deferred tax assets.

q. 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 FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

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 (%)*	
		2016	2015
Parent			
Pritchard Equity Limited	Australia	100	100
Henley Underwriting & Investment Company Pty Limited	Australia	100	100
The NSX Investment Trust	Australia	100	100
PEQ Investment Holdings Pty Limited	Australia	100	100
First Newcastle Pty Limited	Australia	100	100
PEQ Investment Nominees Pty Limited	Australia	100	100
Pritchard Asset Management Pty Limited	Australia	100	100
The Newcastle Exchange Pty Limited	Australia	100	100
The South Pacific Investment Company Limited	Australia	100	100
FijiStock Brokers Limited	Fiji	80	80

* Percentage of voting power is in proportion to ownership

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 3: REVENUE

	Note	Consolidated	
		2016	2015
		\$	\$
a. Income from investment portfolio			
— dividends received		13,368	32,790
— trust distributions received		3,002	14,398
Total Income from investment portfolio		16,370	47,188
b. Income from trading portfolio			
— sales revenue		3,284	16,093
— cost of sales		(10,123)	(23,700)
— net loss from trading portfolio		(6,839)	(7,607)
Total Income from trading portfolio		(6,839)	(7,607)
c. Income from deposits			
— interest received		12,830	4,429
Total Income from deposits		12,830	4,429
d. Income from the provision of services			
— brokerage received		94,875	55,487
— other income received		164,411	66,929
Total Income from the provision of services		259,286	122,416
e. Income from structured finance products			
— interest received		3,444,824	272,548
— interest paid		(2,346,146)	(125,969)
— acquisition fees		(967,435)	(133,557)
Total Income from structured finance products		131,243	13,022

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 4: INCOME TAX EXPENSE

	Note	Consolidated	
		2016	2015
		\$	\$
a.			
The components of tax expense comprise:			
Prior year adjustment		3,682	(4,791)
Current tax		-	5
Deferred tax liability	16	(266,628)	2,321
Deferred tax asset	16	226,796	4,998
		(36,150)	2,533
b.			
The prima facie tax on loss from ordinary activities before income benefit is reconciled to the income tax as follows:			
Prima facie tax payable on profit/ (loss) from ordinary activities before income tax at 30% (2015: 30%)			
— Consolidated		25,823	(8,339)
Less:			
Tax effect of:			
— Fine and penalties		-	(92)
— tax offset for franked dividends		3,139	2,348
— under provision for tax previous year		3,682	(4,791)
— share of net profit losses of associated company netted directly		(20,095)	(2,847)
— recoupment of unused prior year tax losses now recognised		8,778	26
— effect of revaluation of investments for tax purposes		-	-
— Difference in tax/accounting distribution		(120)	919
— Realised losses on investment portfolio		(5,400)	(622)
— tax losses not brought to account		(311)	(747)
Income tax expense/ (benefit) attributable to entity		36,150	(2,533)
Amounts recognised directly through other comprehensive income			
c.			
Increase/ (decrease) in deferred tax assets relating to capital gains tax on the movement in unrealised gains/ losses in the investment portfolio		10,763	(5,859)

NOTE 5: AUDITORS' REMUNERATION

Remuneration of the auditor of the company for

— auditing the financial report	28,871	27,892
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PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 6: DIVIDENDS

	Note	Consolidated	
		2016	2015
		\$	\$
a. Dividend Paid			
No dividends paid (2015: no dividends paid)		-	-
b. Dividends declared			
No dividends declared (2015: no dividends declared).		-	-
c. Franking account		556,643	552,508
Impact on franking account balance of dividends not recognised		-	-

NOTE 7: EARNINGS PER SHARE

	Consolidated	
	2016	2015
	Number	Number
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic earnings per share	1,902,751	1,902,751
Weighted average number of options outstanding	-	339,679
Weighted average number of ordinary shares outstanding during the year used in the calculation of dilutive earnings per share	1,902,751	1,902,751
a. Basic and diluted earnings per share	\$	\$
Profit/ (loss) attributable to members of the Group	43,966	(12,336)
	Cents	Cents
Basic earnings per share	2.31	(0.65)
Diluted earnings per share	2.31	(0.65)
b. Classification of securities	2016	2015
	Number	Number
The following potential ordinary shares are not dilutive and are excluded from the weighted average number of ordinary shares for the purposes of dilutive earnings per share:		
- Options outstanding	-	339,679

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 8: CASH AND CASH EQUIVALENTS

	Note	Consolidated	
		2016 \$	2015 \$
Cash at bank		367,387	292,999
Deposits at call		281,043	138,120
Term deposit		12,944	12,474
		661,374	443,593

The effective interest rate on deposits at call was 1.65% (2015: 1.90%).

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 statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash and cash equivalents	661,374	443,593
	661,374	443,593

NOTE 9: TRADE AND OTHER RECEIVABLES

CURRENT

Dividends and trust distributions receivable	18,955	21,007
Goods and services tax refund	3,188	2,268
Other debtors	29,457	22,093
Accrued income	893,497	8,071
Loan acquisition fees prepaid	1,019,112	639,908
	1,964,209	693,347

NON CURRENT

Loan acquisition fees prepaid	1,979,336	1,536,375
	1,979,336	1,536,375

Receivables are non-interest bearing and unsecured.

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

NOTE 10: TRADING PORTFOLIO

CURRENT

Listed investments, at market value

- Shares	14,084	24,207
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PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 11: FINANCIAL ASSETS

	Note	Consolidated	
		2016	2015
		\$	\$
CURRENT			
- Unsecured notes	11a	22,900,000	1,560,000
		22,900,000	1,560,000

- a The interest payable on the unsecured notes is fixed for the term of the notes. These notes have been pledged as security to the holders of the limited recourse secured notes. Refer Note 18b.

NON CURRENT

Secured

- Loans and advances	11b	44,900,000	27,900,000
		44,900,000	27,900,000

- b. The interest payable on the loans and advances is fixed for the term of the loans and advances. The loans and advances are secured over by the holders interests in various managed investments schemes. These loans and advances have been pledged as security to the holders of the limited recourse secured notes. Refer Note 18c.

NOTE 12: INVESTMENT PORTFOLIO

NON-CURRENT

Listed Investments, at fair value

- Shares and trust units	435,026	446,412
	435,026	446,412

Unlisted Investments, at fair value

- Shares and trust units	427,117	364,883
	862,143	811,295

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

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	
				2016 %	2015 %	2016 \$	2015 \$
Unlisted:							
Hamilton Capital Pty Limited	Investing	Australia	Ordinary	39.36	39.36	459,215	526,013
						459,215	526,013

	Note	Consolidated	
		2016 \$	2015 \$
a. Movements during the year in equity accounted investment in associated companies			
Balance at beginning of the financial year		526,013	504,405
Add: New investments during the year		188	31,097
Share of associated company's loss after income tax	13b	(66,986)	(9,489)
Balance at end of the financial year		459,215	526,013
b. Equity accounted (losses)/profits of associates are broken down as follows:			
Share of associate's loss before income tax benefit		(68,639)	(10,180)
Share of associate's income tax benefit		1,653	691
Share of associate's loss after income tax		(66,986)	(9,489)
c. Summarised presentation of aggregate assets, liabilities and performance of associates			
Current assets		420,041	433,526
Non-current assets		913,992	1,108,776
Total assets		1,334,033	1,542,302
Current liabilities		191,934	172,610
Non-current liabilities		2,686	3,801
Total liabilities		194,620	176,411
Net assets		1,139,413	1,365,891
Revenues		101,137	66,283
Loss after income tax of associates		(170,232)	(24,115)

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 14: PLANT AND EQUIPMENT

	Note	Consolidated	
		2016	2015
		\$	\$
Plant and equipment			
At cost		27,411	27,341
Accumulated depreciation		(26,264)	(24,874)
		1,147	2,467
Reconciliation			
Plant and equipment			
Carrying amount at the beginning of the year		2,467	117
Additions		71	3,333
Depreciation		(1,484)	(991)
Foreign exchange difference		93	8
Carrying amount at the end of the year		1,147	2,467

NOTE 15: GOODWILL

Goodwill			
At cost		14,778	14,778
Provision for impairment		(14,778)	(14,778)
		-	-
Reconciliation			
Goodwill			
Carrying amount at the beginning of the year		-	-
Provision for impairment		-	-
Carrying amount at the end of the year		-	-

NOTE 16: TAX

a. Liabilities

NON-CURRENT

Deferred tax liability comprises:

Other temporary differences	268,049	1,420
Total	268,049	1,420

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 16: TAX (CONTINUED)

	Note	Consolidated	
		2016	2015
		\$	\$
b. Assets			
Deferred tax assets comprise:			
Deferred tax assets attributable to realised capital losses		183,860	189,462
Deferred tax assets attributable to tax losses		218,557	240,565
Impairment of non current assets		-	126
Revaluation adjustments taken directly to other comprehensive income		50,525	39,762
Other temporary differences		269,164	10,806
		722,106	480,721
c. Reconciliations			
i. Deferred Tax Liability			
The movement in deferred tax liability for each temporary difference during the year is as follows:			
Other temporary differences			
Opening balance		1,420	3,741
Credited to the income statement		266,629	(2,321)
Closing balance		268,049	1,420
ii. Deferred Tax Assets			
The movement in deferred tax assets for each temporary difference during the year is as follows:			
Deferred tax assets attributable to realised capital losses			
Opening balance		189,462	190,084
Credited to the income statement		(5,602)	(622)
Closing balance		183,860	189,462
Deferred tax assets attributable to tax losses			
Opening balance		240,565	242,127
Credited to the income statement		(22,008)	(1,562)
Closing balance		218,557	240,565
Impairment of non current assets			
Opening balance		126	126
Credited to the income statement		(126)	-
Closing balance		-	126

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 16: TAX (CONTINUED)

	Note	Consolidated	
		2016	2015
		\$	\$
Unrealised loss on investments			
Opening balance		39,763	43,093
Credited to the reserve		10,762	(3,330)
Closing balance		50,525	39,763
Other temporary differences			
Opening balance		10,805	8,414
Credited to the income statement		258,359	2,391
Closing balance		269,164	10,805
		722,106	480,721

NOTE 17: TRADE AND OTHER PAYABLES

CURRENT

Trade payables	81,651	133,513
Accrued charges	907,543	42,239
Prepaid interest	1,108,504	698,516
Withholding tax	202,464	69,852
	2,300,162	944,120

NON CURRENT

Prepaid interest	2,150,481	1,672,863
Withholding tax	183,106	157,518
	2,333,587	1,830,381

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 18: BORROWINGS

	Note	Consolidated	
		2016	2015
		\$	\$
CURRENT			
Unsecured			
- Loans payable to:			
- other corporations		139,283	157,057
		139,283	157,057
Secured			
- Short-term borrowings	18a	9,453	32,290
- Limited Recourse Secured Notes	18b	22,900,000	1,560,000
		22,909,453	1,592,290
		23,048,736	1,749,347

- 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:

50,957	75,771
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- b. The limited recourse secured notes are secured over unsecured notes. The liability to pay interest and the repayment of the principal on these notes is limited to the receipt of interest and principal, if any, from the issuer of the unsecured notes. Refer Note 11a.

NON CURRENT

Secured			
- Limited Recourse Secured Notes	18c	44,900,000	27,900,000

- c. The limited recourse secured notes are secured over loans and advances to third parties. The liability to pay interest and the repayment of the principal on these notes is limited to the receipt of interest and principal, if any, from the borrowers. Refer Note 11b.

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 19: ISSUED CAPITAL

	Note	Consolidated	
		2016	2015
		\$	\$
1,048,373 (2015: 1,048,373) A ordinary shares fully paid	19a	797,485	797,485
854,378 (2015: 854,378) B ordinary shares fully paid	19b	416,212	416,212
		1,213,697	1,213,697
a. A ordinary shares			
At the beginning of reporting period		797,485	797,485
At reporting date		797,485	797,485
b. B ordinary shares			
At the beginning of reporting period		416,212	416,212
At reporting date		416,212	416,212

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.

d. 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 were able to be exercised at any time up to 10 December 2015 but not thereafter. The Series 3 Options expired on 10 December 2015, with none being exercised.

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 20: RESERVES

	Note	Consolidated	
		2016	2015
		\$	\$
Asset revaluation reserve	20a	(103,963)	(92,180)
Capital profits	20b	55,473	55,473
Foreign exchange reserve	20c	49,889	36,727
		1,399	20

a. Asset revaluation reserve

Movements during the year

Opening balance	(92,180)	(105,850)
Revaluation of non current assets	(22,546)	17,000
Provision for tax on unrealised losses/(gains)	10,763	(3,330)
Closing balance	(103,963)	(92,180)

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	55,473	55,473
Closing balance	55,473	55,473

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.

c. Foreign exchange reserve

Movements during the year

Opening balance	36,727	14,919
Transfer to retained profits	13,162	21,808
Closing balance	49,889	36,727

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 21: FINANCIAL INSTRUMENTS

(a) Financial Risk Management

Accounting Standards identify three types of risk associated with financial instruments (i.e. the Group's investments, receivables, payables and borrowings).

Credit Risk

This is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

Credit risk is managed as noted in the Notes to the financial statements with respect to cash and trade and other receivables. None of these assets are over due or considered to be impaired.

The Group manages credit risk by regularly monitoring loans and receivable balances. At 30 June 2016, the Group had credit exposure with loans totalling \$67,800,000.

Liquidity Risk

This is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Group monitors its cash-flow requirements and ensures that it has either cash or access to short term borrowing facilities available sufficient to meet any payments.

The Group's inward cash-flows depend upon the level of distributions received and the sale of securities. The Group's major cash outflow is the purchase of securities, the level of which is manageable by the Board. Furthermore, a substantial proportion of the Group's assets is in the form of readily tradeable securities which can be sold if necessary. The current financial liabilities are shown in Notes 17 and 18.

The timing of the repayments of principal and interest on the limited recourse notes is equivalent to the timing of the repayment of the principal and interest on the loans and advances and the unsecured notes.

Market Risk

This is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market price.

By its nature as the Group invests a substantial proportion of its assets in tradeable securities. The Group is always subject to market risk as it invests its capital in securities which are not risk free, i.e. the market price of these securities can fluctuate.

A general fall in market prices of 5% or 10%, if spread equally over all assets in the investment and trading portfolios would lead to a reduction in the Group's equity of \$43,811 or \$87,623 respectively.

The Group seeks to minimise market risk by ensuring that it is not, in the opinion of the Board, overly exposed to one company or one particular sector of the market. The relative weightings of the individual securities and relevant market sectors are reviewed regularly, and risk can be managed by reducing exposure where appropriate. The Group does not have set parameters as to a minimum or maximum amount of the portfolio that can be invested in a single company or sector.

The Group's investment by sector is as follows:

	2016	2015
	%	%
Materials	1.20	0.46
Capital goods	4.65	11.08
Commercial	0.80	0.72
Media	0.63	0.58
Food and beverage	3.41	2.85
Diversified financials	64.36	63.45
Real estate	24.95	20.86
	100.00	100.00

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 21: FINANCIAL INSTRUMENTS (CONTINUED)

Securities representing over 5 per cent of the combined investment and trading portfolio at 30 June 2016 were:

	Portfolio %
Penrose Club Holdings Limited	23.10
Illuminator Investment Company Limited	18.96
Newcastle Securities and General Trust	13.61
VB Holdings Limited	11.45
Tyrex Solutions Unit Trust	5.69

No other security represents over 5 per cent of the Group's investment and trading portfolios.

Interest Rate Risk

The Group is exposed to interest rate risk, which is the risk that the value of a financial instrument will fluctuate as a result of changes in market interest rates. The risk is managed by the Group maintaining an appropriate mix between fixed and floating rate borrowings. The effective average of interest rates on:

- (a) short term borrowings was 7.37% (2015: 7.37%)
- (b) long term borrowings was 7.14% (2015: 7%).

As at the 30 June 2016 the Group's interest bearing short term borrowings totalled \$23,048,736. Given the amount of borrowings involved the Group does not believe they are subject to any material interest rate risks.

The interest rates on the limited recourse secured notes are fixed for the term of the notes.

The interest rates on the unsecured notes and loans and advances are fixed for the term of the notes and loans and advances.

Accordingly, the Group is not exposed to any interest rate risk in relation to the above.

Currency Risk

A proportion of the Group's assets are exposed to movements in the value of foreign currencies relative to the Australian dollar. Considering the quantum of the assets in absolute terms as well as relative terms compared to the Groups total assets it is not cost-effective to hedge against foreign currency fluctuations.

(b) Fair Value Measurement

The consolidated entity measures and recognises the following assets and liabilities at fair value on a recurring basis after initial recognition:

- Trading portfolio; and
- Investment portfolio.

The Company does not subsequently measure any liabilities at fair value on a recurring basis, or any assets or liabilities at fair value on a non-recurring basis.

Fair value hierarchy

AASB 13 *Fair Value Measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

- (i) Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (level 1);
- (ii) Measurements based on inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (level 2); and

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 21: FINANCIAL INSTRUMENTS (CONTINUED)

(iii) Measurements based on inputs for the asset or liabilities that are not based on observable market data (unobservable inputs) (level 3).

The following table provides the fair values of the Company's assets and liabilities measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
30 June 2016	\$	\$	\$	\$
Financial assets at fair value through other comprehensive income				
Investment portfolio	435,026	427,117	-	862,143
Financial assets at fair value through profit or loss				
Trading portfolio	14,084	-	-	14,084
Other financial assets at fair value	-	-	67,800,000	67,800,000
Total	449,110	427,117	67,800,000	68,676,227

	Level 1	Level 2	Level 3	Total
30 June 2015	\$	\$	\$	\$
Financial assets at fair value through other comprehensive income				
Investment portfolio	446,412	364,883	-	811,295
Financial assets at fair value through profit or loss				
Trading portfolio	24,207	-	-	24,207
Other financial assets at fair value	-	-	29,460,000	29,460,000
Total	470,619	364,883	29,460,000	30,295,502

Further information on the determination of the fair value is set out below:

(i) Trading portfolio – Level 1

The Company's trading portfolio consists of securities listed on the Australia Stock Exchange and National Stock Exchange. The valuation of listed investments has been obtained on the basis of quoted prices (unadjusted) in an active market for an identical security at 30 June 2016.

(ii) Investment Portfolio – Level 1

The Company's Level 1 investments consist of securities listed on the Australian Stock Exchange, National Stock Exchange and other public stock exchanges. The valuation of listed investments has been obtained on the basis of quoted prices (unadjusted) in an active market for an identical security at 30 June 2016.

(iii) Investment Portfolio – Level 2

The Company's Level 2 Investment portfolio investments consist of unlisted securities and trusts. For trusts, the valuations of these investments have been determined on the basis of the Company's share of the investment's net assets as at 30 June 2016. For unlisted securities, the valuations of these investments have been determined at cost.

(iv) Unsecured notes and loans and advances – Level 3

The Company's Level 3 financial assets consist of unsecured notes and loans and advances. The financial asset and liabilities are carried at amortised cost.

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 21: FINANCIAL INSTRUMENTS (CONTINUED)

Reconciliation of Level 3 fair value measurements:

	Consolidated	
	2016	2015
	\$	\$
Opening balance	29,460,000	-
Issues	38,340,000	29,460,000
Closing balance	67,800,000	29,460,000

NOTE 22: CASH FLOW INFORMATION

a. Reconciliation of cash flow from operations with loss after income tax

Profit/ (loss) after income tax	49,928	(25,265)
Non-cash flows in profit		
Dividends re-invested	(4,639)	(5,192)
Write-downs to recoverable amount	1,484	991
Share of associated companies net loss after income tax and dividends	66,986	9,489
Increase in trade and other receivables	(1,705,913)	(2,197,575)
Decrease in the trading portfolio	10,123	17,615
Increase in trade payables and accruals	1,862,299	2,611,378
Decrease in foreign currencies	1,092	821
Increase/ (decrease) in deferred taxes	33,658	(1,658)
Cash flow from operations	315,018	410,604

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 23: SEGMENT REPORTING

Pritchard Equity Limited, its controlled and associated entities carry on the business of an investment company and financial services company, within Australia and Fiji.

Description of segments

The Board makes the strategic resource allocations for the Group. The Group has therefore determined the operating segments based on the reports reviewed by the Board, which are used to make strategic decisions. The Board is responsible for the Group's entire portfolio of investments and considers the business to have a single operating segment. The Board's asset allocation decisions are based on a single, integrated investment strategy, and the Group's performance is evaluated on an overall basis. The Group invests in equity securities and other instruments to provide shareholders with attractive investment returns through access to a steady stream of fully franked dividends and enhancement of capital invested.

2016	Investments \$	Financial Services \$	Total \$
Revenue	207,243	205,647	412,890
Results	(23,163)	73,091	49,928
Assets	74,463,614	-	74,463,614

2015	Investments \$	Financial Services \$	Total \$
Revenue	72,104	107,344	179,448
Results	(50,569)	25,304	(25,265)
Assets	33,978,018	-	33,978,018

NOTE 24: RELATED PARTY TRANSACTIONS

Consolidated	
2016	2015
\$	\$

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties:

Related party

Interest receivable from RAM Investment Partners No.1 Pty Limited	893,497	3,879
Purchase of unsecured note from RAM Investment Partners No.1 Pty Limited	22,900,000	1,560,000
Accounting fees paid/payable to Rees Pritchard Pty Limited	36,347	44,123
Share registry fees paid to Newcastle Capital Markets Registries Pty Limited	9,281	12,958
Loan payable to Lateral Investment Corporation Pty Limited	50,000	50,000
Loan payable to Gordon Bradley Elkington	19,878	19,878
Loan payable to Steven Shane Pritchard	10,438	8,342

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 24: RELATED PARTY TRANSACTIONS (CONTINUED)

	Parent	
	2016	2015
	\$	\$
Loans and advances to subsidiaries		
Balance at beginning of year	98,942	143,067
Advances	14,339	37,900
Repayments	-	(95,058)
Impairment adjustment	21,264	13,033
Closing balance	134,545	98,942
Loans and advances from subsidiaries		
Balance at beginning of year	20,202	-
Advances	-	20,202
Repayments	(587)	-
Closing balance	19,615	20,202

NOTE 25: SECURITIES AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME AT 30 JUNE 2016

Listed below are those securities held in the investment portfolio that are revalued at fair value through other comprehensive income. They do not include securities held in the trading portfolio. Individual holdings in the portfolio may change during the course of the year.

	Consolidated	
	2016	2015
	\$	\$
Australian Equities		
Capral Limited	1,290	1,129
Fleet Multi Strategy Fund	23,420	28,178
Hamilton Securities Limited Ordinary	25,500	22,500
Hamilton Securities Limited B Class Options Exp 30-11-19	527	527
Illuminator Investment Company Limited	166,508	149,815
Imperial Pacific Limited (previously Belmont Holdings Limited)	39,554	35,853
IShares MSCI Japan ETF	-	6,661
Medibank Private Limited	-	18,090
Newcastle Securities & General Trust	119,502	53,647
NSX Limited	1	1
Penrose Club Holdings Limited	202,875	202,875
Sietel Limited 5.0% Cum. Preference	6,933	7,072
Stokes (Australasia) Limited	-	26,950
Stokes Limited 10% Unsec Conv Note Mat. 30-06-2017	20,250	22,500
Tasmania Mines Limited	2,509	-
Tyrex Solutions Unit Trust	50,000	50,000
Vanguard Australian shares Index ETF Fund	33,420	34,995

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 25: SECURITIES AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME AT 30 JUNE 2016 (CONTINUED)

	Consolidated	
	2016	2015
	\$	\$
Australian Equities		
Vanguard All World Ex-US	5,669	6,345
Vanguard US Total Market Shares Index	7,118	6,975
	705,076	674,113
International Equities		
Amalgamated Telecom Holdings Limited	1,398	1,322
Atlantic & Pacific Packaging Company Limited	1,424	936
Blue Lagoon Cruises Limited	4,364	4,206
Communications Fiji Limited	2,738	2,576
Fiji Care Insurance Limited	1,398	1,216
Kontiki Group Fund Limited	291	256
Paradise Beverages (Fiji) Limited	14,847	12,727
RB Patel Group Limited	1,003	929
South Pacific Stock Exchange Limited	26,955	25,976
Toyota Tsusho (South Sea) Limited	2,071	1,902
VB Holdings Limited	100,578	85,136
	157,067	137,182
Total Equities	862,143	811,295

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 26: PARENT ENTITY FINANCIAL INFORMATION

Summary Financial Information

The individual financial statements for the parent entity show the following aggregate amounts:

	2016	2015
	\$	\$
Statement of financial position		
Current assets	25,424,998	2,658,845
Total assets	73,647,774	33,102,412
Current liabilities	25,191,802	2,489,600
Total liabilities	72,693,320	32,221,145
Net assets	954,454	881,267
Equity		
Issued capital	1,213,697	1,213,697
Reserves		
Asset revaluation reserve	(72,138)	(61,040)
Capital profits reserve	55,597	55,597
Retained earnings	(242,702)	(326,987)
Total equity	954,454	881,267
Profit/ (loss) for the year	84,285	(20,226)
Total comprehensive income	73,187	(24,497)

PRITCHARD EQUITY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

NOTE 27: SUBSEQUENT EVENTS TO REPORTING DATE

No matters or circumstances have arisen since the end of the financial year which have 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 28: CONTINGENT LIABILITIES AND ASSETS

The company has provided a letter of financial support to its subsidiary, The South Pacific Investment Company Limited.

The financial support extends to the following:

- 1) That the company will continue to provide financial support to The South Pacific Investment Company Limited so as to enable the settlement of any market obligations where a client fails to provide payment; and
- 2) That the company will not call upon any loan advanced to The South Pacific Investment Company Limited until such time as it is able to settle its obligations to the company in the ordinary course of business.

The financial support shall remain in force until The South Pacific Investment Company Limited is financially viable to meet these liabilities in the ordinary course of operations.

There were no other contingent assets or liabilities as at 30 June 2016 (2015: Nil).

NOTE 29: COMPANY DETAILS

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

10 Murray Street

Hamilton

New South Wales 2303

PRITCHARD EQUITY LIMITED

DIRECTORS' DECLARATION

1. In the opinion of the Directors of Pritchard Equity Limited:
 - a. The financial statements and notes as set out on pages 2 to 39 are in accordance with the Corporations Act 2001, including:
 - (i) Giving a true and fair view of its financial position as at 30 June 2016 and of its performance for the financial year ended on that date; and
 - (ii) Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
 - b. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.
2. The financial statements comply with International Financial Reporting Standards.

Signed in accordance with a resolution of the Directors.



Steven Shane Pritchard
Director



Enzo Pirillo
Director

8 September 2016

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PRITCHARD EQUITY LIMITED

Report on the Financial Report

We have audited the accompanying financial report of Pritchard Equity Limited, which comprises the statement of financial position as at 30 June 2016, and statement of profit or loss and other comprehensive income, statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with *International Financial Reporting Standards*.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

PKF(NS) Audit & Assurance Limited
Partnership
ABN 91 850 861 839

Liability limited by a scheme
approved under Professional
Standards Legislation

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Independence

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

Auditor's Opinion

In our opinion:

- (a) the financial report of Pritchard Equity Limited is in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2016 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and
- (b) the financial report also complies with *International Financial Reporting Standards* as disclosed in note 1.

Report on the Remuneration Report

We have audited the Remuneration Report included on page 7. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

In our opinion, the Remuneration Report of Pritchard Equity Limited for the year ended 30 June 2016, complies with section 300A of the *Corporations Act 2001*.



PKF
Chartered Accountants



MARTIN MATTHEWS
Partner

Dated: 8 September 2016

Newcastle, NSW

PRITCHARD EQUITY LIMITED

STOCK EXCHANGE INFORMATION

Top 20 A Ordinary Shareholders as at 5 August 2016

Shareholder	Shares	% of Issued
The Pritchard Family Company Pty Limited	505,645	48.23
Illuminator Investment Company Limited	44,040	4.20
Hamilton Capital Pty Ltd	42,328	4.04
Dr Gordon Bradley Elkington	33,635	3.21
Fuggle Nominees Pty Limited	29,750	2.84
Newcastle Capital Markets Registries Pty Limited	28,610	2.73
Mrs Aija Valija Mackenzie	27,795	2.65
Wilcorp No. 41 Pty Limited	22,778	2.17
Abelia Grove Pty Ltd	20,460	1.95
Bell IXL Investments Limited	17,500	1.67
Longbow Croft Capital Pty Limited	17,160	1.64
Mrs Milly Elkington	14,530	1.39
Mr Steven Shane Pritchard	10,958	1.05
Banivory Pty Limited	10,215	0.97
Mr Douglas Robert Graham Neild	8,940	0.85
Richard Benjamin Cook + Kim Elizabeth Cook	7,960	0.76
Dean Frances Coupland + Keitha Kim Coupland	7,960	0.76
David Redfern Investments Pty Ltd	7,960	0.76
Diane Gardner	7,960	0.76
Anthony Illingworth	7,960	0.76
	874,144	83.39

Number of A ordinary shares held

Number of Shareholders

1 – 1,000	19
1,001 – 5,000	33
5,001 – 10,000	20
10,001 – 100,000	13
100,001 and over	1

PRITCHARD EQUITY LIMITED

STOCK EXCHANGE INFORMATION

Top 20 B Ordinary Shareholders as at 5 August 2016

Shareholder	Shares	% of Issued
The Pritchard Family Company Pty Limited	512,500	59.99
Hamilton Capital Pty Ltd	28,000	3.28
Fuggle Nominees Pty Limited	25,000	2.93
Mrs Margaret Jane Pritchard	25,000	2.93
Mrs Aija Valija Mackenzie	23,330	2.73
Dr T Hansen & Ms Z Greenwood	22,500	2.63
Dr Gordon Bradley Elkington	20,200	2.36
Wilcorp No 41 Pty Limited	19,168	2.24
Abelia Grove Pty Limited	17,230	2.02
Mr Steven Shane Pritchard	16,650	1.95
Longbow Croft Capital Pty Limited	13,500	1.58
Newcastle Capital Markets Registries Pty Limited	12,500	1.46
Illuminator Investment Company Limited	12,000	1.40
Banivory Pty Limited	8,600	1.01
Steven Shane Pritchard	8,350	0.98
Mr John Richard Gilbert and Mrs Jane Patricia Gilbert	5,000	0.59
Jarfem Pty Limited	5,000	0.59
Mr Enzo Pirillo	5,000	0.59
Mr John Barry Roberts and Mrs Judith Elizabeth Roberts	5,000	0.59
Winpar Holdings Limited	5,000	0.59
	789,528	92.44

Number of B ordinary shares held

1 – 1,000
1,001 – 5,000
5,001 – 10,000
10,001 – 100,000
100,001 and over

Number of Shareholders

33
22
2
12
1

Substantial Shareholders

As at 5 August 2016 the names and holdings of substantial shareholders as disclosed in notices received by the Company are as follows:

Substantial Shareholder	B Ordinary shares	% of total
Steven Shane Pritchard	549,500	64.32

PRITCHARD EQUITY LIMITED

CORPORATE DIRECTORY

Directors

Steven Shane Pritchard – Executive Chairman
Enzo Pirillo
Gordon Bradley Elkington

Secretary

Enzo Pirillo

Principal Place of Business and Registered Office

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Newcastle West NSW 2302
Telephone (02) 4962 2688
Facsimile (02) 4962 3245

Solicitors

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Facsimile (02) 4920 2878

Stockbroker and Nominated Advisers

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