



Annexure 3A

BSX Listing Rules

Half yearly/Yearly Disclosure

References

Version 1, Operative 23/8/2000

Chapter 3, BSX Listing Rules

Capilano Honey Limited

Name of entity

009 686 435

ABN, ACN or ARBN

Half yearly (tick)

Annual (tick)



31 December 2006

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

Summary

					\$A,000
Sales revenue or operating revenue	up/down	4.3	%	to	36,724
Profit (loss) before abnormal items and after tax	up/down	462	%	to	(814)
Abnormal items before tax					-
			Gain (loss) of		
Profit (loss) after tax but before outside equity interests	up/down	462	%	to	(814)
Extraordinary items after tax attributable to members					-
			Gain (loss) of		
Profit (loss) for the period attributable to members	up/down	462	%	to	(814)

Dividends (distributions)

Franking rate applicable

N/A

Current period

Final

Interim

¢

¢

Previous corresponding period

Final

Interim

¢

¢

Record date for determining entitlements to the dividend, (in the case of a trust distribution)

N/A

Annexure 3A Half Yearly/Yearly Disclosure

Short details of any bonus or cash issue or other items(s) of importance not previously released to BSX:

--

Consolidated profit and loss account

	Current period \$A'000	Previous corresponding period \$A'000
Sales revenue or operating revenue	36,724	38,366
Expenses from ordinary activities	(36,887)	(37,046)
Borrowing costs	(977)	(981)
Share of net profit (loss) of associates and joint venture entities	-	-
(Loss) profit from ordinary activities before tax	(1,140)	339
Income tax on ordinary activities	326	(114)
(Loss) profit from ordinary activities after tax	(814)	225
Outside equity interests		-
(Loss) profit from ordinary activities after tax attributable to members	(814)	225
Profit (loss) from extraordinary activities after tax attributable to members	-	-
(Loss) profit for the period attributable to members	(814)	225
Retained profits (accumulated losses) at the beginning of the financial period	18,163	17,030
Net transfers to and from reserves		
Net effect of changes in accounting policies	-	-
Dividends paid or payable	-	-
Retained profits (accumulated losses) at end of financial period	17,349	17,255

Annexure 3A
Half Yearly/Yearly Disclosure

Profit restated to exclude amortisation of goodwill

	Current period \$A'000	Previous corresponding period \$A'000
(Loss) profit from ordinary activities after tax before outside equity interests and amortisation of goodwill	(814)	225
Less (plus) outside equity interests		-
(Loss) profit from ordinary activities after tax (before amortisation of goodwill) attributable to members	(814)	225

Revenue and expenses from operating activities

	Current period \$A'000	Previous corresponding period \$A'000
Revenue		
Sales Revenue	36,584	37,934
Net Foreign Exchange Gain	-	291
Interest Received	135	106
Other	5	35
	36,724	38,366
Expenses		
Raw Materials and Consumables		
Change in inventories of finished goods and work in progress	21,090	21,677
	(3,018)	(2,171)
Employee Benefits	5,131	4,585
Depreciation of property, plant and equipment	1,087	1,018
Amortisation of intangibles	64	64
Marketing and promotion	3,850	4,992
Foreign Exchange losses	304	-
Other	8,379	6,881
	36,887	37,046

Annexure 3A Half Yearly/Yearly Disclosure

Intangible and extraordinary items

	Consolidated - current period		
	Before tax \$A'000	Related tax \$A'000	After tax \$A'000
Amortisation of goodwill	-	-	-
Amortisation of other intangibles	64		64
Total amortisation of intangibles	64	-	64
Extraordinary items (details)	-	-	-
Total extraordinary items	-	-	-

Comparison of half year profits (Annual statement only)

	Current year - \$A'000	Previous year - \$A'000
Consolidated (loss) profit from ordinary activities after tax attributable to members reported for the 1st half year	(814)	225
Consolidated profit (loss) from ordinary activities after tax attributable to members for the 2nd half year	-	-

Consolidated balance sheet

Current assets	At end of current period \$A'000	As shown in last annual report \$A'000	As in last half yearly statement \$A'000
Cash	1,184	182	1,126
Receivables	11,223	13,322	9,870
Investments	-	-	-
Inventories	17,634	20,652	21,071
Other (provide details if material)	1,404	732	1,292
Total current assets	31,445	34,888	33,359

Annexure 3A
Half Yearly/Yearly Disclosure

Non-current assets			
Receivables	3,745	4,271	3,297
Investments	-	-	-
Inventories	-	-	-
Other property, plant and equipment (net)	20,792	21,369	21,672
Intangibles (net)	589	653	705
Deferred Tax Asset	3,299	2,969	3,419
Total non-current assets	28,425	29,262	29,093
Total assets	59,870	64,150	62,452
Current liabilities			
Accounts payable	7,257	8,169	7,158
Borrowings	2,635	3,563	3,709
Provisions	461	257	472
Other (provide details if material)	-	-	-
Total current liabilities	10,353	11,989	11,339
Non-current liabilities			
Accounts payable	-	-	-
Borrowings	23,438	25,346	25,158
Provisions	669	651	666
Other (provide details if material)	-	-	-
Total non-current liabilities	24,107	25,997	25,824
Total liabilities	34,460	37,986	37,163
Net assets	25,410	26,164	25,289
Equity			
Capital	5,366	5,306	5,284
Reserves	2,695	2,695	2,750
Retained profits (accumulated losses)	17,349	18,163	17,255
Equity attributable to members of the parent entity	-	-	-
Outside equity interests in controlled entities	-	-	-
Total equity	25,410	26,164	25,289
Preference capital and related premium included	-	-	-

Annexure 3A
Half Yearly/Yearly Disclosure

Consolidated statement of cash flows

	Current period \$A'000	Previous corresponding period \$A'000
Cash flows related to operating activities		
Receipts from customers	39,182	38,310
Payments to suppliers and employees	(34,910)	(34,868)
Dividends received	-	-
Interest and other items of similar nature received	135	106
Interest and other costs of finance paid	(803)	(810)
Income taxes paid	-	-
Other (provide details if material)	860	877
Net operating cash flows	4,464	3,615
Cash flows related to investing activities		
Payments for purchases of property, plant and equipment	(510)	(685)
Proceeds from sale of property, plant and equipment	-	2
Payment for purchases of equity investments	-	-
Proceeds from sale of equity investments	-	-
Loans to other entities	-	(1,220)
Loans repaid by other entities	82	78
Other (provide details if material)	-	-
Net investing cash flows	(428)	(1,825)
Cash flows related to financing activities		
Proceeds from issues of securities (shares, options, etc.)	60	-
Proceeds from borrowings	-	2,334
Repayment of borrowings	(2,837)	(4,035)
Dividends paid	(258)	-
Other (provide details if material)	-	-
Net financing cash flows	(3,035)	(1,701)
Net increase (decrease) in cash held	1,001	89
Cash at beginning of period (see Reconciliation of cash)	183	1,037
Exchange rate adjustments	-	-
Cash at end of period (see Reconciliation of cash)	1,184	1,126

Annexure 3A Half Yearly/Yearly Disclosure

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. If an amount is quantified, show comparative amount.

--

Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current period \$A'000	Previous corresponding period \$A'000
Cash on hand and at bank	1,184	1,126
Deposits at call	-	-
Bank overdraft	-	-
Other (provide details)	-	-
Total cash at end of period	1,184	1,126

Ratios

Profit before tax/sales

Consolidated profit (loss) from ordinary activities before tax as a percentage of sales revenue

Current period

Previous
corresponding period

(3.1)%

0.9%

Profit after tax/equity interests

Consolidated profit (loss) from ordinary activities after tax attributable to members as a percentage of equity (similarly attributable) at the end of the period

(3.2)%

0.9%

Earnings per security (EPS)

Calculation of basic, and fully diluted, EPS in accordance with AASB 1027: Earnings per Share

(a) Basic EPS

(b) Diluted EPS (if materially different from (a))

Current period

Previous
corresponding period

(15.8) c

4.4 c

(15.8) c

4.4 c

NTA backing

Net tangible asset backing per ordinary security

Current period

Previous
corresponding period

\$ 4.18

\$ 4.13

Annexure 3A
Half Yearly/Yearly Disclosure

Details of specific receipts/outlays, revenues/expenses

	Current period A\$'000	Previous corresponding period \$A'000
Interest revenue included	135	106
Interest revenue included but not yet received (if material)	-	-
Interest costs excluded from borrowing costs capitalised in asset values	-	-
Outlays (excepts those arising from the acquisition of an existing business) capitalised in intangibles (if material)	-	-
Depreciation (excluding amortisation of intangibles)	1,087	1,018
Other specific relevant items	-	-

Control gained over entities having material effect

Name of entity

Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity since the date in the current period on which control was acquired

\$

Date from which such profit has been calculated

Profit (loss) from ordinary activities and extraordinary items after tax of the entity for the whole of the previous corresponding period

\$

Loss of control of entities having material effect

Name of entity

Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity for the current period to the date of loss of control

\$

Date from which the profit (loss) has been calculated

Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity while controlled during the whole of the previous corresponding period

\$

Contribution to consolidated profit (loss) from ordinary activities and extraordinary items from sale of interest leading to loss of control

\$

Annexure 3A Half Yearly/Yearly Disclosure

Reports for industry and geographical segments

SEGMENT REPORTING -

31 December 2006

Primary reporting – geographical segments	<i>Australia</i> \$	<i>Canada</i> \$	<i>Europe</i> \$	<i>Intersegment Elimination</i> \$	<i>Consolidated</i> \$
Sales revenue	36,322	-	519	(257)	36,584
Other revenue	140	-	-	-	140
Total segment revenue	36,462	-	519	(257)	36,724
Segment Result	(620)	-	(544)	23	(1,141)
Unallocated revenue less unallocated expenses					-
Loss before income tax expense					(1,141)

31 December 2005

Primary reporting – geographical segments	<i>Australia</i> \$'000	<i>Canada</i> \$'000	<i>Europe</i> \$'000	<i>Intersegment Elimination</i> \$'000	<i>Consolidated</i> \$'000
Sales revenue	37,793	-	141	-	37,934
Other revenue	432	-	-	-	432
Total segment revenue	38,225	-	141	-	38,366
Segment Result	858	-	(519)	-	339
Unallocated revenue less unallocated expenses					-
Profit before income tax expense					339

Secondary reporting – business segments

The consolidated entity operates predominantly in the one industry, being the processing and sale of honey.

Dividends

Date the dividend is payable

-

Record date to determine entitlements to the dividend (ie. on the basis of registrable transfers received up to 5.00 pm)

-

Annexure 3A Half Yearly/Yearly Disclosure

Amount per security

		Franking rate applicable	%	%	%
<i>(annual report only)</i>					
Final dividend:	Current year	¢	N/A	¢	N/A
	Previous year	¢	¢	¢	¢
<i>(Half yearly and annual statements)</i>					
Interim dividend:	Current year	¢	N/A	¢	N/A
	Previous year	¢	¢	¢	¢

Total annual dividend (distribution) per security

(Annual statement only)

	Current year	Previous year
Ordinary securities	-¢	-¢
Preference securities	-¢	-¢

Total dividend (distribution)

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	\$-	\$-
Preference securities	\$-	\$-
Total	\$-	\$-

Half yearly report – interim dividend (distribution) on all securities or Annual report – final dividend (distribution) on all securities

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	\$-	\$-
Preference securities	\$-	\$-
Total	\$-	\$-

Annexure 3A Half Yearly/Yearly Disclosure

The dividend or distribution plans shown below are in operation.

--

The last date(s) for receipt of election notices to the dividend or distribution plans

--

Any other disclosures in relation to dividends (distributions)

--

Equity accounted associated entities and other material interests

Equity accounting information attributable to the economic entity's share of investments in associated entities must be disclosed in a separate notice. See AASB 1016: Disclosure of Information about Investments in Associated Companies.

Entities share of:	Current period A\$'000	Previous corresponding period A\$'000
Profit (loss) from ordinary activities before tax.	-	-
Income tax	-	-
Profit (loss) from ordinary activities after tax	-	-
Extraordinary items net of tax	-	-
Net profit (loss)	-	-
Outside equity interests	-	-
Net profit (loss) attributable to members	-	-

Annexure 3A
Half Yearly/Yearly Disclosure

Material interests in entities which are not controlled entities

The entity has an interest (that is material to it) in the following entities.

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to profit (loss) from ordinary activities and extraordinary items after tax	
	Current period	Previous corresponding period	Current period \$A'000	Previous corresponding period \$A'000
Equity accounted associates and joint venture entities				
Capilano Labonte Inc	50%	50%	-	-
Total			-	-
Other material interests				
Total				

Issued and listed securities

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

Category of securities	Number issued	Number listed	Issue Price (cents)	Paid-up value (cents)
Preference securities (description)				
Changes during current period				
Ordinary securities	5,151,056	5,151,055	104	104
Changes during current period	15,649	15,649	385	385
Convertible debt securities (description and conversion factor)				
Changes during current period				

Annexure 3A
Half Yearly/Yearly Disclosure

			Exercise price	Expiry date
Options (<i>description and conversion factor</i>)				
Changes during current period				
Exercised during current period				
Expired during current period				
Debentures				
Unsecured Notes				

Discontinuing Operations

Consolidated profit and loss account

	Continuing operations		Discontinuing operations		Total entity	
	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000
Sales revenue or operation revenue						
Other revenue						
Expenses from ordinary activities						
Profit (loss) before tax						
Less tax						
Profit (loss) from ordinary activities after tax						

Annexure 3A
Half Yearly/Yearly Disclosure

Consolidated statement of cash flows

	Continuing operations		Discontinuing operations		Total entity	
	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000
Net operating cash flows						
Net investing cash flows						
Net financing cash flows						

Other disclosures

	Current period A\$'000	Previous corresponding period A\$'000
Carrying amount of items to be disposed of:		
- total assets		
- total liabilities		
Profit (loss) on disposal of assets or settlement of liabilities		
Related tax		
Net profit (loss) on discontinuance		

Description of disposals

--

Comments by *directors*

Basis of accounts preparation

If this statement is a half yearly statement it should be read in conjunction with the last annual report and any announcements to the market made by the entity during the period.

Material factors affecting the revenues and expenses of the entity for the current period including seasonal or cyclical factors

- ♦ Net Foreign exchange loss (non-cash) on translation of foreign currency loan receivables of \$307,000
- ♦ Restructuring and redundancy costs of \$ 307,000
- ♦ Inventory devaluation of \$843,000 to align value of raw honey stock on hand to current prices

A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible)

N/A

Franking credits available and prospects for paying fully or partly franked dividends for at least the next year

Franking Credits available are \$ 2,495,788

Changes in accounting policies since the last annual report and estimates of amounts reported in prior years are disclosed as follows.

N/A

Changes in the amounts of contingent liabilities or assets since the last annual report are disclosed as follows.

N/a

Annexure 3A
Half Yearly/Yearly Disclosure

Additional disclosure for trusts

Number of units held by the management company or responsible entity to their related parties.

A statement of the fees and commissions payable to the management company or responsible entity.

Identify:

- Initial service charges
- Management fees
- Other fees

Annual meeting

(Annual 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 Law.
- 2 This statement, and the financial statements under the Corporations Law (if separate), use the same accounting policies.
- 3 In the case of a half-yearly report the same accounting standards and methods of computation are followed as compared with the most recent annual accounts.
- 4 This statement does give a true and fair view of the matters disclosed.
- 5 This statement is based on financial statements to which one of the following applies:

(Tick one)

☐

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.

Annexure 3A
Half Yearly/Yearly Disclosure

- 6 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*).
- 7 The entity has a formally constituted audit committee.



Sign here: Date: 9 February 2007
(Director/Company secretary)

Print name: Roger D Masters

Notes

True and fair view If this statement does not give a true and fair view of a matter (for example, because compliance with an Accounting Standard is required) the entity must attach a note providing additional information and explanations to give a true and fair view.

Income tax If the amount provided for income tax in this statement differs (or would differ but for compensatory items) by more than 15% from the amount of income tax *prima facie* payable on the profit before tax, the entity must explain in a note the major items responsible for the difference and their amounts.

Additional information An entity may disclose additional information about any matter, and must do so if the information is material to an understanding of the financial statements. The information may be an expansion of the material contained in this statement, or contained in a note attached to the statement.