

BSX Listing RulesHalf yearly/Yearly Disclosure

References Issued 30/8/2000

## Chapter 3, BSX Listing Rules

## VICTORIAN LIVESTOCK EXCHANGE LIMITED AND CONTROLLED ENTITY

Name of entity

72 078 893 031

Half yearly (tick)

30 JUNE 2007

ABN, ACN or ARBN

Annual (tick)

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

			\$A,000
Sales revenue or operating revenue	up/down	81.5%	5,163
Profit (loss) before abnormal items and after tax	up/down	448.6%	373
Abnormal items before tax		gain (loss) of	Nil
Profit (loss) after tax but before outside equity interests	up/down	448.6%	373
Extraordinary items after tax attributable to members		gain (loss) of	Nil
Profit (loss) for the period attributable to members	up/down	448.6%	373
Dividends (distributions)	Franking rate applicable		100%
Current period	Final		Proposed Nil¢
	Interim		Nil¢
Previous corresponding period	Final		5.0¢
	Interim		Nil¢
Record date for determining entitlements to the dividend, (in the case of a trust distribution)			N/A

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

None

**Consolidated profit and loss account**

	Current period \$A'000	Previous corresponding period \$A'000
Sales revenue or operating revenue	5,163	2,847
Expenses from ordinary activities	(3,972)	(2,588)
Borrowing costs	(658)	(410)
Share of net profit (loss) of associates and joint venture entities	Nil	Nil
Profit (loss) from ordinary activities before tax	533	(151)
Income tax on ordinary activities	(160)	44
Profit (loss) from ordinary activities after tax	373	(107)
Outside equity interests	Nil	Nil
Profit (loss) from ordinary activities after tax attributable to members	373	(107)
Profit (loss) from extraordinary activities after tax attributable to members	Nil	Nil
Profit (loss) for the period attributable to members	373	(107)
Retained profits (accumulated losses) at the beginning of the financial period	1,462	1,737
Net transfers to and from reserves	Nil	Nil
Net effect of changes in accounting policies	Nil	Nil
Dividends paid or payable	(174)	(168)
Retained profits (accumulated losses) at end of financial period	1,661	1,462

**Profit restated to exclude amortisation of goodwill**

	Current period \$A'000	Previous corresponding period \$A'000
Profit (loss) from ordinary activities after tax before outside equity interests and amortisation of goodwill	373	(107)
Less (plus) outside equity interests	Nil	Nil
Profit (loss) from ordinary activities after tax (before amortisation of goodwill) attributable to members	373	(107)

**Revenue and expenses from operating activities**

	Current period \$A'000	Previous corresponding period \$A'000
Details of revenue and expenses		
REVENUE:		
Sales revenue	1,230	561
Services revenue	3,822	2,064
Government Grants	-	30
Rental Revenue	109	66
Interest Revenue	2	30
Over-accrual of development costs prior year	-	94
Profit on sale property, plant & equipment	-	2
<b>TOTAL REVENUE</b>	<b>5,163</b>	<b>2,847</b>
EXPENSES:		
Cost of sales	451	493
Depreciation and amortisation	476	385
Finance costs	658	410
Employee benefits expense	1,519	849
Other expenses from ordinary activities	1,526	861
<b>TOTAL EXPENSES</b>	<b>4,630</b>	<b>2,998</b>

### Intangible and extraordinary items

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

### Comparison of half year profits

(Annual statement only)

	Consolidated profit (loss) from ordinary activities after tax attributable to members reported for the 1st half year	Previous year - \$A'000	
		Current year - \$A'000	Previous year - \$A'000
	(25)	(48)	
	398	(59)	

### 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	35	288	16
Receivables	465	361	785
Investments	Nil	Nil	Nil
Inventories	466	883	814
Other (provide details if material)	325	230	304
<b>Total current assets</b>	1,291	1,762	1,919
<b>Non-current assets</b>			
Receivables	Nil	Nil	Nil
Investments	Nil	Nil	Nil
Inventories	Nil	Nil	Nil

Other property, plant and equipment (net)	19,849	16,051	16,705
Intangibles (net)	1,436	1,436	1,436
Other (provide details if material)	53	182	38
<b>Total non-current assets</b>	<b>21,338</b>	<b>17,516</b>	<b>18,179</b>
<b>Total assets</b>	<b>22,629</b>	<b>19,278</b>	<b>20,097</b>
<b>Current liabilities</b>			
Accounts payable	889	1,475	978
Borrowings	111	165	102
Provisions	35	17	35
Other (provide details if material)	Nil	Nil	Nil
<b>Total current liabilities</b>	<b>1,035</b>	<b>1,657</b>	<b>1,115</b>
<b>Non-current liabilities</b>			
Accounts payable	Nil	Nil	Nil
Borrowings	8,714	7,798	9,183
Provisions	2,515	4	1,702
Other (provide details if material)	4	1,699	Nil
<b>Total non-current liabilities</b>	<b>11,233</b>	<b>9,501</b>	<b>10,885</b>
<b>Total liabilities</b>	<b>12,268</b>	<b>11,158</b>	<b>12,000</b>
<b>Net assets</b>	<b>10,361</b>	<b>8,120</b>	<b>8,097</b>
<b>Equity</b>			
Capital	3,504	3,363	3,363
Reserves	5,196	3,295	3,295
Retained profits (accumulated losses)	1,661	1,462	1,439
Equity attributable to members of the parent entity	10,361	8,120	8,097
Outside equity interests in controlled entities	Nil	Nil	Nil
<b>Total equity</b>	<b>10,361</b>	<b>8,120</b>	<b>8,097</b>
Preference capital and related premium included	Nil	Nil	Nil

## Consolidated statement of cash flows

<b>Cash flows related to operating activities</b>	Current period \$A'000	Previous corresponding period \$A'000
Receipts from customers	5,072	4,857
Payments to suppliers and employees	(3,528)	(2,647)
Dividends received	Nil	Nil
Interest and other items of similar nature received	2	30
Interest and other costs of finance paid	(658)	(437)
Income taxes paid	(288)	(645)
Other (provide details if material)	Nil	Nil
<b>Net operating cash flows</b>	<b>600</b>	<b>1,158</b>
<hr/>		
<b>Cash flows related to investing activities</b>		
Payments for purchases of property, plant and equipment	(1,457)	(5,471)
Proceeds from sale of property, plant and equipment	23	2
Payment for purchases of equity investments	Nil	Nil
Proceeds from sale of equity investments	Nil	Nil
Loans to other entities	Nil	Nil
Loans repaid by other entities	Nil	Nil
Other (provide details if material)		
- Purchases non-current assets	(189)	(1,067)
<b>Net investing cash flows</b>	<b>(1,623)</b>	<b>(6,536)</b>
<hr/>		
<b>Cash flows related to financing activities</b>		
Proceeds from issues of securities (shares, options, etc.)	Nil	Nil
Proceeds from borrowings	1,159	5,625
Repayment of borrowings	(240)	(10)
Dividends paid	(93)	(52)
Other (provide details if material)	Nil	Nil
<b>Net financing cash flows</b>	<b>826</b>	<b>5,563</b>
<b>Net increase (decrease) in cash held</b>	<b>(197)</b>	<b>185</b>
Cash at beginning of period	134	(51)

(see Reconciliation of cash)		
Exchange rate adjustments	Nil	Nil
<b>Cash at end of period</b> (see Reconciliation of cash)	(63)	134

### 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.

None
------

### 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	35	288
Deposits at call	Nil	Nil
Bank overdraft	(98)	(154)
Other (provide details)	Nil	Nil
<b>Total cash at end of period</b>	<b>(63)</b>	<b>134</b>

### Ratios

	Current period	Previous corresponding period
<b>Profit before tax/sales</b>		
Consolidated profit (loss) from ordinary activities before tax as a percentage of sales revenue	10.3%	(5.3%)
<b>Profit after tax/equity interests</b>		
Consolidated profit (loss) from ordinary activities after tax attributable to members as a percentage of equity (similarly attributable) at the end of the period	3.6%	(1.3%)

### Earnings per security (EPS)

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

(a) Basic EPS	10.7 cents	(3.2 cents)
(b) Diluted EPS (if materially different from (a))		

<b>NTA backing</b>	<b>Current period</b>	<b>Previous corresponding period</b>
Net tangible asset backing per ordinary security	254.5 cents	194.5 cents

**Details of specific receipts/outlays, revenues/expenses**

	<b>Current period A\$'000</b>	<b>Previous corresponding period \$A'000</b>
Interest revenue included	2	30
Interest revenue included but not yet received (if material)	Nil	Nil
Interest costs excluded from borrowing costs capitalised in asset values	Nil	Nil
Outlays (excepts those arising from the acquisition of an existing business) capitalised in intangibles (if material)	Nil	Nil
Depreciation (excluding amortisation of intangibles)	476	385
Other specific relevant items	Nil	Nil

**Control gained over entities having material effect**

Name of entity	NA
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	\$NA
Date from which such profit has been calculated	NA
Profit (loss) from ordinary activities and extraordinary items after tax of the entity for the whole of the previous corresponding period	\$NA

### Loss of control of entities having material effect

Name of entity	NA
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	\$NA
Date from which the profit (loss) has been calculated	NA
Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity while controlled during the whole of the previous corresponding period	\$NA
Contribution to consolidated profit (loss) from ordinary activities and extraordinary items from sale of interest leading to loss of control	\$NA

### Reports for industry and geographical segments

<b>Revenue</b>						
External sales	<u>3,953</u>	2,226	<u>1,210</u>	619	<u>5,163</u>	2,845
<b>Result</b>						
Segment result	<u>498</u>	112	<u>693</u>	147	<u>1,191</u>	259
Finance costs					<u>(658)</u>	(410)
Profit (Loss) before income tax					<u>533</u>	(151)
Income tax benefit (expense)					<u>(160)</u>	44
Profit (Loss) after income tax					<u>373</u>	(107)
<b>Assets</b>						
Segment assets	<u>21,725</u>	18,088	<u>593</u>	1,008	<u>22,318</u>	19,895
Unallocated assets					<u>311</u>	29
Total assets					<u>22,629</u>	19,924
<b>Liabilities</b>						
Segment liabilities	<u>9,365</u>	8,371	<u>388</u>	1,088	<u>9,753</u>	9,505
Unallocated liabilities					<u>2,515</u>	1,772
Total liabilities					<u>12,268</u>	11,277
<b>Other</b>						
Acquisition of non-current segment assets	1,631	4,704	-	-	1,631	4,704
Depreciation and amortization of segment assets	476	385	-	-	476	322

## Dividends

Date the dividend is payable	Nil
Record date to determine entitlements to the dividend (ie. on the basis of registrable transfers received up to 5.00 pm)	N/A

## Amount per security

		Franking rate applicable	%
<i>(annual report only)</i>			
<b>Final dividend:</b>	Current year	Nil	NA
	Previous year	5.0¢	100%
<i>(Half yearly and annual statements)</i>			
<b>Interim dividend:</b>	Current year	Nil¢	NA
	Previous year	Nil¢	NA

## Total annual dividend (distribution) per security

*(Annual statement only)*

	Current year	Previous year
Ordinary securities	NA¢	5.0¢
Preference securities	NA¢	NA¢

## Total dividend (distribution)

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	NA	189
Preference securities	NA	NA
<b>Total</b>	NA	189

**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	NA	189
Preference securities	NA	NA
<b>Total</b>	NA	189

The dividend or distribution plans shown below are in operation.

The VLE Dividend Reinvestment Plan, as approved at the 2003 Annual General Meeting

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

Any other disclosures in relation to dividends (distributions)

No dividend has been declared for the year.

**Equity accounted associated entities and other material interests**

*Equity accounting information attributable to the 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.	Nil	Nil
Income tax	Nil	Nil
Profit (loss) from ordinary activities after tax	Nil	Nil
Extraordinary items net of tax	Nil	Nil
Net profit (loss)	Nil	Nil
Outside equity interests	Nil	Nil
Net profit (loss) attributable to members	Nil	Nil

**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
<b>Equity accounted associates and joint venture entities</b>				
None				
<b>Total</b>	Nil	Nil	Nil	Nil
<b>Other material interests</b>				
<b>Total</b>	Nil	Nil	Nil	Nil

**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	Paid-up value
			(cents)	(cents)
<b>Preference securities (description)</b>	NA	NA	NA	NA
Changes during current period	NA	NA	NA	NA
<b>Ordinary securities</b>	2,550,000	2,550,000	100	100
	721,820	721,820	110	110
	103,392	103,392	125	125

	108,342	108,342	135	135
	43,361	43,361	185	185
Changes during current period	43,361	43,361	185	185
	24,000	24,000	125	125
	22,222	22,222	135	135
<b>Convertible debt securities</b> <i>(description and conversion factor)</i>	Nil	Nil	NA	NA
Changes during current period	Nil	Nil	NA	NA
<b>Options (description and conversion factor)</b>	Nil	Nil	NA	NA
Changes during current period	Nil	Nil	NA	NA
Exercised during current period	Nil	Nil	NA	NA
Expired during current period	Nil	Nil	NA	NA
<b>Debentures</b>	Nil	Nil		
<b>Unsecured Notes</b>	Nil	Nil		

## 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	5,163	2,847	Nil	Nil	5,163	2,845
Other revenue	Nil	Nil	Nil	Nil	Nil	Nil
Expenses from ordinary activities	(4,630)	(2,998)	Nil	Nil	(4,630)	(2,998)
Profit (loss) before tax	533	(151)	Nil	Nil	533	(151)
Less tax	(160)	44	Nil	Nil	(160)	44
Profit (loss) from ordinary activities after tax	373	(107)	Nil	Nil	373	(107)

### 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	600	1,158	Nil	Nil	600	1,158
Net investing cash flows	(1,623)	(6,536)	Nil	Nil	(1,623)	(6,536)
Net financing cash flows	826	5,563	Nil	Nil	826	5,563

**Other disclosures**

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

**Description of disposals**

None

**Comments by *directors***

The annual accounts of the economic entity show a net profit after tax of \$373,000, which the directors believe is a satisfactory result. As outlined in the annual report of the prior financial year, the directors have continued to use retained profits to further develop and grow the business. The benefits of this growth strategy, which the directors believe is both definite in purpose and holistic in nature, are reflected in the growth of revenue from livestock operations which are now conducted at two major centres and several smaller centres. The full benefit of the growth strategy is expected to be seen in the bottom line results of the years ahead. The cash generated from the development and sale of excess industrial land surrounding the economic entity's livestock marketing centres continues to be a major contributor to the group's performance and growth.

The consolidated group, through its wholly owned subsidiary, VLE Advisory Services Pty Ltd, continues to be the major provider of electronic reading services to agency owned yards in Victoria and southern NSW.

**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

Refer directors' comments

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)

None

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

Balance of group franking accounts at 30 June 2007 adjusted for franking credits arising from payment of provision for income tax and franking debits arising from payment of proposed dividends is \$944,000. It is expected that any further dividends payable in the future will be fully franked.

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

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

None

**Additional disclosure for trusts**

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

NA

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	VLE Pakenham
Date	November 28 <sup>th</sup> 2007
Time	9.00 am
Approximate date the annual report will be available	27 September 2007

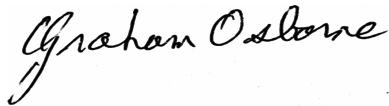
**Compliance statement**

- 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/are not\* *(delete one)* followed as compared with the most recent annual accounts.
- 4 This statement does/does not\* *(delete one)* 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.
- 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/does not have\* (delete one) a formally constituted audit committee.



Sign here: ..... Date: .....13/09/2007.....  
(Director/Company secretary)

Print name: GRAHAM OSBORNE

### 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.