

**BSX Listing Rules****Half 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)

☒

31 DECEMBER 2007

ABN, ACN or ARBN

Annual (tick)

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

				\$A,000
Sales revenue or operating revenue	up/down	17.4%	to	1,669
Profit (loss) before abnormal items and after tax	up/down	(1,144%)	to	(286)
Abnormal items before tax		gain (loss) of		Nil
Profit (loss) after tax but before outside equity interests	up/down	(1,144%)	to	(286)
Extraordinary items after tax attributable to members		gain (loss) of		Nil
Profit (loss) for the period attributable to members	up/down	(1,144%)	to	(286)

Dividends (distributions)

Franking rate applicable

N/A

Current period

Final

N/A

Interim

Nil¢

Previous corresponding period

Final

N/A

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	1,669	2,021
Expenses from ordinary activities	(1,728)	(1,732)
Borrowing costs	(349)	(324)
Share of net profit (loss) of associates and joint venture entities	Nil	Nil
Profit (loss) from ordinary activities before tax	(408)	(35)
Income tax on ordinary activities	122	10
Profit (loss) from ordinary activities after tax	(286)	(25)
Outside equity interests	Nil	Nil
Profit (loss) from ordinary activities after tax attributable to members	(286)	(25)
Profit (loss) from extraordinary activities after tax attributable to members	Nil	Nil
Profit (loss) for the period attributable to members	(286)	(25)
Retained profits (accumulated losses) at the beginning of the financial period	1,661	1,463
Net transfers to and from reserves	Nil	Nil
Net effect of changes in accounting policies	Nil	Nil
Dividends paid or payable	Nil	Nil
Retained profits (accumulated losses) at end of financial period	1,375	1,438

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	(286)	(25)
Less (plus) outside equity interests	Nil	Nil
Profit (loss) from ordinary activities after tax (before amortisation of goodwill) attributable to members	(286)	(25)

Revenue and expenses from operating activities

Details of revenue and expenses	Current period \$A'000	Previous corresponding period \$A'000
REVENUE:		
Weigh fees & store sales	1,180	1,372
Droving fees	166	124
Auctioneers fees	53	54
Truckwash fees	103	99
Government Grants	-	-
Rental Revenue	49	59
Sales revenue	-	240
Other Revenue	118	73
TOTAL REVENUE	1,669	2,021
EXPENSES:		
Cost of sales	5	88
Depreciation and amortisation	292	207
Finance costs	349	324
Employee benefits expense	740	690
Other expenses from ordinary activities	691	747
TOTAL EXPENSES	2,077	2,056

Intangible and extraordinary items

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

Comparison of half year profits*(Annual statement only)*

	Current year - \$A'000	Previous year - \$A'000
Consolidated profit (loss) from ordinary activities after tax attributable to members reported for the 1st half year	(286)	(25)
Consolidated profit (loss) from ordinary activities after tax attributable to members for the 2nd half year		

Consolidated balance sheet

	At end of current period \$A'000	As shown in last annual report \$A'000	As in last half yearly statement \$A'000
Current assets			
Cash	19	35	16
Receivables	412	465	785
Investments		Nil	Nil
Inventories	477	466	814
Other (provide details if material)	313	325	304
Total current assets	1,221	1,291	1,919
Non-current assets			
Receivables	Nil	Nil	Nil
Investments	Nil	Nil	Nil
Inventories	Nil	Nil	Nil

Other property, plant and equipment (net)	20,149	19,849	16,705
Intangibles (net)	1,436	1,436	1,436
Other (provide details if material)	175	53	38
Total non-current assets	21,760	21,338	18,179
Total assets	22,981	22,629	20,098
Current liabilities			
Accounts payable	640	889	978
Borrowings	228	111	102
Provisions	38	35	35
Other (provide details if material)	Nil	Nil	Nil
Total current liabilities	906	1,759	1,115
Non-current liabilities			
Accounts payable	Nil	Nil	Nil
Borrowings	9,457	8,714	9,184
Provisions	2,513	2,519	1,702
Other (provide details if material)	Nil	Nil	Nil
Total non-current liabilities	11,970	11,233	10,886
Total liabilities	12,876	12,268	12,001
Net assets	10,105	10,361	8,097
Equity			
Capital	3,534	3,504	3,363
Reserves	5,196	5,196	3,296
Retained profits (accumulated losses)	1,375	1,661	1,438
Equity attributable to members of the parent entity	10,105	10,361	8,097
Outside equity interests in controlled entities	Nil	Nil	Nil
Total equity	10,105	10,361	8,097
Preference capital and related premium included	Nil	Nil	Nil

Consolidated statement of cash flows

Cash flows related to operating activities	Current period \$A'000	Previous corresponding period \$A'000
Receipts from customers	1,678	1,853
Payments to suppliers and employees	(1,495)	(1,984)
Dividends received	Nil	Nil
Interest and other items of similar nature received	Nil	2
Interest and other costs of finance paid	(348)	(304)
Income taxes paid	1	(96)
Other (provide details if material)	Nil	Nil
Net operating cash flows	(164)	(529)
Cash flows related to investing activities		
Payments for purchases of property, plant and equipment	(710)	(1,543)
Proceeds from sale of property, plant and equipment	Nil	265
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)		
- Payment for intangibles	Nil	Nil
Net investing cash flows	(710)	(1,278)
Cash flows related to financing activities		
Proceeds from issues of securities (shares, options, etc.)	Nil	Nil
Proceeds from borrowings	750	1,750
Repayment of borrowings	(8)	(152)
Dividends paid	Nil	Nil
Other (provide details if material)	Nil	Nil
Net financing cash flows	742	1,598
Net increase (decrease) in cash held	(132)	(209)

Cash at beginning of period (see Reconciliation of cash)	(63)	134
Exchange rate adjustments	Nil	Nil
Cash at end of period (see Reconciliation of cash)	(195)	(75)

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	18	16
Deposits at call	Nil	Nil
Bank overdraft	(213)	(91)
Other (provide details)	Nil	Nil
Total cash at end of period	(195)	(75)

Ratios

Profit before tax/sales	Current period	Previous corresponding period
Consolidated profit (loss) from ordinary activities before tax as a percentage of sales revenue	(23.9%)	(1.7%)
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	(2.8%)	(0.3%)

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	(8.12 cents)	(0.7 cents)
(b) Diluted EPS (if materially different from (a))		

NTA backing

	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	244.7 cents	191.2 cents

Details of specific receipts/outlays, revenues/expenses

	Current period A\$'000	Previous corresponding period \$A'000
Interest revenue included	Nil	2
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)	292	207
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**Segments**

Operating Revenue			NA
Sales to Customers outside the Economic entity			NA
Inter segment sales			NA
Unallocated Revenue			NA
Total Revenue			NA
Segment result			NA
Unallocated expenses			NA
Consolidated Profit from ordinary activities after tax (before equity accounting)			NA
Segment assets	NA)	Comparative data for segment assets should be as at the end of the previous corresponding period
Unallocated assets	NA)	
Total Assets	NA)	

Dividends

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

Amount per security

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

Total annual dividend (distribution) per security*(Annual statement only)*

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

Total dividend (distribution)

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

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	Nil	Nil
Preference securities	NA	NA
Total	Nil	Nil

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 the dividend or distribution plans NA

Any other disclosures in relation to dividends (distributions)

None

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
Equity accounted associates and joint venture entities				
None				
Total	Nil	Nil	Nil	Nil
Other material interests				
Total	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 (cents)	Paid-up value (cents)
Preference securities (description)	NA	NA	NA	NA
Changes during current period	NA	NA	NA	NA
Ordinary securities	2,550,000	2,550,000	100	100
	721,820	721,820	110	110
	79,392	79,392	125	125
	86,120	86,120	135	135
	24,000	24,000	125	125
	22,222	22,222	135	135

Changes during current period	43,361	43,361	185	185
	16,216	16,216	185	185
	16,216	16,216	185	185
Convertible debt securities (description and conversion factor)	Nil	Nil	NA	NA
Changes during current period	Nil	Nil	NA	NA

			Exercise price	Expiry date
Options (description and conversion factor)	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
Debentures	Nil	Nil		
Unsecured Notes	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	1,669	2,021	Nil	Nil	1,669	2,021
Other revenue	Nil	Nil	Nil	Nil	Nil	Nil
Expenses from ordinary activities	(2,077)	(2,056)	Nil	Nil	(2,077)	(2,056)
Profit (loss) before tax	(408)	(35)	Nil	Nil	(408)	(35)
Less tax	122	10	Nil	Nil	122	10
Profit (loss) from ordinary activities after tax	(286)	(25)	Nil	Nil	(286)	(25)

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	(164)	(529)	Nil	Nil	(164)	(529)
Net investing cash flows	(710)	(1,278)	Nil	Nil	(710)	(1,278)
Net financing cash flows	742	1,598	Nil	Nil	742	1,598

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 company has performed satisfactorily for the first six months of the financial year under difficult trading conditions.

As outlined in this half yearly disclosure, the directors have continued to use retained profits together with loans to finance further development and grow the business. Significant development costs have been incurred with the upgrading and development of the Leongatha site, which is now fully operational. The Korumburra sale yards ceased operations in August with all cattle sales now at Leongatha. It is anticipated progressing to the later stages of the redevelopment of the site within the next 6 months.

Trading throughput was down for the first six months due to market conditions, but is expected to return to budgeted figures for the next six months. Operational teething problems have been resolved at Leongatha in January and a return to budgeted through-put is expected. There will be further rationalisation of our operations over the next 12 months which will lead to better utilisation of our facilities. The full benefit of the growth strategy is expected to be seen in the bottom line results of the years ahead.

The reporting period includes no land sales and causes a distortion when compared with other periods. As at the date of this disclosure, a further six lots of "Stage 13" industrial land development at Pakenham are subject to unconditional contracts of sale leaving a further one lot for sale.

The economic entity, through its wholly owned subsidiary, VLE Advisory Services, 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 31 December 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 next year 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.

None

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

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/~~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).

☐

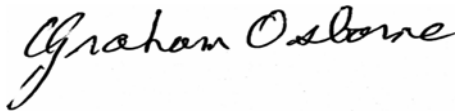
The financial statements are in the process of being audited or subject to review.

☐

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: 27/02/2008
(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.