

MOBILESOFT Limited

A.B.N. 33 082 901 362

Appendix 4E

Preliminary Final Report for the Year ended 30 June 2009

The information in this Report is provided in accordance with ASX Listing Rule 4.3A.

Results for Announcement to the Market

| | | | | \$A |
|---|------|----------------------------|----|------------------------------------|
| Revenues from ordinary activities | Down | 100% | to | Nil |
| Loss from ordinary activities after tax attributable to members | Down | 80% | to | (355,906) |
| Net Loss for the period attributable to members | Down | 80% | to | (355,906) |
| Dividends * | | | | |
| | | Amount per security | | Franked amount per security |
| Final dividend | | -¢ | | -¢ |
| Interim dividend | | -¢ | | -¢ |
| Previous corresponding period | | -¢ | | -¢ |

* No dividends have been paid or declared since the start of the financial year, and the directors do not recommend the payment of a dividend in respect of the financial year.

| | | |
|--|----------------|-------------------------------|
| †Record date for determining entitlements to the dividend | | N/A |
| Brief explanation of any of the figures reported above necessary to enable the figures to be understood: | | |
| N/A | | |
| NTA backing | Current Period | Previous corresponding period |
| Net tangible asset backing per ordinary share (cents per share) | 0.22¢ | 0.05¢ |

Commentary on Results

The economic entity's revenue from operating activities for the year ended 30 June 2009 was \$nil (2008: \$245,100). The economic entity's net loss after providing for income tax for the year ended 30 June 2009 was \$355,906 (2008: \$1,753,477).

In the financial reporting period, the economic entity operated in two market segments

- sale of IT hardware and
- software licensing, service and support.

During the previous financial reporting period there was a significant contribution to revenue and profit arising from the Deeds of Company Arrangement.

Comments on the operations and the results of those operations are as follows:

On 21 August 2007, Mobilesoft Limited and its wholly owned subsidiary, Mobilesoft (Aust) Pty Ltd (Mobilesoft (Aust)), were placed into voluntary administration and the securities of Mobilesoft were suspended from trading on ASX.

On 19 October 2007, following a creditors' meeting held on 16 October 2007, the Company and Mobilesoft (Aust) entered into deeds of company arrangement (DOCAs) that provided for the payment of funds into the Company, the sale of some of the Company's assets and settlement of creditors' claims.

On 17th October 2008, shareholders were advised that the directors had concluded that the economic entity would be unable to continue to operate in its present form but that an offer had been received from a Perth based consortium to reconstruct it with a capital injection. Subsequently, due to the deteriorating financial outlook for the Australian economy this offer was withdrawn and replaced with a revised one.

The former board accepted the revised offer because they formed a view that it was the only course of action identified that will provide a better outcome for creditors and shareholders than the alternative of liquidation of the entities.

The DOCAs were terminated on 8 December 2008 following distribution of the administrators' funds to the Company's creditors.

The former Directors of the Company accepted a proposal from Cygnet Capital Pty Ltd (Cygnet) to reconstruct and recapitalise the Company in order that Mobilesoft could continue to operate as a going concern and also seek reinstatement to trading on ASX (Proposal).

The shareholders of the Company approved the resolutions to recapitalise Mobilesoft on 15 May 2009.

The Proposal can be summarised as follows:

- (a) the Company completed a consolidation of its issued capital on a one (1) for sixteen (16) basis;
- (b) after the consolidation, the Company completed the following capital raisings:
 - (i) an issue to Cygnet and/or its nominees of 60,000,000 Shares at an issue price of 0.1 cents each to raise \$60,000;
 - (ii) an issue to Cygnet and/or its nominees of 240,000,000 Options exercisable at 1 cent each on or before 30 April 2013; and
 - (iii) an issue of up to 500,000,000 Shares at an issue price of not less than 0.5 cents each to raise up to \$2,500,000; and
- (c) the board of directors of the Company were removed and replaced by nominees of Cygnet.

In accordance with the proposal, the Company undertook an initial fundraising of \$575,000 which was completed on 12 June 2009.

The Company then proceeded to raise the remaining \$2,000,000 under a prospectus that was announced 19 June 2009. The Company raised \$982,000 of this prior to year end and is accounted for as a liability at 30 June 2009.

The activity of the economic entity during the financial period to which this Report relates was prospecting for opportunities for the sale or licensing of the company's ADAPT™ TV software and intellectual property developed during the development of the Home Media Centre.

In June 2009, the Company entered into deeds of release with the majority of parties who claimed to be part of the "MSO Loan Group". These parties claimed to have loaned moneys to the Company to funds it operations. However, the position taken by the Company (and confirmed the administrators) was that most (if not all) of these funds were compromised under the DOCAs. Notwithstanding this, the Company formed the view that it was prudent to enter into deeds of release so that the business could move forward with a "clean slate".

In addition, in June 2009, the Company entered into a heads of agreement whereby it agreed to licence its Adapt software and related intellectual property (on a non-exclusive basis), transfer the Company's interest in the Hogben patent and make a cash payment of \$70,837 to a third party in return for various releases.

Matters subsequent to the end of the half year ended 30 June 2009

On 17 July 2009, the Company announced that it had successfully completed the capital raising in accordance with the prospectus dated 19 June 2009 raising a total of \$2,000,000. 400,000,000 shares in the Company were issued at that time.

This completed the Proposal and as such the Company received the consent of the Australian Securities Exchange to reinstatement the trading of its shares on 20 July 2009.

On 3 August 2009, the Company announced that it had entered into an agreement to acquire highly prospective gold exploration company, Coventry Resources Limited. Coventry is a gold exploration company that has rights to a highly prospective gold project (Ardeen Project) located in Ontario, Canada.

**MOBILESOFT LIMITED ABN: 33 082 901 362 AND CONTROLLED ENTITIES
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009**

| | Note | Consolidated Group | | Parent Entity | |
|---|------|--------------------|-------------|---------------|--------------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | \$ | \$ | \$ | \$ |
| Revenue | 2 | - | 245,100 | - | 245,100 |
| Other income | 2 | 30,827 | 4,212,788 | 30,827 | 4,850,404 |
| Legal expenses | | (51,936) | | (51,936) | - |
| Employee benefits expense | | (20,948) | (509,616) | (20,948) | (509,616) |
| Administration & secretarial expense | | (47,329) | | (47,329) | - |
| Depreciation and amortisation expense | | - | (19,000) | - | (26,000) |
| Impairment expense | | (175,000) | (4,789,000) | (175,000) | (13,315,000) |
| Other expenses | | (91,520) | (892,003) | (91,520) | (892,002) |
| Finance costs | | - | (1,746) | - | (1,746) |
| Profit before income tax | 3 | (355,906) | (1,753,477) | (355,906) | (9,648,860) |
| Income tax expense | | - | - | - | - |
| Profit from continuing operations | | (355,906) | (1,753,477) | (355,906) | (9,648,860) |
| Profit for the year | | (355,906) | (1,753,477) | (355,906) | (9,648,860) |
| Profit attributable to members of the parent entity | | (355,906) | (1,753,477) | (355,906) | (9,648,860) |
| Overall Operations | | | | | |
| Basic earnings per share (cents per share) | 5 | (1.24) | (0.39) | | |
| Diluted earnings per share (cents per share) | 5 | (1.24) | (0.39) | | |

The accompanying notes form part of these financial statements.

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**MOBILESOFT LIMITED ABN: 33 082 901 362 AND CONTROLLED ENTITIES
BALANCE SHEET AS AT 30 JUNE 2009**

| | Note | Consolidated Group | | Parent Entity | |
|----------------------------------|------|--------------------|----------------|------------------|----------------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | \$ | \$ | \$ | \$ |
| ASSETS | | | | | |
| CURRENT ASSETS | | | | | |
| Cash and cash equivalents | 6 | 1,533,577 | 41,201 | 1,533,577 | 41,201 |
| TOTAL CURRENT ASSETS | | 1,533,577 | 41,201 | 1,533,577 | 41,201 |
| NON-CURRENT ASSETS | | | | | |
| Intangible assets | 8 | 325,000 | 500,000 | 325,000 | 500,000 |
| TOTAL NON-CURRENT ASSETS | | 325,000 | 500,000 | 325,000 | 500,000 |
| TOTAL ASSETS | | 1,858,577 | 541,201 | 1,858,577 | 541,201 |
| CURRENT LIABILITIES | | | | | |
| Trade and other payables | 9 | 206,024 | 43,853 | 206,024 | 43,853 |
| Financial liabilities | 10 | 1,176,765 | 239,138 | 1,176,765 | 239,138 |
| Current tax liabilities | 11 | 42,396 | 54,526 | 42,396 | 54,426 |
| Short-term provisions | 12 | 36,774 | 26,160 | 36,774 | 26,160 |
| TOTAL CURRENT LIABILITIES | | 1,461,959 | 363,677 | 1,461,959 | 363,677 |
| TOTAL LIABILITIES | | 1,461,959 | 363,677 | 1,461,959 | 363,677 |
| NET ASSETS | | 396,618 | 177,524 | 396,618 | 177,524 |
| EQUITY | | | | | |
| Issued capital | 13 | 15,204,000 | 14,629,000 | 15,204,000 | 14,629,000 |
| Reserves | 14 | 3,000 | 3,000 | 3,000 | 3,000 |
| Retained earnings | | (14,810,382) | (14,454,476) | (14,810,382) | (14,454,476) |
| TOTAL EQUITY | | 396,618 | 177,524 | 396,618 | 177,524 |

The accompanying notes form part of these financial statements.

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**MOBILESOFT LIMITED ABN: 33 082 901 362 AND CONTROLLED ENTITIES
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2009**

| CONSOLIDATED | Contributed Equity \$ | Accumulated Losses \$ | Reserves \$ | Total \$ |
|---|--|--|----------------------------|-------------------------|
| Balance at 1.7.2007 | 14,216,000 | (12,700,999) | 299,000 | 1,814,001 |
| Loss attributable to members of parent entity | - | (1,753,477) | - | (1,753,477) |
| Total recognised income and expense for the year | - | (1,753,477) | - | (1,753,477) |
| Options expired during the year | - | - | (299,000) | (299,000) |
| Share based payments | - | - | 3,000 | 3,000 |
| Shares issued during the year | 413,000 | - | - | 413,000 |
| Balance at 30.06.08 | 14,629,000 | (14,454,476) | 3,000 | 177,524 |
| Balance at 01.07.08 | 14,629,000 | (14,454,476) | 3,000 | 177,524 |
| Loss attributable to members of parent entity | - | (355,906) | - | (355,906) |
| Total recognised income and expense for the year | - | (355,906) | - | (355,906) |
| Shares issued during the year | 575,000 | - | - | 575,000 |
| Balance at 30.06.09 | 15,204,000 | (14,810,382) | 3,000 | 396,618 |
| PARENT ENTITY | Contributed Equity \$ | Accumulated Losses \$ | Reserves \$ | Total \$ |
| Balance at 1.7.2007 | 14,216,000 | (4,805,616) | 299,000 | 9,709,384 |
| Loss attributable to members of parent entity | - | (9,648,860) | - | (9,648,860) |
| Total recognised income and expense for the year | - | (9,648,860) | - | (9,648,860) |
| Options expired during the year | - | - | (299,000) | (299,000) |
| Share based payments | - | - | 3,000 | 3,000 |
| Shares issued during the year | 413,000 | - | - | 413,000 |
| Balance at 30.06.08 | 14,629,000 | (14,454,476) | 3,000 | 177,524 |
| Balance at 01.07.08 | 14,629,000 | (14,454,476) | 3,000 | 177,524 |
| Loss attributable to members of parent entity | - | (355,906) | - | (355,906) |
| Total recognised income and expense for the year | - | (355,906) | - | (355,906) |
| Shares issued during the year | 575,000 | - | - | 575,000 |
| Balance at 30.06.09 | 15,204,000 | (14,810,382) | 3,000 | 396,618 |

The accompanying notes form part of these financial statements.

**MOBILESOFT LIMITED ABN: 33 082 901 362 AND CONTROLLED ENTITIES
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009**

| | Note | Consolidated Group | | Parent Entity | |
|---|------|--------------------|---------------|------------------|---------------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | \$ | \$ | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | |
| Receipts from customers | | - | 1,463,869 | - | 1,463,869 |
| Payments to suppliers and employees | | (65,476) | (524,651) | (65,476) | (498,718) |
| Interest received | | 852 | 17,114 | 852 | 17,114 |
| Finance costs | | - | (1,746) | - | (1,746) |
| Net cash provided by (used in) operating activities | 17 | (64,624) | 954,586 | (64,624) | 980,519 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | |
| Proceeds from sale of investments | | - | 51,956 | - | 51,956 |
| Purchase of property, plant and equipment | | - | - | - | (25,354) |
| Net cash provided by (used in) investing activities | | - | 51,956 | - | 26,602 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | |
| Proceeds from issue of shares | | 575,000 | 413,312 | 575,000 | 413,312 |
| Proceeds from borrowings | | 982,000 | - | 982,000 | - |
| Repayment of borrowings | | - | (1,395,337) | - | (1,395,337) |
| Net cash provided by (used in) financing activities | | 1,557,000 | (982,025) | 1,557,000 | (982,025) |
| Net increase in cash held | | 1,492,376 | 24,517 | 1,492,376 | 25,096 |
| Cash at beginning of financial year | 6 | 41,201 | 16,684 | 41,201 | 16,105 |
| Cash at end of financial year | 6 | 1,533,577 | 41,201 | 1,533,577 | 41,201 |

The accompanying notes form part of these financial statements.

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NOTE 1: BASIS OF PREPARATION

The Appendix 4E does not include notes of the type normally included in an annual financial report and should be read in conjunction with the 30 June 2009 annual financial report which will be completed soon and any public announcements by Computronics Holdings Limited during the year in accordance with continuous disclosure obligations arising under the Corporations Act 2001.

The accounting policies set out below have been consistently applied to all years presented.

The financial report is prepared on the historical cost basis except that the following assets and liabilities are stated at their fair value: derivative financial instruments, financial instruments held for trading, and financial instruments classified as available-for-sale.

NOTE 2: REVENUE

| | Note Consolidated Group | | Parent Entity | |
|--|--------------------------------|------------------|----------------------|------------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Revenue | | | | |
| — Sale of IT Hardware | - | 200,000 | - | 200,000 |
| — Interest received from banks | 852 | 17,114 | 852 | 17,114 |
| — Software licencing, maintenance and services | - | 45,100 | - | 45,100 |
| — Other (including DOCA gains) | 29,975 | 4,195,674 | 29,975 | 4,833,290 |
| Total Revenue | 30,827 | 4,457,888 | 30,827 | 5,095,504 |

NOTE 3: PROFIT FOR THE YEAR

| | Consolidated Group | | Parent Entity | |
|--|---------------------------|--------------|----------------------|--------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| a. Expenses | | | | |
| Cost of sales | - | 58,639 | - | 58,639 |
| Finance costs: | | | | |
| — external | - | 1,746 | - | 1,746 |
| Total finance costs | - | 1,746 | - | 1,746 |
| Impairment of non-current investments | 175,000 | 4,789,000 | 175,000 | 13,315,000 |
| Rental expense on operating leases; operating payments | 4,545 | 58,355 | 4,545 | 58,355 |

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NOTE 4: AUDITORS' REMUNERATION

| | Consolidated Group | | Parent Entity | |
|---|--------------------|--------|---------------|--------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Remuneration of the auditor of the parent entity for: | | | | |
| — auditing or reviewing the financial report | 10,500 | 50,000 | 10,500 | 50,000 |
| — taxation services | - | - | - | - |
| — other assurance services | - | - | - | - |

The current auditors were appointed in January 2008 and a fee accrual of \$25,000 was made at 30 June 2008. For the audit of the half-year ended 31 December 2007 and the audit of the year ended 30 June 2007, a fee of \$25,000 was paid.

NOTE 5: EARNINGS PER SHARE

| | Consolidated Group | |
|--|--------------------|-------------|
| | 2009 | 2008 |
| | \$ | \$ |
| a. Reconciliation of earnings to profit or loss | | |
| Profit | (355,906) | (1,753,477) |
| Earnings used to calculate basic EPS | (355,906) | (1,753,477) |
| Earnings used in the calculation of dilutive EPS | (355,906) | (1,753,477) |
| b. Reconciliation of earnings to profit or loss from continuing operations | | |
| Profit from continuing operations | (355,906) | (1,753,477) |
| Earnings used to calculate basic EPS from continuing operations | (355,906) | (1,753,477) |
| Earnings used in the calculation of dilutive EPS from continuing operations | (355,906) | (1,753,477) |
| | No. | No. |
| d. Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS | 28,608,885 | 449,950,022 |
| e. Diluted earnings per share is not reflected for discontinuing operations as the result is anti-dilutive in nature | | |

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NOTE 6: CASH AND CASH EQUIVALENTS

| | Consolidated Group | | Parent Entity | |
|--------------------------|--------------------|---------------|------------------|---------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Cash at bank and in hand | 1,533,577 | 41,201 | 1,533,577 | 41,201 |
| | <u>1,533,577</u> | <u>41,201</u> | <u>1,533,577</u> | <u>41,201</u> |

The above figures are as shown in the statement of cash flows.

NOTE 7: CONTROLLED ENTITIES

a. **Controlled Entities Consolidated**

| | Country of Incorporation | Percentage Owned (%)* | |
|-------------------------------------|--------------------------|-----------------------|------|
| | | 2009 | 2008 |
| Parent Entity: | | | |
| Mobilesoft Limited | Australia | 100 | 100 |
| Subsidiaries of Mobilesoft Limited: | | | |
| Mobilesoft (Aust) Pty Ltd | Australia | 100 | 100 |

* Percentage of voting power is in proportion to ownership

NOTE 8: INTANGIBLE ASSETS

| | Consolidated Group | | Parent Entity | |
|--------------------------|--------------------|------------------|------------------|------------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Goodwill | | | | |
| Cost | 3,060,000 | 3,060,000 | 3,060,000 | - |
| Development costs | | | | |
| Cost | 2,229,000 | 2,229,000 | 2,229,000 | 2,229,000 |
| Total intangibles cost | <u>5,289,000</u> | <u>5,289,000</u> | <u>5,289,000</u> | <u>2,229,000</u> |
| Less impairment | 4,964,000 | 4,789,000 | 4,964,000 | 1,729,000 |
| Net carrying value | <u>325,000</u> | <u>500,000</u> | <u>325,000</u> | <u>500,000</u> |

| | Goodwill | Development Costs |
|------------------------------------|-------------|-------------------|
| | \$ | \$ |
| Consolidated Group: | | |
| Year ended 30 June 2008 | | |
| Balance at the beginning of period | 3,060,000 | 2,229,000 |
| Additions | - | - |
| Impairment | (3,060,000) | (1,729,000) |
| Closing value at 30 June 2009 | <u>-</u> | <u>500,000</u> |

| | Goodwill | Development Costs |
|------------------------------------|----------|----------------------|
| Consolidated Group: | \$ | \$ |
| Year ended 30 June 2009 | | |
| Balance at the beginning of period | - | 500,000 |
| Additions | - | - |
| Impairment | - | (175,000) |
| Closing value at 30 June 2009 | - | 325,000 |

Intangible assets, other than goodwill, have finite useful lives.

Goodwill has an infinite life.

NOTE 9: TRADE AND OTHER PAYABLES

| | Consolidated Group | | Parent Entity | |
|-----------------|--------------------|--------|---------------|--------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| CURRENT | | | | |
| Trade payables | 206,024 | 43,853 | 206,024 | 43,853 |
| Other creditors | | - | | - |
| | 206,024 | 43,853 | 206,024 | 43,853 |

NOTE 10: FINANCIAL LIABILITIES

| | Consolidated Group | | Parent Entity | |
|-----------------------|--------------------|---------|---------------|---------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| CURRENT | | | | |
| Secured liabilities | - | - | - | - |
| Unsecured liabilities | 1,176,765 | 239,138 | 1,176,765 | 239,138 |
| | 1,176,765 | 239,138 | 1,176,765 | 239,138 |

NOTE 11: TAX

| | Consolidated Group | | Parent Entity | |
|----------------|--------------------|--------|---------------|--------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| CURRENT | | | | |
| ATO payable | 42,396 | 54,526 | 42,396 | 54,526 |
| | 42,396 | 54,526 | 42,396 | 54,526 |

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NOTE 12: PROVISIONS

Consolidated Group

| | Short-term Employee Benefits | Long-term Employee Benefits | Total |
|--------------------------------|---|--|--------------|
| | \$ | \$ | \$ |
| Opening balance at 1 July 2007 | 224,160 | 118,000 | 342,160 |
| Net amounts used | (198,000) | (118,000) | (316,000) |
| Balance at 30 June 2008 | 26,160 | - | 26,160 |
| Opening balance at 1 July 2008 | 26,160 | - | 26,160 |
| Net amounts used | - | - | - |
| Additional provisions | 10,614 | - | 10,614 |
| Balance at 30 June 2009 | 36,774 | - | 36,774 |

Parent Entity

| | Short-term Employee Benefits | Long-term Employee Benefits | Total |
|--------------------------------|---|--|--------------|
| | \$ | \$ | \$ |
| Opening balance at 1 July 2007 | - | - | - |
| Net amounts used | (10,160) | - | (10,160) |
| Additional provisions | 36,000 | - | 36,000 |
| Balance at 30 June 2008 | 26,160 | - | 26,160 |
| Opening balance at 1 July 2008 | 26,160 | - | 26,160 |
| Net amounts used | - | - | - |
| Additional provisions | 10,614 | - | 10,614 |
| Balance at 30 June 2009 | 36,774 | - | 36,774 |

Analysis of Total Provisions

| | Consolidated Group | | Parent Entity | |
|-------------|-------------------------------|-------------|----------------------|-------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Current | 36,774 | 26,160 | 36,774 | 26,160 |
| Non-current | - | - | - | - |
| | 36,774 | 26,160 | 36,774 | 26,160 |

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NOTE 13: ISSUED CAPITAL

| | Consolidated Group | | Parent Entity | |
|----------------------------|--------------------|------------|---------------|------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Fully paid ordinary shares | 15,204,000 | 14,629,000 | 15,204,000 | 14,629,000 |

| | Consolidated Group | | Parent Entity | |
|---|--------------------|-------------|---------------|-------------|
| | 2009 | 2008 | 2008 | 2008 |
| | No. | No. | No. | No. |
| a. Ordinary shares | | | | |
| At the beginning of reporting period | 329,130,387 | 313,697,054 | 329,130,387 | 313,697,054 |
| Consolidation of existing share capital on 1:16 basis | (308,559,858) | - | (308,559,858) | - |
| Shares issued during the period | | - | | |
| — 14 August 2007 | - | 5,000,000 | - | 5,000,000 |
| — 16 August 2007 | - | 10,433,333 | - | 10,433,333 |
| — 12 June 2009 | 163,000,000 | - | 163,000,000 | - |
| At reporting date | 183,570,529 | 329,130,387 | 183,570,529 | 329,130,387 |

On 14 August 2007 the Company issued 5,000,000 ordinary shares at \$0.02 to raise \$100,000.

On 16 August 2007 the Company issued 10,433,333 ordinary shares at \$0.03 to raise \$313,000.

On 12 June 2009 the Company issued 60,000,000 ordinary shares at \$0.001 to raise \$60,000.

On 12 June 2009 the Company issued 103,000,000 ordinary shares at \$0.005 to raise \$515,000.

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At the shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

NOTE 14: RESERVES

Option Reserve

The option reserve records items recognised as expenses on valuation of share options.

Options are valued using the Black-Scholes/Merton model.

NOTE 15: CAPITAL AND LEASING COMMITMENTS

Subsequent to the appointment of administrators on 21st August 2007 the premises in Neutral Bay and Melbourne were abandoned. There are no Operating or Finance leases.

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NOTE 16: SEGMENT REPORTING

Primary Reporting — Business Segments

| | Sales of IT Hardware | | Software licensing, service and support | | DOCA (Deed of Company Arrangement) & Other | |
|---|----------------------|------------|---|-------------|--|------------|
| | 2009 \$ | 2008 \$ | 2009 \$ | 2008 \$ | 2009 \$ | 2008 \$ |
| REVENUE | | | | | | |
| External sales | - | 200,000 | - | 45,100 | - | 4,195,674 |
| Other segments | - | - | - | - | - | - |
| Total sales revenue | - | 200,000 | - | 45,100 | 2,975 | 4,195,674 |
| Unallocated revenue | - | - | - | - | - | - |
| Total revenue | - | 200,000 | - | 45,100 | 2,975 | 4,195,674 |
| RESULT | | | | | | |
| Segment result | - | - | - | (4,819,265) | (356,758) | 3,048,674 |
| Profit before income tax | - | - | - | (4,819,265) | (356,758) | 3,048,674 |
| Income tax expense | - | - | - | - | - | - |
| Profit after income tax | - | - | - | (4,819,265) | (356,758) | 3,048,674 |
| ASSETS | | | | | | |
| Segment assets | - | - | 325,000 | 500,000 | - | - |
| Total assets | - | - | 325,000 | 500,000 | - | - |
| LIABILITIES | | | | | | |
| Segment liabilities | - | - | 479,959 | 363,677 | - | - |
| Total liabilities | - | - | 479,959 | 363,677 | - | - |
| OTHER | | | | | | |
| Acquisitions of non-current segment assets | - | - | - | - | - | - |
| Depreciation and amortisation of segment assets | - | - | - | 19,000 | - | - |
| Other non-cash segment expenses | - | - | - | 19,000 | - | - |

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NOTE 16: SEGMENT REPORTING

Accounting Policies

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Segment assets include all assets used by a segment and consist principally of cash, receivables, inventories, intangibles and property, plant and equipment, net of allowances and accumulated depreciation and amortisation. While most such assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment liabilities consist principally of payables, employee benefits, accrued expenses, provisions and borrowings. Segment assets and liabilities do not include deferred income taxes.

Business and Geographical Segments

a) Business segments

The consolidated group has the following three business segments:

- Sale of IT Hardware
- Software development, licensing, service and support:
Includes the development and deployment of pervasive computing solutions and associated provision of software and hardware maintenance, call centre, and help desk facilities.
- Deed of Company Arrangement and Other

b) Geographical segments

The consolidated group's business segments are located in Australia.

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NOTE 17: CASH FLOW INFORMATION

| | Consolidated Group | | Parent Entity | |
|--|--------------------|-------------|---------------|-------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Reconciliation of Cash Flow from Operations with Profit after Income Tax | | | | |
| Profit after income tax | (355,906) | (1,753,477) | (355,906) | (9,648,860) |
| Non-cash flows in profit | | | | |
| Depreciation | - | 19,000 | - | 26,000 |
| Net loss on disposal of property, plant and equipment | - | 42,394 | - | - |
| Impairment | 175,000 | 4,789,000 | 175,000 | 11,107,000 |
| Gain on loan group settlement | (44,373) | - | (44,373) | - |
| Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries | | | | |
| (Increase)/decrease in trade and term receivables | - | 317,539 | - | - |
| Increase/(decrease) in unearned income | - | (324,103) | - | (95,000) |
| (Increase)/decrease in inventories | - | 433,284 | - | - |
| (Increase)/decrease in other assets | - | 160,520 | - | 14,161 |
| Increase/(decrease) in trade payables and accruals | 162,171 | (2,172,852) | 162,171 | (177,393) |
| Share based payments reserve | - | (295,489) | - | (295,489) |
| Increase/(decrease) in current tax liabilities | (12,130) | 54,526 | (12,130) | 23,940 |
| Increase/(decrease) in short term provisions | 10,614 | (315,756) | 10,614 | 26,160 |
| Cash flow from operations | (64,624) | 954,586 | (64,624) | 980,519 |

NOTE 18: EVENTS AFTER THE BALANCE SHEET DATE 30 JUNE 2009

On 17 July the Company announced that it had successfully completed the capital raising in accordance with the prospectus dated 19 June 2009 raising a total of \$2,000,000. 400,000,000 shares in the Company were issued at that time.

This completed the Proposal and as such the Company received the consent of the Australian Securities Exchange to reinstatement the trading of its shares on 20 July 2009.

On 3 August the Company announced that it had entered into an agreement to acquire highly prospective gold exploration company, Conventry Resources Limited. Conventry is a gold exploration company that has rights to a highly prospective gold project (Ardeen Project) located in Ontario, Canada.

Compliance statement

1. This Appendix 4E has been prepared in accordance with Australian Accounting Standards, including Urgent Issues Group Consensus views, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.
2. This Appendix 4E, and the accounts upon which the report is based (if separate), use the same accounting policies.
3. This Appendix 4E gives a true and fair view of the matters disclosed.
4. This Appendix 4E is based on accounts which have not yet been audited, no audit report is attached.
5. The 30 June 2009 accounts have been prepared on a going concern basis. The Company expects an unqualified audit opinion.



Sign here: Date: 31/08/2009
Director

Print name: Faldi Ismail

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