

# SUNVEST CORPORATION LIMITED

A.B.N. 77 008 132 036  
and its controlled entity

## APPENDIX 4D

### Half-Year ended 31 December 2016

This Appendix 4D is provided to ASX in accordance with Listing Rule 4.2A

#### Results for announcement to the market

	December 2016 \$	December 2015 \$
Revenue from ordinary activities	10,309	513,552
(Loss)/profit from ordinary activities after tax attributable to members	(532,266)	238,316
(Loss)/profit attributable to members	(532,266)	238,316
Dividends – no dividend has been paid and it is not proposed to pay or declare a dividend at this time (2015– nil)		
Net tangible asset backing per share is \$0.51 after tax (June 2016 – \$0.56 , Dec 2015 - \$0.30)		
Earnings per share is (0.04) cents loss per share (December 2015 – 4.22 cents profit per share)		

#### Commentary on results:

Dollar figures in this Appendix 4D are in whole dollars – i.e. not rounded to \$'000.

There were 12 sales of shares and no purchases of shares during the half-year to 31 December 2016 (December 2015 – nil sales and nil purchases).

Sales of shares resulted in net proceeds of \$3,458,932.

Major revenue and expense items during the half year were:

	December 2016 \$	December 2015 \$
Dividends received	-	236,070
Impairment of financial assets	(58,331)	-
Realised (losses) on financial assets	(224,186)	-
Unrealised (losses)/gains on financial assets	(151,304)	269,281
Management fees paid to directors	(51,500)	(44,000)

Further details of the Company's operations during the December 2016 half-year and the state of affairs at 31 December 2016 are contained in the accompanying reports and financial statements which form part of this Appendix 4D.

This Appendix 4D and the accompanying reports and financial statements are based on accounts which have been reviewed by the auditor.

Attached are the auditor's independence declaration and the audit review report.

For and on behalf of the directors of Sunvest Corporation Limited



Bruce David Burrell  
Director

Dated at Sydney this 3rd day of February 2017

**SUNVEST CORPORATION LIMITED**  
AND ITS CONTROLLED ENTITY  
A.B.N 77 008 132 036

Interim financial report

6 months ended 31 December 2016

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# SUNVEST CORPORATION LIMITED AND ITS CONTROLLED ENTITY

## DIRECTORS' REPORT

Your directors present their report on the Company and its controlled entity ("the consolidated entity "or "Group") for the half-year ended 31 December 2016.

### Directors

The following persons were directors of Sunvest Corporation Limited during the half-year and up to the date of this report:

Bruce Rowan  
Carole Rowan  
Bruce Burrell

### Review and results of operations

The Group's net loss after tax was \$532,266 for the December 2016 half-year compared to a profit after tax of \$238,616 for the December 2015 half-year.

Major revenue and expense items during the half-year were as follows:

	December 2016	December 2015
	\$	\$
Dividends received	-	236,070
Impairment of financial assets	(58,331)	-
Realised (losses) on financial assets	(224,186)	-
Unrealised (losses)/gains on financial assets	(151,304)	269,281
Management fees paid to directors	(51,500)	(44,000)

The directors reviewed the Group's investment portfolio at 31 December 2016 and at the date of this report and concluded that impairment write downs of \$58,331 were required at balance date. The impairments were in respect to UK listed investments. (December 2015 - \$nil)

The fair value of the Group share portfolio at 31 December 2016 was \$3,452,699 which compares to the June 2016 fair value of \$7,345,452 and the December 2015 fair value of \$8,005,239.

Movements in the Group share portfolio are set out in note 5.

There were no purchases of shares during the December 2016 half-year. (December 2015 - nil).

There were 12 sales of shares during the December 2016 half-year resulting in gross proceeds of \$3,458,932 (December 2015 - \$nil).

The directors believe that the Group's investment portfolio is satisfactory with an appropriate spread of investments in companies operating in different industries and in different geographical locations.

### Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* accompanies this report.

Signed in accordance with a resolution of the directors.



Bruce David Burrell  
Director  
Dated this 3rd day of February 2017

**SUNVEST CORPORATION LIMITED**  
**ABN 77 008 132 036**

**AUDITOR'S INDEPENDENCE DECLARATION**  
**UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**  
**TO THE DIRECTORS OF SUNVEST CORPORATION LIMITED**

**SYDNEY**

Level 40  
2 Park Street  
Sydney NSW 2000  
Australia

GPO Box 3555  
Sydney NSW 2001

Ph: (612) 9263 2600  
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I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2016 there have been no contraventions of:

- i. the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- ii. any applicable code of professional conduct in relation to the review.

*Hall Chadwick*

HALL CHADWICK  
Level 40, 2 Park Street  
Sydney NSW 2000

*Graham Webb*

**GRAHAM WEBB**  
**Partner**

Dated: 3 February 2017

**SUNVEST CORPORATION LIMITED**  
**AND ITS CONTROLLED ENTITY**  
**Consolidated Statement of Profit and Loss and**  
**other Comprehensive Income**  
for the half-year ended 31 December 2016  
**Half-Year**

	Note	31 Dec 2016 \$	31 Dec 2015 \$
<b>Revenues</b>			
Unrealised gains on financial assets		-	269,281
Interest received		10,309	7,960
Dividend received		-	236,070
Other income		-	241
Total revenue and other income		10,309	513,552
<b>Expenses</b>			
Unrealised losses on financial assets		(151,304)	-
Realised losses on financial assets		(224,186)	-
Accountancy fees		(24,000)	(24,000)
Audit fees		(9,400)	(12,870)
Management fees		(51,500)	(44,000)
Impairment expense		(58,331)	-
Interest expense		-	(160,191)
Office rent		-	(2,143)
Stock exchange fees		(13,406)	(16,841)
Other expenses		(16,949)	(14,891)
<b>(Loss)/profit before income tax</b>		<b>(532,266)</b>	<b>238,616</b>
Income tax expense		-	-
<b>(Loss)/profit for the half-year</b>		<b>(532,266)</b>	<b>238,616</b>
<b>Other comprehensive income/ (loss)</b>			
Other comprehensive income net of tax		-	-
<b>Total comprehensive (loss)/income</b>		<b>(532,266)</b>	<b>238,616</b>
		Cents	Cents
Basic (loss)/earnings per share		(0.04) loss	4.22 profit
Diluted (loss)/earnings per share		(0.04) loss	4.22 profit

*The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.*

**SUNVEST CORPORATION LIMITED**  
**AND ITS CONTROLLED ENTITY**  
**Consolidated Statement of Financial Position**  
as at 31 December 2016

	Note	31 Dec 2016 \$	30 June 2016 \$
<b>Current assets</b>			
Cash and cash equivalents		2,732,598	2,365,675
Other receivables		92,978	56,665
Total current assets		2,825,576	2,422,340
<b>Non-current assets</b>			
Financial assets	4	3,452,699	7,345,452
Total non-current assets		3,452,699	7,345,452
<b>Total assets</b>		6,278,275	9,767,792
<b>Current liabilities</b>			
Trade and other payables	5	56,000	2,996,595
Current tax liabilities		-	16,656
Total current liabilities		56,000	3,013,251
<b>Total liabilities</b>		56,000	3,013,251
<b>Net assets</b>		6,222,275	6,754,541
<b>EQUITY</b>			
Contributed equity	6	8,854,966	8,854,966
Accumulated losses		(2,632,691)	(2,100,425)
<b>Total equity</b>		6,222,275	6,754,541

*The above consolidated statement of financial position should be read in conjunction with the accompanying notes.*

**SUNVEST CORPORATION LIMITED**  
AND ITS CONTROLLED ENTITY  
**Consolidated Statement of Changes in Equity**  
for the half-year ended 31 December 2016

	Issued capital	Accumulated losses	Total
	\$	\$	\$
<b>Balance as at 1 July 2016</b>	<b>8,854,966</b>	<b>(2,100,425)</b>	<b>6,754,541</b>
Loss for the period	-	(532,266)	(532,266)
<b>Balance as at 31 December 2016</b>	<b>8,854,966</b>	<b>(2,632,691)</b>	<b>6,222,275</b>
<b>Balance as at 1 July 2015</b>	<b>8,854,966</b>	<b>(5,245,524)</b>	<b>3,609,442</b>
Profit for the period	-	238,616	238,616
<b>Balance as at 31 December 2015</b>	<b>8,854,966</b>	<b>(5,006,908)</b>	<b>3,848,058</b>

*The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.*

**SUNVEST CORPORATION LIMITED**  
**AND ITS CONTROLLED ENTITY**  
**Consolidated Statement of Cash Flows**

for the half-year ended 31 December 2016

	Half-year	
	31 Dec 2016 \$	31 Dec 2015 \$
<b>Cash flows from operating activities</b>		
Dividend received	-	236,070
Interest received	10,309	7,960
Payments to suppliers and employees	(108,817)	(55,208)
Income tax paid	(16,656)	-
<b>Net cash (outflow)/inflow from operating activities</b>	<b>(115,164)</b>	<b>188,822</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of shares	3,458,932	-
<b>Net cash inflow from investing activities</b>	<b>3,458,932</b>	-
<b>Cash flows from financing activities</b>		
Repayment of amounts payable to directors	(2,976,845)	-
<b>Net cash outflows from investing activities</b>	<b>(2,976,845)</b>	-
<b>Net increase in cash and cash equivalents</b>	<b>366,923</b>	<b>188,822</b>
Cash and cash equivalents at the beginning of the half-year	2,365,675	2,703,901
<b>Cash and cash equivalents at end of the half-year</b>	<b>2,732,598</b>	<b>2,892,723</b>

*The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.*

**SUNVEST CORPORATION LIMITED**  
**AND ITS CONTROLLED ENTITY**  
**Notes to the Financial Statements**  
for the half-year ended 31 December 2016

**1 Basis of preparation of half-year report**

These general purpose interim financial statements for the half-year reporting period ended 31 December 2016 have been prepared in accordance with the Corporations Act 2001 and Accounting Standard AASB 134: Interim Financial Reporting.

The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the last financial statements of Sunvest Corporation Limited and its controlled entity (referred to as the “consolidated group” or “Group”). As such it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this report is to be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2016 together with any public announcements made during the following half-year.

The interim financial statements were authorised for issue on 3<sup>rd</sup> February 2017.

**2 Accounting Policies**

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

The Group has considered the implications of new or amended Accounting Standards but determined that their application to the financial statements is either not relevant or not material.

**SUNVEST CORPORATION LIMITED**  
AND ITS CONTROLLED ENTITY  
**Notes to the Financial Statements**  
for the half-year ended 31 December 2016

**3 Segment information**

The Group predominantly operates in one business segment. Its principal activities comprise investing in listed equities and other securities in Australia, United Kingdom and Canada.

The geographic segment distribution is set out below:

	<b>Australia</b>	<b>United Kingdom</b>	<b>Canada</b>	<b>Consolidated</b>
<b>Half year ended December 2016</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Total segment revenue	10,309	-	-	10,309
Segment result	(335,727)	(179,293)	(17,246)	(532,266)
Loss before income tax				(532,266)
Current assets	2,825,576	-	-	2,825,576
Non-current assets	381,662	2,968,381	102,656	3,452,699
Total liabilities	56,000	-	-	56,000
<b>Half year ended December 2015</b>				
Total segment revenue	330,797	176,980	5,775	513,552
Segment result	55,861	176,980	5,775	238,616
Profit before income tax				238,616
Current assets	2,947,474	-	-	2,947,474
Non-current assets	635,898	7,333,312	36,029	8,005,239
Total liabilities	2,832,883	4,271,772	-	7,104,655

**SUNVEST CORPORATION LIMITED**  
AND ITS CONTROLLED ENTITY  
**Notes to the Financial Statements**  
for the half-year ended 31 December 2016

	<b>31 Dec 2016 \$</b>	<b>30 June 2015 \$</b>
<b>4 Financial assets</b>		
At the beginning of the period	<b>7,345,452</b>	<b>7,735,958</b>
Disposals	(3,458,932)	(3,801,559)
Realised (losses)/gains on sale of financial assets	(224,186)	874,784
Unrealised (losses)/gains on financial assets	(151,304)	2,763,874
Impairment	(58,331)	(227,605)
<b>At the end of the period</b>	<b>3,452,699</b>	<b>7,345,452</b>
<b>5 Trade and other payables</b>		
Trade payables	12,000	19,750
Other payables	44,000	2,976,845
	<b>56,000</b>	<b>2,996,595</b>

**SUNVEST CORPORATION LIMITED**  
**AND ITS CONTROLLED ENTITY**  
**Notes to the Financial Statements**  
for the half-year ended 31 December 2016

		<b>31 Dec 2016 \$</b>	<b>30 June 2015 \$</b>
<b>6</b>	<b>Contributed equity</b>		
	<b>Share capital</b>		
	12,159,024 ordinary shares fully paid (June 2016: 12,159,024)	8,854,966	8,854,966

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There was no movement in contributed equity during the half-year

**7           Contingent liabilities**

The directors are not aware of any contingent liabilities which have arisen during the half-year or of any contingent liabilities outstanding at the end of the half-year.

**8           Subsequent events**

The directors are not aware of any matter or circumstance which has arisen since 31 December 2016 that has significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity in future financial years.

**9           Related party transactions**

During the half-year the Company sold shares, which had been fully impaired to Starlight Holdings Limited a company in which Bruce Burrell is a director and major shareholder for a consideration of \$4,192, which was received by the Company in December 2016.

During the half-year the Company repaid amounts payable totaling \$2,976,845 to Bruce Rowan.

# SUNVEST CORPORATION LIMITED

AND ITS CONTROLLED ENTITY  
**Directors' Declaration**  
for the half-year ended 31 December 2016

In accordance with a resolution of the directors of Sunvest Corporation Limited, the directors of the Company declare that:

1. The financial statements and notes, as set out on pages 5 to 12 are in accordance with the *Corporations Act 2001*, including:
  - a. Complying with Accounting Standard AASB 134: *Interim Financial Reporting*; and
  - b. Give a true and fair view of the consolidated entity's financial position as at 31 December 2016 and of its performance for the half-year ended on that date.
  
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.



Bruce David Burrell  
Director

Dated this 3rd day of February 2017

**SUNVEST CORPORATION LIMITED  
ABN 77 008 132 036****INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF  
SUNVEST CORPORATION LIMITED****SYDNEY**Level 40  
2 Park Street  
Sydney NSW 2000  
AustraliaGPO Box 3555  
Sydney NSW 2001Ph: (612) 9263 2600  
Fx: (612) 9263 2800**Report on the Half-year Financial Report**

We have reviewed the accompanying half-year financial report of Sunvest Corporation Limited, which comprises the statement of financial position as at 31 December 2016, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

**Directors' Responsibility for the Half-Year Financial Report**

The directors of Sunvest Corporation Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of Sunvest Corporation Limited's financial position as at 31 December 2016 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Sunvest Corporation Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Independence**

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

A member of AGN  
International Ltd, a  
worldwide association  
of separate and  
independent  
accounting  
and consulting firms

**SUNVEST CORPORATION LIMITED**  
**ABN 77 008 132 036**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF  
SUNVEST CORPORATION LIMITED**

**Conclusion**

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Sunvest Corporation Limited is not in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of Sunvest Corporation Limited's financial position as at 31 December 2016 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

*N M Chadwick*

HALL CHADWICK  
Level 40, 2 Park Street  
Sydney NSW 2000

*G Webb*

**GRAHAM WEBB**

**Partner**

Dated: 3 February 2017