

# Appendix 4E

## Preliminary final report

The following information is given to the Australian Stock Exchange (ASX) under ASX listing rule 4.3A.

Name of entity

**AUTHORISED INVESTMENT FUND LIMITED**  
**ABN 51 068 793 322**

Reporting period: **Financial year ended 30 June 2018**

Previous corresponding period: Financial year ended 30 June 2017

### Results for announcement to the market

	up/down	\$	% mvmt	to \$
Revenue from ordinary activities	down	(44,467)	100.0%	0
Net loss from ordinary activities after tax attributable to members	down	1,422,436	72.80%	(531,411)
Net loss for the period attributable to members	down	1,422,436	72.80%	(531,411)

Dividends	Amount per security	Franked amount per security
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Reporting period:

Final dividend	nil	nil
Interim dividend	nil	nil

Previous corresponding period:

Final dividend	nil	nil
Interim dividend	nil	nil

Record date for determining entitlements to the dividend

Not applicable

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
 FOR THE YEAR ENDED 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b><i>Revenue from continuing operations</i></b>			
Revenue from ordinary activities			
Income	4	-	44,467
		-	<b>44,467</b>
Administration and other expenses		(764,373)	(270,574)
Investment fair value adjustment	5,6	232,962	(1,727,740)
		<b>(531,411)</b>	<b>(1,953,847)</b>
(Loss) before income tax expense			
Income tax (expense)/benefit	7	-	-
Net (loss)		<b>(531,411)</b>	<b>(1,953,847)</b>
Other comprehensive income/(loss) for the year		-	-
Total comprehensive income/(loss) for the year		<b>(531,411)</b>	<b>(1,953,847)</b>
Earnings per share:			
Basic earnings profit(loss) per share (cents per share)	9	(0.226)	(1.32)
Diluted earnings profit(loss) per share (cents per share)	9	(0.226)	(1.32)
There were no discontinued operations during the year.			
Dividends per share		Nil	Nil
Dividends per share		Nil	Nil

**STATEMENT OF FINANCIAL POSITION  
 AS AT 30 JUNE 2018**

	Note	2018 \$	2017 \$
<b>Current Assets</b>			
Cash and cash equivalents	12	103,209	10,211
Other current assets		-	38,709
Prepayments		-	7,012
<b>Total current Assets</b>		<b>103,209</b>	<b>55,932</b>
<b>Non-current Assets</b>			
Financial assets	14	9,129,454	96,492
<b>Total non-current Assets</b>		<b>9,129,454</b>	<b>96,492</b>
<b>Total Assets</b>		<b>9,232,663</b>	<b>152,424</b>
<b>Current Liabilities</b>			
Trade and other payables		347,460	115,809
<b>Total Current Liabilities</b>		<b>374,460</b>	<b>115,809</b>
<b>Non-current Liabilities</b>			
		-	-
<b>Total non-current Liabilities</b>		<b>-</b>	<b>-</b>
<b>Total Liabilities</b>		<b>347,360</b>	<b>115,809</b>
<b>Net Assets</b>		<b>8,885,203</b>	<b>36,615</b>
<b>Equity</b>			
Issued capital	17	20,057,348	10,677,348
Accumulated Losses		(11,172,145)	(10,640,734)
<b>Total Equity</b>		<b>8,885,203</b>	<b>36,615</b>

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2018**

	<b>ISSUED CAPITAL</b>	<b>ACCUMULATED LOSSES</b>	<b>TOTAL</b>
	\$	\$	\$
<b>Balance at 1 July 2016</b>	10,512,348	(8,686,887)	1,825,462
Shares issued during the year	165,000		165,000
Profit/(Loss) for the year		(1,953,847)	(1,953,847)
<b>Balance at 30 June 2017</b>	10,677,348	(10,640,734)	36,615
Shares issued during the year	9,380,000		9,380,000
Profit/(Loss) for the year		(531,411)	(531,411)
<b>Balance at 30 June 2018</b>	20,057,348	(11,172,145)	8,885,203

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**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2018 \$	2017 \$
<b>Cash Flows from Operating Activities</b>			
Cash receipts in the course of operations		-	93,700
Cash payments in the course of operations		92,998	(83,608)
Interest received		-	-
<b>Net cash used in operating activities</b>	18	<u>92,998</u>	<u>10,092</u>
<b>Cash Flows from Investing Activities</b>			
Payments for investments		-	-
<b>Net cash used in investing activities</b>		<u>-</u>	<u>-</u>
<b>Cash Flows from Financing Activities</b>			
Proceeds from issue of shares		-	-
<b>Net cash provided by financing activities</b>		<u>-</u>	<u>-</u>
<b>Net increase/(decrease) in cash</b>		92,998	10,092
Cash at the beginning of the year		<u>10,211</u>	<u>119</u>
<b>Cash at the end of the year</b>	12	<u>103,209</u>	<u>10,211</u>

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## NOTES TO THE PRELIMINARY FINAL REPORT

### 1. Basis of Preparation

This preliminary final report has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E. The accounting policies adopted in the preparation of this report are consistent with those adopted and disclosed in the June 2018 report.

### 2. Revenue

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Interest received	-	-
Other Income	-	44,467
Total Revenue	-	44,467

### 3. Profit/(Loss) from Ordinary Activities

Profit/(Loss) from ordinary activities before related income tax expense has been determined after charging (crediting) the following items:

Rental expense on operating leases	42,300	7,920
Directors' and officer's fee	180,000	165,000
Investment Promotion & Marketing Fees	390,000	
-		

The payments to Directors and officer were the 9,000,000 ordinary shares issued to directors and company secretary at the cost of \$0.02 per shares in lieu of cash payments to directors and secretarial fees for their services. These payments were approved and granted by shareholders in the 2017 AGM on 30th November 2017.

Investment Promotion & Marketing Fees relate to overseas roadshows with prospective buyers and customers. Included in this amount is \$180,000 of costs incurred by a director on the roadshow promotions. This amount includes \$210,000 incurred by a director which was satisfied by an issue of shares.

### 4. Individually Significant Items of Expense

Impairment of investment	232,962	(1,727,740)
Total	232,962	(1,727,740)

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## NOTES TO THE PRELIMINARY FINAL REPORT

### 5. Income Tax Expense

	2018	2017
	\$	\$
The prima facie tax expense (benefit) on the loss from ordinary activities before income tax at PDF (Pooled Development Fund) rate of 25%	(132,853)	(488,462)
<i>Add (less) tax effect of:</i>		
- non-deductible expenses	-	-
- Future income tax benefits not brought to account	191,094	56,527
- Write-back for impairment/valuation of investments	(58,241)	431,935
<b>Income tax expense</b>	-	-

### 6. Net Tangible Assets per Security

	2018 ¢ per share	2017 ¢ per share
Net tangible assets per security	<u>3.78¢</u>	<u>0.02¢</u>

### 7. Earnings per Share

		2018 ¢ per share	2017 ¢ per share
Basic earnings per share	a	(0.226)¢	(1.32)¢
Diluted earnings per share	b	(0.226)¢	(1.32)¢

(a) Basic earnings per share

Earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

	2018 \$	2017 \$
Earnings	<u>(531,411)</u>	<u>(1,953,847)</u>
	Company shares	
	2018 No.	2017 No.
Weighted average number of ordinary shares	<u>234,858,819</u>	<u>147,730,052</u>

## NOTES TO THE PRELIMINARY FINAL REPORT

### 7. Earnings per Share (cont'd)

#### (b) Diluted earnings per share

Earnings and weighted average number of ordinary shares used in the calculation of diluted earnings per share are the same as used in the calculation of diluted earnings per share and are shown in (a) above:

The following potential ordinary shares are not dilutive and are therefore excluded from the weighted average number of ordinary shares and potential ordinary shares used in the calculation of diluted earnings per share:

#### **Options not yet exercised:**

<b>Grant Date</b>	<b>Date of expiry</b>	<b>Exercise Price</b>	<b>No. under option</b>
30 Aug 2016	30 Aug 2018	\$0.03	666,667
27 Feb 2015	30 June 2019	\$0.055	600,000
01 Jan 2018	22 December 2022	\$0.05	9,000,000
<b>Total</b>			<b>10,266,667</b>

### 8. Dividends

#### Dividends paid or proposed are:

No dividends were paid or proposed during the reporting period.

No dividends were paid or proposed during the previous corresponding period.

#### Dividend reinvestment plan:

The Company does not operate a dividend reinvestment plan.

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## NOTES TO THE PRELIMINARY FINAL REPORT

### 9. Details of associates and joint venture entities

Name of associate or joint venture entity:	Reporting entity Percentage holding:		Contribution to net profit from ordinary activities during the period:	
	2018 %	2017 %	2018 \$	2017 \$
Pizzey WIF Pty Ltd	30.0%	30.0%	-	-
			-	-

### 10. Notes to the Statement of Cash Flows

- (a) *Reconciliation of profit from ordinary activities after related income tax to net cash flows from operating activities:*

Reconciliation of Cash Flow from ordinary activities after	\$	\$
<b>related income tax:</b> Profit/(loss) from ordinary activities after related income tax	(397,723)	(1,953,847)
Depreciation of property, plant and equipment Impairment of financial assets	- (366,650)	- 1,727,740
Changes in net assets and liabilities, net of effects from acquisition and disposal of businesses: -(increase)/decrease in valuation of investment	-	-
- (increase) / decrease in other receivables and prepayments	45,721	(26,088)
- - increase / (decrease) in trade and other payables - Share issued in lieu of consulting fees	231,650 - -	97,287 165,000

<b>Net cash from operating activities</b> <b>(487,002)      10,092</b>	<b>2018</b> <b>\$</b>	<b>2017</b> <b>\$</b>
Profit/(loss) from ordinary activities after related income tax	(531,411)	(1,953,847)
Depreciation of property, plant and equipment Impairment of financial assets	- (232,962)	- 1,727,740
Arm's length exchange of agreed value between Authorised Investment Fund Limited and its investee companies	580,000	-
- (increase) / decrease in other receivables and prepayments	45,721	(26,088)
- increase / (decrease) in trade and other payables - Share issued in lieu of consulting fees	231,650 -	97,287 165,000
<b>Net cash from operating activities</b>	<b>92,998</b>	<b>10,092</b>

## NOTES TO THE PRELIMINARY FINAL REPORT

### 11. Commentary on results for the period

Refer to Directors Report

### 12. Contributed equity

During this financial year, the company issued the following ordinary shares:

<b>Ordinary Shares</b>	<b>Number</b>	<b>\$</b>
At the beginning of the financial year	147,127,312	10,677,348
Shares issued during the year	128,333,333	9,380,000
Balance at 30 June 2018	<u>275,460,645</u>	<u>20,057,348</u>

### 13. Events subsequent to balance date

There are no events subsequent to balance date (2017: nil).

**14. Audit**

This report is based on the audited financial report.

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke, positioned above the name of the director.

**D.H.A.Craig**  
**Director**

Dated this 31<sup>st</sup> day of August 2018.

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