

27 February 2019

Australian Stock Exchange
Company Announcements Platform
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Announcement of Results to the Market

The Directors of Chalmers Limited provide Appendix 4D - Half Year Information - 31 December 2018 for release to the market which is presented in the following pages. Commentary on this year's performance can be found in Part B page 1 - under Review of Operations.

No interim dividend has been declared.

Yours faithfully,



Kane Harnden
CFO / Company Secretary
Chalmers Industries Pty Ltd

CHALMERS LIMITED

ABN 34 004 471 032

Appendix 4D - Half year information - 31 December 2018

Lodged with the ASX under Listing Rule 4.2A.

This information should be read in conjunction with the 30 June 2018 Annual Report.

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(All disclosures required by ASX marked by their corresponding ASX item number)

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Total pages following – 18

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2018 and any public announcements made by Chalmers Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

CHALMERS LIMITED**For the half year ended 31 December 2018**

(Previous corresponding period: Half year ended 31 December 2017)

Results for Announcement to the Market

\$'000

2.1 Revenue from ordinary activities	DOWN 3% to \$30,818
2.2 Profit/(loss) from ordinary activities after tax attributable to members	DOWN 227% to (\$2,640)
2.3 Net profit/(loss) for the period attributable to members	DOWN 227% to (\$2,640)

2.4 Dividends/distributions	Amount per security	Franked amount per security
Final dividend (<i>prior year</i>)	Nil cents	Nil cents
Interim dividend	Nil cents	Nil cents

Interim dividend payable: N/A

2.5 Record date for determining entitlements to the interim dividend: N/A**2.6 Explanations of Revenue**

Refer to "Review of Operations" per Directors' Report

2.7 Explanation of Profit/(loss) from ordinary activities after tax

Refer to "Review of Operations" per Directors' Report

2.8 Explanation of Net Profit/(loss)

Refer to "Review of Operations" per Directors' Report

2.9 Explanation of Dividends

Refer to "Review of Operations" per Directors' Report

Part B

CHALMERS LIMITED

Directors' Report

For the half year ended 31 December 2018

Your directors present their report on the consolidated entity consisting of Chalmers Limited and the entities it controlled at the end of, or during, the half year ended 31 December 2018.

Directors

The following persons were directors of Chalmers Limited during the whole of the half year and up to the date on this report.

GD Mulligan	(Executive Chairman)
PT Brannighan	(Deputy Chairman Non-Executive)
GW Chalmers	(Executive)
LA Daglish	(Non-Executive)

Mr JP Carew was a director from the beginning of the financial period until his resignation on 29 August 2018.

Consolidated Results

	2018	Half year	2017
	\$		\$
Profit/(loss) from continuing operations after income tax expense	(2,639,709)		(806,619)

Review of Operations

The operating result after tax for the half year ended December 2018 was a loss of \$2.640M on a revenue figure of \$30.1M.

The loss of \$2.640M is mainly attributable to the performance of both the Melbourne and Brisbane container parks. Both parks are currently experiencing historically record low stock levels and gate moves. The poor financial performance of the container parks has been exacerbated by the climatic drought conditions being experienced across much of Australia, which has required less repaired containers for the agricultural sector. As a result, more containers are being evacuated from Australia for repair overseas meaning less work for the Chalmers container repair business. This is coupled with the effect that direct terminal de-hire of containers is having on the performance of the Chalmers' container parks.

To mitigate the impact of reduced business activity being experienced by the container parks, the Chalmers management group is investigating and actively pursuing alternative strategic options for the utilisation of these assets.

Likewise, the Chalmers Tank Service (CTS) operations also experienced a difficult year. The CTS business is very project dependent. Chalmers has yet to secure commensurate volume to replace the recently completed chemical waste processing project. Chalmers is attempting to re-focus the CTS business away from project work to a waste processing service business model. As a result, Chalmers is forecasting improved volumes for the 2019/20 financial year for its CTS operations.

The remainder of the Queensland operations, Logistics and Transport, are both experiencing growth. While the agricultural sector is experiencing a downturn due to drought conditions, the Queensland business has been able to attract business from the mining sector and timber industries for both export and import work.

The Melbourne Logistics operations is experiencing revenue growth from imported construction material, exported cotton and manufactured goods.

Melbourne transport operations have seen a decline in revenue due to lower exports. Significant effort is being focused on business development activities to aid in the Melbourne business to diversify its client base to reduce its exposure to cyclical fluctuations affecting specific industries.

CHALMERS LIMITED

Directors' Report (continued)

For the half year ended 31 December 2018

Review of Operations (continued)

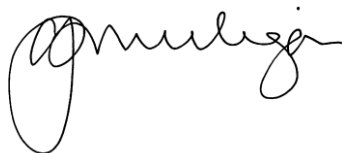
Organisation changes continue in order to strengthen the capabilities of management to ensure the reliable customer service for which Chalmers has a solid reputation. Legacy contracts which were put in place by previous management to the detriment of the business are being terminated.

Continuous improvement of the company's operation progresses with positive results.

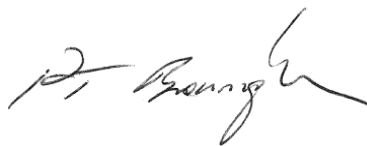
Auditors' Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is attached as part of this report.

Signed at Yarraville this 27th day of February 2019,
in accordance with a resolution of the directors.



.....
G Mulligan
Executive Chairman



.....
P Brannighan
Director

Auditor's Independence Declaration

To the the Directors of Chalmers Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Chalmers Limited for the half-year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been:

- a No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b No contraventions of any applicable code of professional conduct in relation to the review.



Grant Thornton Audit Pty Ltd
Chartered Accountants



B L Taylor
Partner – Audit & Assurance

Melbourne, 27 February 2019

CHALMERS LIMITED

Statement of Profit or Loss and Other Comprehensive Income

For the half year ended 31 December 2018

	Half year	
	2018	2017
	\$	\$
Revenue from continuing operations	30,817,919	31,620,141
Other Income	-	83,610
Employee benefits expense	(12,786,645)	(12,236,782)
Property expense	(5,673,154)	(5,588,710)
Vehicle and equipment expense	(5,414,553)	(4,646,703)
Other expenses	(4,302,923)	(3,813,109)
Subcontractor expense	(2,397,637)	(1,988,241)
Depreciation and amortisation expense	(1,767,423)	(1,710,788)
Material expense	(1,866,747)	(2,612,497)
Finance costs	(204,566)	(186,405)
Impairment losses on financial assets	(31,639)	(22,680)
Net loss on disposal of non-current assets	(102,195)	-
Loss from continuing operations before income tax expense	(3,729,563)	(1,102,164)
Income tax benefit	1,089,854	295,545
Loss for the half year	(2,639,709)	(806,619)
Total comprehensive income for the half year attributable to owners of the parent entity	(2,639,709)	(806,619)
Basic earnings per share (cents per share)	(0.35)	(0.11)
Diluted earnings per share (cents per share)	(0.35)	(0.11)

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

CHALMERS LIMITED

Statement of Financial Position

As at 31 December 2018

	Notes	31 December 2018 \$	30 June 2018 \$
CURRENT ASSETS			
Cash and cash equivalents		1,174,994	2,304,873
Trade and other receivables		10,274,706	12,763,623
Contract assets		154,381	138,171
Inventories		338,754	392,340
Current tax assets		-	363,102
		<u>11,942,835</u>	<u>15,962,109</u>
NON-CURRENT ASSETS			
Property, plant & equipment		34,089,571	35,575,805
Intangible assets		178,906	7,500
Deferred tax assets		1,610,387	519,599
		<u>35,878,864</u>	<u>36,102,904</u>
<u>TOTAL ASSETS</u>		<u>47,821,699</u>	<u>52,065,013</u>
CURRENT LIABILITIES			
Trade and other payables		5,811,467	6,915,635
Borrowings		1,257,402	1,624,513
Provisions		2,796,788	2,844,590
		<u>9,865,657</u>	<u>11,384,738</u>
NON-CURRENT LIABILITIES			
Borrowings		7,122,765	7,256,451
Provisions		493,750	444,588
		<u>7,616,515</u>	<u>7,701,039</u>
<u>TOTAL LIABILITIES</u>		<u>17,482,172</u>	<u>19,085,777</u>
<u>NET ASSETS</u>		<u>30,339,527</u>	<u>32,979,236</u>
EQUITY			
Contributed equity		8,225,847	8,225,847
Retained profits		22,113,680	24,753,389
<u>TOTAL EQUITY</u>		<u>30,339,527</u>	<u>32,979,236</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

CHALMERS LIMITED

Statement of Changes in Equity

For the half year ended 31 December 2018

	<u>Attributable to owners of Chalmers Limited</u>		
	<u>Contributed equity</u>	<u>Retained earnings</u>	<u>Total</u>
	\$	\$	\$
<u>Half Year ended December 2018</u>			
Balance at 1 July 2018	8,225,847	24,753,389	32,979,236
Net loss for the half year	-	(2,639,709)	(2,639,709)
Total comprehensive income for the half year	8,225,847	22,113,680	30,339,527
Transactions with owners in their capacity as owners:			
Dividend provided for or paid	-	-	-
Balance at 31 December 2018	8,225,847	22,113,680	30,339,527
<u>Half Year ended December 2017</u>			
Balance at 1 July 2017	8,225,847	25,593,268	33,819,115
Net loss for the half year	-	(806,619)	(806,619)
Total comprehensive income for the half year	8,225,847	24,786,649	33,012,496
Transactions with owners in their capacity as owners:			
Dividend provided for or paid	-	266,490	266,490
Balance at 31 December 2017	8,225,847	24,520,159	32,746,006

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CHALMERS LIMITED

Statement of Cash Flows

For the half year ended 31 December 2018

	2018 \$	Half-year 2017 \$
<u>Cash flows from operating activities</u>		
Receipts from customers (inc GST)	35,683,692	35,404,197
Payments to suppliers and employees (inc GST)	(35,974,551)	(34,903,458)
	<hr/> (290,859)	<hr/> 500,739
Interest received	58,488	34,306
Finance costs paid	(191,394)	(185,225)
Income taxes recovered/(paid)	343,059	(198,751)
	<hr/> (80,706)	<hr/> 151,069
Net cash inflow/(outflow) from operating activities		
<u>Cash flows from investing activities</u>		
Payments for property, plant and equipment	(428,262)	(373,565)
Proceeds from sale of property, plant and equipment	180,226	307,240
	<hr/> (248,036)	<hr/> (66,325)
Net cash outflow from investing activities		
<u>Cash flows from financing activities</u>		
Repayment of borrowings	(801,137)	(951,323)
Dividends paid	-	(266,490)
	<hr/> (801,137)	<hr/> (1,217,813)
Net cash outflow from financing activities		
Net decrease in cash and cash equivalents	(1,129,879)	(1,133,069)
Cash and cash equivalents at the beginning of the half year	<hr/> 2,304,873	<hr/> 2,974,806
Cash and cash equivalents at the end of the half year	<hr/> <hr/> 1,174,994	<hr/> <hr/> 1,841,737

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

CHALMERS LIMITED

Notes to the Financial Statements

For the half year ended 31 December 2018

1. BASIS OF PREPARATION OF HALF YEAR REPORT

These general purpose financial statements for the interim half year reporting period ended 31 December 2018 have been prepared in accordance with Accounting Standard AASB 134 *“Interim Financial Reporting”* and the Corporations Act 2001.

These interim financial statements do not include all the notes of the type normally included in an annual financial report. Accordingly, these statements are to be read in conjunction with the annual report for the year ended 30 June 2018 and any public announcements made by Chalmers Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the policies stated below.

Amendments to AASBs and the new interpretations that are mandatorily effective for the current year

AASB 15 Revenue from Contracts with Customers

The consolidated entity has adopted AASB 15 from 1 July 2018. The adoption of this standard has had no effect on comparatives. The standard provides a single comprehensive model for revenue recognition. The core principle of the standard is that an entity shall recognise revenue to depict the transfer of promised goods or services to customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The standard introduced a new contract-based revenue recognition model with a measurement approach that is based on an allocation of the transaction price.

Credit risk is presented separately as an expense rather than adjusted against revenue. Contracts with customers are presented in an entity's statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the entity's performance and the customer's payment. Customer acquisition costs and costs to fulfil a contract can, subject to certain criteria, be capitalised as an asset and amortised over the contract period.

There is no effect on Chalmers Limited of this standard.

CHALMERS LIMITED

Notes to the Financial Statements

For the half year ended 31 December 2018

AASB 9 Financial instruments

The consolidated entity has adopted AASB 9 from 1 July 2018. The adoption of the new standard has had no effect on comparatives. The standard replaces all previous versions of AASB 9 and completes the project to replace AASB 139 'Financial Instruments: Recognition and Measurement'.

AASB 9 introduces new classification and measurement models for financial assets.

A financial asset shall be measured at amortised cost, if it is held within a business model whose objective is to hold assets in order to collect contractual cash flows, which arise on specified dates and solely principal and interest. All other financial instrument assets are to be classified and measured at fair value through profit or loss unless the entity makes an irrevocable election on initial recognition to present gains and losses on equity instruments (that are not held-for-trading) in other comprehensive income ('OCI'). There has been no change to the classification of financial assets as a result of the adoption of AASB 9.

For financial liabilities, new impairment requirements will use an 'expected credit loss' ('ECL') model to recognise an allowance. Impairment will be measured under a 12-month ECL method unless the credit risk on a financial instrument has increased significantly since initial recognition in which case the lifetime ECL method is adopted. The Company assesses expected credit loss in a way that reflects an unbiased and probability-weighted amount determined by evaluating a range of possible outcomes, the time value of money, and reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecast of future economic conditions. There has been no change to the carrying value of the allowance for impairment as a result of the transition to the new standard. The standard introduces additional new disclosures which are included below.

For the Company there was no impact on the financial statements from adoption.

Going concern

For the half-year ended 31 December 2018, the Company incurred a net loss after tax of \$2,639,709 (half-year ended 31 December 2017: \$806,619) and had net operating cash outflows of \$80,706 (half-year ended 31 December 2017: net inflows of \$151,069). The cash balance at 31 December 2018 was \$1,174,994 (30 June 2018: \$2,304,873).

The financial report has been prepared on the going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

Notwithstanding these results, the Directors believe that the Company will be able to continue as a going concern and as a result the financial statements have been prepared on a going concern basis. The accounts have been prepared on the assumption that the company is a going concern for the following reasons:

- The board has undertaken a review of the management team and company structure and enacted changes to improve business performance. As part of the reorganisation, an entirely new business and development structure has been put in place which is expected to increase volume and improve the yield on existing and future contracts.;
- Management are actively pursuing strategies that will improve the financial performance of the two verticals that are currently underperforming, the Empty Container Park operations and the Tank Services business.;
- Management expect that as a result of the business reorganisation operating efficiencies will be achieved that will reduce operating costs and as a result, will also benefit operating cash flows.;
- A forecasted cashflow has been prepared for the next twelve months and shows that there will be sufficient funds for the entity to meet its obligations when they fall due; and

This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Company not continue as a going concern.

CHALMERS LIMITED

Notes to the Financial Statements

For the half year ended 31 December 2018

Accounting policies applied from 1 July 2018

The accounting policies and methods of computation applied by the Company in this condensed interim financial report are the same as those applied by the Company in the financial report for the year ended 30 June 2018, except for the following amended policies for the new accounting standards effective for financial years beginning on or after 1 January 2018 outlined above.

Impairment of financial assets

AASB 9's new impairment model uses more forward-looking information to recognize expected credit losses - the 'expected credit losses (ECL) model'. The application of the new impairment model depends on whether there has been a significant increase in credit risk. The Company considers a broader range of information when assessing credit risk and measuring expected credit losses, including past events, current conditions, reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the instrument.

In applying this forward-looking approach, a distinction is made between:

- financial instruments that have not deteriorated significantly in credit quality since initial recognition or that have low credit risk ('Stage 1'); and
- financial instruments that have deteriorated significantly in credit quality since initial recognition and whose credit risk is not low ('Stage 2').

'Stage 3' would cover financial assets that have objective evidence of impairment at the reporting date. '12-month expected credit losses' are recognised for the first category while 'lifetime expected credit losses' are recognised for the second category. Measurement of the expected credit losses is determined by a probability-weighted estimate of credit losses over the expected life of the financial instrument. There has been no change to the carrying value of the allowance for impairment as a result of the transition to the new standard.

Trade and other receivables and contract assets

The Company makes use of a simplified approach in accounting for trade and other receivables as well as contract assets and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Company uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses using a provision matrix.

All financial assets, except for those at fair value through profit or loss (FVPL) and equity investments at fair value through other comprehensive income (equity FVOCI), are subject to review for impairment at least at each reporting date to identify whether there is any objective evidence that a financial asset or a group of financial assets is impaired.

If the Company satisfies a performance obligation before it receives the consideration, the Company recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

Revenue recognition

Revenue was previously recognised when it was probable that work performed would result in revenue; whereas under the new standard, revenue is recognised when it is highly probable that a significant reversal of revenue will not occur.

Transport revenue

The Company derives revenue by providing transport services to customers. The performance obligation is fulfilled once the goods are delivered at the destination. The transaction price is determined and agreed before transport commences and is not variable unless changes are made to the transport route. Payment is received following invoice on normal commercial terms.

Container revenue

The Company derives revenue by providing container storage and handling services to customers. Revenue is earned on the basis of the length of time that the customer stores their goods in the container park. Revenue is recognised in the period that the storage services are provided to customers. The transaction price is determined and agreed before storage or handling commences and is not variable unless changes are made to the arrangements. Payment is received following invoice on normal commercial terms.

CHALMERS LIMITED

Notes to the Financial Statements

For the half year ended 31 December 2018

2. REVENUE

	Half-year	
	2018	2017
	\$	\$
Revenue from continuing operations		
Services	30,759,431	31,585,835
Other revenue		
Interest	58,488	34,306
	<hr/>	<hr/>
	30,817,919	31,620,141
	<hr/>	<hr/>

3. SEGMENT INFORMATION

AASB 8 “*Operating Segments*” requires operating segments to be identified on the basis of internal reports about components of a company that are regularly reviewed by the chief operating decision makers, being the board of Chalmers Limited, in order to allocate resources to, and assess the performance of each segment.

The Group has three reportable segments under AASB 8 as follows:

- (i) *Transport* – this includes activities relating to road transport, predominantly import/export FCL containers and the interface with logistics/warehousing/hubbing services which are recognised at a point in time.
- (ii) *Containers* – this includes activities relating to the empty container park operations concerned with handling, storage, repairs, upgrades, pretrips and so on of empty containers on behalf of shipping and leasing company customers and tank services which are recognised over time.
- (iii) *Administration* – this includes activities relating to administrative overheads not directly related to operational activity. There is no revenue in this segment.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision makers, being the board of Chalmers Limited.

	Transport \$	Containers \$	Administration \$	Total \$
Half-year ended 31 December 2018				
Total segment revenue	22,140,636	8,618,795	-	30,759,431
External revenue	22,140,636	8,618,795	-	30,759,431
Segment results	(12,470)	(1,314,908)	(2,460,673)	(3,788,051)

CHALMERS LIMITED

Notes to the Financial Statements

For the half year ended 31 December 2018

3. SEGMENT INFORMATION (continued)

	Transport	Containers	Administration	Total
	\$	\$	\$	\$
Half-year ended 31 December 2017				
Total segment revenue	20,804,955	10,780,880	-	31,585,835
External revenue	20,804,955	10,780,880	-	31,585,835
Segment results	743,255	512,081	(2,391,808)	(1,136,472)

No information is disclosed for segment assets as no measure of segment assets is regularly provided to the board.

	Half-year	
	2018	2017
	\$	\$
Reconciliation of adjusted segment revenue from continuing operations:		
Total segment revenue	30,759,431	31,585,835
Interest revenue	58,488	34,306
Total revenue from continuing operations	30,817,919	31,620,141

Reconciliation of adjusted segment results to profit from continuing operations before income tax is provided as follows:

	Half-year	
	2018	2017
	\$	\$
Total segment results	(3,788,051)	(1,136,472)
Interest revenue	58,488	34,308
Profit/(loss) from continuing operations before income tax expense	(3,729,563)	(1,102,164)

CHALMERS LIMITED

Notes to the Financial Statements

For the half year ended 31 December 2018

	2018	Half-year 2017
	\$	\$
4. DIVIDENDS		
Ordinary shares		
Dividends provided for or paid during the half year	-	266,490
	<hr/>	<hr/>
Dividends not recognised at the end of the half year		
Since the end of the half year directors have agreed not to pay an interim dividend out of retained profits at 31 December 2018	-	-

5. CONTINGENCIES

Contingent Assets and Liabilities

Since the last annual reporting date, there has been no significant change of any contingent assets or contingent liabilities.

6. EVENTS OCCURRING AFTER THE REPORTING DATE

At the date of this report, there is no matter or circumstance which has arisen since 31 December 2018 that has significantly affected the state of affairs of the consolidated entity.

CHALMERS LIMITED

Directors' Declaration

For the half year ended 31 December 2018

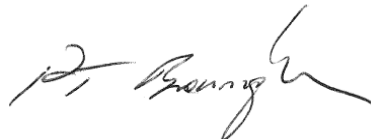
In the directors' opinion:

- (a) the financial statements and notes set out on pages 4 to 13 are in accordance with the Corporations Act 2001, including:
 - (i) complying with Australian Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2018 and of its performance as represented by the results of its operations, changes in equity and its cash flows, for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that Chalmers Limited will be able to pay its debts as and when they become due and payable.

Signed at Yarraville this 27th day of February 2019,
in accordance with a resolution of the Board of Directors.



.....
G Mulligan
Executive Chairman



.....
P Brannighan
Director

Independent Auditor's Review Report

To the Members of Chalmers Limited

Report on the review of the half year financial report

Conclusion

We have reviewed the accompanying half year financial report of Chalmers Limited (the Company), which comprises the consolidated financial statements being the statement of financial position at 31 December 2018, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half year ended on that date, notes comprising a statement or description of accounting policies, other explanatory information and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half year financial report of Chalmers Limited does not give a true and fair view of the financial position of the Company as at 31 December 2018, and of its financial performance and its cash flows for the half year ended on that date, in accordance with the *Corporations Act 2001*, including complying with Accounting Standard AASB 134 *Interim Financial Reporting*.

Material uncertainty related to going concern

We draw attention to Note 1 in the financial statements, which indicates that the Company incurred a net loss after tax of \$2,639,709, had net operating cash outflows of \$80,706 during the period and had a closing cash balance of \$1,174,994 at 31 December 2018. The going concern of the Company is dependent upon it maintaining sufficient funds for its operations and commitments. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Directors' responsibility for the half year financial report

The Directors of Chalmers 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 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.

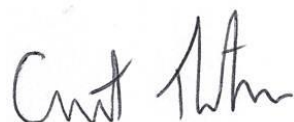
Auditor's responsibility

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 the Company's financial position as at 31 December 2018 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 Chalmers 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*.



Grant Thornton Audit Pty Ltd
Chartered Accountants



B L Taylor
Partner – Audit & Assurance

Melbourne, 27 February 2019

CHALMERS LIMITED

Supplementary Appendix 4D information

Part C

3 NTA Backing

	31 Dec 2018	31 Dec 2017
Net tangible asset backing per ordinary share (Current: 7,614,000 shares – Prior: 7,614,000 shares)	\$3.96	\$4.30

4 Controlled entities acquired or disposed of

Acquired	N/A
Disposed of	N/A

5 Additional dividend/distributions information

Details of dividends/distributions declared or paid during or subsequent to the half-year ended 31 December 2018 are as follows:

Record date	Payment date	Type	Amount per security	Total dividend	Franked amount per security	Foreign sourced dividend amount per security
N/A	N/A	Final	cents	\$Nil	Nil cents	-
N/A	N/A	Interim	Nil cents	\$Nil	Nil cents	-

6 Dividend/distribution reinvestment plans

At 31 December 2018 there was no dividend reinvestment plan in operation for Chalmers Limited.

7 Associates and Joint Venture entities

Name	Ownership interest		Aggregate share of profits/(losses), where material		Contribution to net profit, where material	
	2018 %	2017 %	2018 \$	2017 \$	2018 \$	2017 \$
N/A						

8 Foreign Accounting standards

N/A

9 Audit Alert

N/A

This report is based on ⁺accounts to which one of the following applies.

☐

The ⁺accounts have been audited.



The ⁺accounts have been subject to review.

☐

The ⁺accounts are in the process of being audited or subject to review.

☐

The ⁺accounts have *not* yet been audited or reviewed.

If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, details are described below

N/A

If the accounts have been audited or subject to review and are subject to dispute or qualification, details are described below

N/A



.....
Kane Harnden
CFO / Company Secretary

27th February 2019

By electronic lodgement