

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
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Reporting period: **Financial year ended 30 June 2015**

Previous corresponding period: Financial year ended 30 June 2014

Results for announcement to the market

				\$A'000
Revenues from ordinary activities	down	100%	to	1
Net profit from ordinary activities after tax attributable to members	down	189%	to	(470)
Net profit for the period attributable to members	down	189%	to	(470)

Dividends	Amount per security	Franked amount per security
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	

AUTHORISED INVESTMENT FUND 2015 ANNUAL REPORT

CHAIRMAN'S LETTER

Dear shareholders,

1. Results for financial year ended 30 June 2015

The past financial year has been a challenging year for the Company. The net loss before tax was \$470k, of which \$397k was attributed to a reduction in fair value of two investments. In part, this reversed a gain in fair value of investments recognised in 2013/14 of \$1.3 million.

Consequently, the 2014/15 loss resulted in an EPS of (0.34) cents per share. No dividends were paid during the year.

2. Review of operations and activities

The major investments of the Company are shares held in Endless Solar Corporation Ltd (ESC), Speedpanel Australia Ltd (SPA), and Plumbers Federation Limited (PFL). The key operating activities for the year are highlighted as follows:

- Endless Solar Corporation Ltd (ESC)

AIY's investment in ESC was reduced by \$247k to reflect fair value at 30 June 2015.

Like all other companies operating in the renewal energy sector, ESC has had a very challenging year as it battled the strong headwinds of a regressive Federal Government renewal energy policy, which impacted adversely on sales and profitability. ESC responded to these adverse conditions by restructuring its operations and reducing costs during the year. This exercise has been successful, and ESC is now able to take advantage of opportunities in the renewal energy sector (particularly the solar hot water segment of the market). The company is in the process of forging strategic alliances that are mutually beneficial to both ESC and its partners.

- Speedpanel Australia Ltd (SPA)

AIY was unable to obtain the audited accounts of SPA in time for assessing the fair value of this investment. Consequently, in the absence of such information, the fair value of SPA at 30 June 2015 was left unchanged from its 30 June 2014 valuation. The Company will provide an update to the market when the relevant information is received.

Based on information provided by SPA, it appears that the company has improved its prospects for sales and profitability in the future. A new factory with significantly higher production capacity has been acquired, and it is anticipated that the operations will shift to this new factory sometime in H1 of 2015/16. A successful translation of such higher production capacity into sales can increase the prospects of higher profitability, provided costs are adequately contained.

- Plumbers Federation Limited (PFL)

PFL did not trade in 2014/15. It was previously ETube Finance Ltd. The fair value of PFL was reduced by \$150k at 30 June 2015, to reflect a decrease in its capital base.

PFL is in the process of completing a prospectus, which will be available to the market when completed.

3. Outlook

AIY anticipates that 2015/16 will be another challenging year, as its operating environment in Australia faces higher risks of economic slowdown should economic growth in China also slow.

One bright spot is the continuing acceptance of clean renewal energy by Australian consumers, both in the residential and commercial segments of the market. This is in spite of the current regressive Federal Government policy on renewables. Increasingly, a number of State and Local Governments

have mandated increased use of renewal energy and higher consumption targets of clean energy. Such policy environments are more conducive for our investee companies such as ESC and PFL to operate in going forward.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015	2014
	\$	\$	\$
Revenue from ordinary activities		1,113	1,301,612
Administration and other expenses		(73,623)	(107,091)
Impairment of financial assets		(397,733)	(591,112)
Loss from sale of investment assets		-	(74,827)
Profit(Loss) before income tax expense	3.4	(470,243)	528,582
Income tax (expense) benefit	5	-	-
Net profit/(loss)		(470,243)	528,582
Other comprehensive income/ (loss) for year		-	-
Total comprehensive income/(loss) for the year		(470,243)	528,582
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Earnings per share:			
Basic earnings profit(loss) per share (cents per share)	7	(0.34)	0.38
Diluted earnings profit(loss) per share (cents per share)	7	(0.34)	0.38

**STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2015**

	Note	2015 \$	2014 \$
Current Assets			
Cash and cash equivalents		45,970	141,908
Trade and other receivables		-	-
Other current assets		34,625	15,136
Total current Assets		80,595	157,044
Non-current Assets			
Financial assets		1,925,032	2,322,583
Plant and Equipment		-	-
Total non-current Assets		1,925,032	2,322,583
Total Assets		2,005,627	2,479,627
Current Liabilities			
Trade and other payables		9,979	13,736
Total Current Liabilities		9,979	13,736
Non-current Liabilities		-	-
Total non-current Liabilities		-	-
Total Liabilities		9,979	13,736
Net Assets		1,995,648	2,465,891
Equity			
Issued capital		10,434,348	10,434,348
Accumulated Losses		(8,438,700)	(7,968,457)
Total Equity		1,995,648	2,465,891

**STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 30 JUNE 2015**

	Issued Capital \$	Accumulated Losses \$	Total \$
Balance as at 1 July 2013	10,408,348	(8,497,039)	1,911,309
Shares issued during the year	26,000		26,000
Transaction costs			
Profit(Loss) attributable to members of the parent entity		528,582	528,582
Balance at 30 June 2014	10,434,348	(7,968,457)	2,465,891
Shares issued during the year			
Transaction costs			
Profit(Loss) attributable to members of the parent entity		(470,243)	(470,243)
Balance at 30 June 2015	10,434,348	(8,438,700)	1,995,648

**STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
Cash Flows from Operating Activities			
Cash receipts in the course of operations		-	36,728
Cash payments in the course of operations		(95,776)	(113,624)
Interest received		18	28
Net cash used in operating activities	10 (a)	(95,758)	(76,868)
Cash Flows from Investing Activities			
Payments for investments		(180)	(56,000)
Proceeds from sale of investments		-	268,487
Net cash used in investing activities		(180)	212,487
Cash Flows from Financing Activities			
Proceeds from rights issue		-	-
Proceeds from issue of shares		-	-
Net cash provided by financing activities		-	-
Net increase (decrease) in cash		(95,938)	135,619
Cash at the beginning of the year		141,908	6,289
Cash at the end of the year		45,970	141,908

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 2012 report.

2. Revenue	2015	2014
	\$	\$
Interest received	18	28
Other Income	1,095	-
Rent and administration charged to:		
Other	-	-
Total Revenue	1,113	28

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	13,200	12,000
Increase/<Decrease> in valuation of investment	(397,733)	1,301,584
Loss from sale of investment – Freudenberg Tech P/L	-	(74,827)

4. Individually Significant Items of Expense

Impairment of investment	-	-
Impairment of loan	-	591,112
Total	-	591,112

NOTES TO THE PRELIMINARY FINAL REPORT

5. Income Tax Expense

	2015 \$	2014 \$
The prima facie tax expense (benefit) on the loss from ordinary activities before income tax at PDF (Pooled Development Fund) rate of 25%	(117,561)	132,145
Add (less) tax effect of:		
- non deductible expenses	-	-
- Future income tax benefits not brought to account	18,128	15,632
- Write-back for impairment of investments	99,433	(147,778)
- Write-back for doubtful debts		
Income tax expense	-	-

6. Net Tangible Assets per Security

	2015 ¢ per share	2014 ¢ per share
Net tangible assets per security	<u>1.44¢</u>	<u>1.79¢</u>

7. Earnings per Share

		2015 ¢ per share	2014 ¢ per share
Basic earnings per share	a	(0.34)¢	0.38¢
Diluted earnings per share	b	(0.34)¢	0.38¢

(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:

	2015 \$	2014 \$
Earnings	<u>(470,243)</u>	<u>528,582</u>
	Company shares	
	2015 No.	2014 No.
Weighted average number of ordinary shares	<u>138,664,024</u>	<u>138,427,312</u>

NOTES TO THE PRELIMINARY FINAL REPORT

7. Earnings per Share (cont)

(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:

Number	Exercise Price	Expiry Date
16,000,000	\$0.15	20 May 2016
1,600,000	\$0.055	30 June 2019
17,600,000		

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.

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:	
	2015 %	2014 %	2015 \$	2014 \$
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*

Profit/(loss) from ordinary activities after related income tax	(470,243)	528,582
Provision for impairment of investments	-	591,112
Changes in net assets and liabilities, net of effects from acquisition and disposal of businesses:		
- (increase) / decrease in valuation of investment	397,733	(1,301,584)
- (increase) / decrease in trade and other receivables	(19,490)	35,496
- increase / (decrease) in trade and other payables	(3,757)	(28,937)
- Loss from sale of investment	-	74,827
- Share issue in lieu of payment for consulting fees		23,636
Net cash from operating activities	(95,758)	(76,868)

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:

Ordinary Shares	Number	\$
At the beginning of the financial year	138,427,312	10,434,348
Shares issued during the year in lieu of fees	600,000	-
Balance at 30 June 2015	<u>139,027,312</u>	<u>10,434,348</u>

13. Events subsequent to balance date

Mr. Michael Gordon resigned as director on 14th August 2015.
Mr. Chris Baring-Gould was appointed as director on 14th August 2015.

14. Audit

This report is based on the audited financial report.



D.H.A. Craig
Director

Dated this 31st day of August 2015.
