

Appendix 4E

Full Year Report

30 June 2014

Katana Capital Limited

ACN 116 054 301

Results for announcement to the market

		June 2014	June 2013
Financial Results	Movement	\$	\$
Revenue from ordinary activities ⁽ⁱ⁾	187%	8,306,753	2,894,695
Profit/(loss) from ordinary activities after tax attributable to members	250%	6,232,855	1,780,914
Net profit/(loss) for the period attributable to members	250%	6,232,855	1,780,914

Dividends	Amount per Ordinary Security	Franked amount per security
2014 final dividend ⁽ⁱⁱ⁾	\$0.015	50%
2013 final dividend	\$0.01	100%

Record date for determining entitlements to Final dividend	-
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Net Tangible Asset Backing	June 2014	June 2013
Net tangible asset backing per ordinary security	\$1.02	\$0.88

(i) Includes investment income

(ii) Dividend declared to ASX on 24 July 2014



KATANA CAPITAL LIMITED
PRELIMINARY FINAL REPORT
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2014

	Consolidated	
	For the year ended	
	30 June	30 June
	2014	2013
	\$	\$
Revenue		
Dividends	804,281	1,051,724
Interest	188,704	348,335
Distributions income	77,414	27,313
Investment income	<u>7,236,354</u>	<u>1,467,323</u>
Total net investment income	<u>8,306,753</u>	<u>2,894,695</u>
Expenses		
Fund manager's fees	(445,958)	(428,813)
Legal and professional	(89,852)	(97,891)
Directors' fees and expenses	(176,925)	(167,658)
Administration	(529,529)	(419,419)
Performance fees	<u>(807,655)</u>	<u>-</u>
Total expenses	<u>(2,049,919)</u>	<u>(1,113,781)</u>
Profit before income tax	6,256,834	1,780,914
Income tax expense	<u>(23,979)</u>	<u>-</u>
Profit after income tax	<u>6,232,855</u>	<u>1,780,914</u>
Net profit for the year attributable to members of Katana Capital	<u>6,232,855</u>	<u>1,780,914</u>
Other comprehensive income, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the year attributable to the members of Katana Capital	<u>6,232,855</u>	<u>1,780,914</u>
	Cents	Cents
Earnings per share attributable to the ordinary equity holders of the company:		
Basic and diluted earnings per share	18..02	4.82



KATANA CAPITAL LIMITED
PRELIMINARY FINAL REPORT
CONDENSED BALANCE SHEET
AS AT 30 JUNE 2014

	Consolidated	
	At	
	30 June	30 June
	2014	2013
	\$	\$
ASSETS		
Current assets		
Cash and cash equivalents	5,647,123	4,552,320
Trade and other receivables	1,671,190	794,716
Investments - held for trading	29,043,356	26,008,616
Other assets	34,675	27,712
Total current assets	36,396,344	31,383,364
Non-current assets		
Deferred tax assets	42,526	-
Total assets	36,438,870	31,383,364
LIABILITIES		
Current Liabilities		
Financial liabilities held at fair value through profit or loss	35,123	-
Trade and other payables	1,806,623	355,580
Dividends payable	3,317	3,317
Current tax expense	66,505	-
Total current liabilities	1,911,568	358,897
Non-current liabilities		
Total liabilities	1,911,568	358,897
Net assets	34,527,302	31,024,467
EQUITY		
Issued capital	34,607,708	35,609,199
Option premium reserve	101,100	101,100
Retained earnings/(accumulated losses)	(181,506)	(4,685,832)
Total equity	34,527,302	31,024,467

KATANA CAPITAL LIMITED
PRELIMINARY FINAL REPORT
CONDENSED STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 30 JUNE 2014

	Consolidated	
	30 June	30 June
	2014	2013
	\$	\$
Cash flows from operating activities		
Proceeds on sale of financial assets	97,846,071	47,299,686
Payments for purchases of financial assets	(93,790,651)	(49,043,281)
Payments to suppliers and employees	(1,238,145)	(1,111,154)
Interest received	208,295	340,029
Dividends received	787,023	1,032,726
Other revenue	9,303	6,157
Tax received/(paid)	2,927	(6,307)
Net inflow/(outflow) from operating activities	3,824,823	(1,482,144)
Cash flows from financing activities		
Dividends paid	(1,728,529)	(1,281,435)
Payments for shares bought back	(1,001,491)	(2,224,754)
Net cash inflow/(outflow) from financing activities	(2,730,020)	(3,506,189)
Net increase/(decrease) in cash and cash equivalents	1,094,803	(4,988,333)
Cash and cash equivalents at the beginning of the financial year	4,552,320	9,540,653
Cash and cash equivalents at end of year	5,647,123	4,552,320

**KATANA CAPITAL LIMITED
PRELIMINARY FINAL REPORT
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014**

Consolidated	Issued capital \$	Option premium reserve \$	(Accumulated losses)/Retain ed earnings \$	Total \$
Balance at 1 July 2012	37,833,877	101,100	(5,185,311)	32,749,666
Profit for the year	-	-	1,780,914	1,780,914
Other comprehensive income	-	-	-	-
Total comprehensive profit for the year	-	-	1,780,914	1,780,914
Buy-back of shares	(2,224,678)	-	-	(2,224,678)
Dividends provided for or paid	-	-	(1,281,435)	(1,281,435)
Balance at 30 June 2013	35,609,199	101,100	(4,685,832)	31,024,467
Balance at 1 July 2013	35,609,199	101,100	(4,685,832)	31,024,467
Profit for the year	-	-	6,232,855	6,232,855
Other comprehensive income	-	-	-	-
Total comprehensive profit for the year	-	-	6,232,855	6,232,855
Buy-back of shares	(1,001,491)	-	-	(1,001,491)
Dividends provided for or paid	-	-	(1,728,529)	(1,728,529)
Balance at 30 June 2014	34,607,708	101,100	(181,506)	34,527,302



KATANA CAPITAL LIMITED
PRELIMINARY FINAL REPORT
FOR THE YEAR ENDED 30 JUNE 2014

	30 June 2014 Number	30 June 2013 Number
EARNINGS PER SHARE		
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic earnings per share	34,592,393	36,947,312

There are no dilutive securities on issue as at 30 June 2014.

ISSUED CAPITAL

	30 June 2014		30 June 2013	
	Number	\$	Number	\$
Movement in shares on issue				
Balance at beginning of period	35,194,896	35,609,199	38,383,700	37,833,877
Share Buy Back	(1,192,477)	(1,001,491)	(3,188,804)	(2,224,678)
Balance at end of the period	34,002,419	34,607,708	35,194,896	35,609,199

SEGMENT INFORMATION

The company operates in one industry, namely the investment funds management, in one geographical segment, namely Australia.

CONTINGENT ASSETS & LIABILITIES

There are no contingent liabilities or contingent assets as at 30 June 2014.

EVENTS AFTER BALANCE SHEET DATE

Other than the events below, the directors are not aware of any matter or circumstance that has significantly or may significantly affect the operations of the company or the results of those operations, or the state of affairs of the company in subsequent financial years. On 22 August 2014, Katana Capital confirmed it has received confirmation that it has commitments for 8,400,000 fully paid ordinary shares at \$0.93 per share to raise \$7.812m, together with a 1-for-8 non renounceable rights issue to raise \$4.925m.

Annual meeting

The annual meeting will be held as follows:

Place

To be advised

Date

To be advised

Time

To be advised

Approximate date the ⁺annual report will be available

30 September 2014

Compliance Statement

- 1 This report has been prepared in accordance with AASB Standards, other AASB authoritative pronouncements and Urgent Issues Group Consensus Views or other standards acceptable to ASX (see note 12).

Identify other standards used

- 2 This report, and the ⁺accounts upon which the report is based (if separate), use the same accounting policies.
- 3 This report does give a true and fair view of the matters disclosed
- 4 This report is based on ⁺accounts to which one of the following applies.
(Tick one)



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.

- 5 The entity has formally constituted audit committee.

Date: 29 August 2014

Gabriel Chiappini
Company Secretary