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ABN 78 008 947 813

Innovative Technologies
Integrated Solutions
Global Support

20 February 2017

ASX Limited
Company Announcements Office
Exchange Centre
20 Bridge Street
SYDNEY NSW 2001

BY ELECTRONIC LODGEMENT

Dear Sirs

ASX APPENDIX 4D AND INTERIM FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2016.

Please find attached Imdex Limited's Appendix 4D and Interim Financial Report for the Half Year Ended 31 December 2016, inclusive of the Auditors Review Report and Independence declaration.

Yours faithfully
Imdex Limited

Paul Evans
Company Secretary

IMDEX LIMITED

ABN 78 008 947 813

ASX Appendix 4D "Half Year" Report and Interim Directors' Report & Financial Report

for the Half Year ended 31 December 2016

The ASX Appendix 4D "Half Year" Report is provided to ASX in accordance with Listing Rule 4.2A for announcement to the market.

Current Reporting Period:	**31 December 2016**
Previous Corresponding Reporting Period:	**31 December 2015**

The Financial Report had been subject to review and is not subject to dispute or qualification. The auditors review report is included herein.

The interim Financial Report has been prepared in accordance with International Financial Reporting Standards ("IFRS").

The interim Financial Report does not include all the notes of the type normally included in an annual Financial Report and hence should be read in conjunction with the latest annual report of Imdex Limited, being for the financial year ended 30 June 2016.

In addition, reference should be made to any public announcements made by Imdex Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001 (Cth).

IMDEX LIMITED

and its controlled entities

APPENDIX 4D HALF YEAR REPORT 31 DECEMBER 2016

	Notes	% Change up / (down)	Consolidated Half Year Ended 31 Dec 2016 $ 000's	Half Year Ended 31 Dec 2015 $ 000's
Continuing Operations				
Revenue from ordinary activities	(i)	10%	81,806	74,460
Profit / (Loss) for the period from continuing operations	(i),(ii)	(762%)	(9,884)	1,493
Discontinued operations				
Profit / (Loss) for the period from discontinued operations	(i),(iii)	(102%)	70	(2,870)
Loss for the period attributable to members	(i)	(613%)	(9,814)	(1,377)
Net tangible assets per ordinary security (cents)			26.73	43.20

(i) The announcement made to ASX on 20 February 2017 provides an explanation of the Group's financial results and operating performance for the half year ended 31 December 2016.

(ii) The loss for the half year ended 31 December 2016 for the continuing operations includes $16.2m (non cash $11.5m) in financing costs expensed in relation to the Bain Capital financing facility which has been paid out in full. Refer to note 3 of the Financial Report.

(iii) The gain for the half year ended 31 December 2016 for the discontinued operations includes a gain on sale of oil and gas operations of $0.5m.

DIRECTORS' REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2016

The Directors of Imdex Limited submit herewith the financial report of Imdex Limited and its subsidiaries (the Group or Consolidated Entity) for the half year ended 31 December 2016. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

Directors

The Directors of the Company during or since the end of the Half Year are:

Name	Period of Directorship
Mr Anthony Wooles	Appointed as Non Executive Chairman on 1 July 2016
Mr Bernie Ridgeway, Managing Director	Appointed 23 May 2000
Mr Kevin Dundo, Non Executive Director	Appointed 14 January 2004
Ms Elizabeth Donaghey, Non Executive Director	Appointed 28 October 2009 Resigned 25 November 2016
Mr Ivan Gustavino, Non Executive Director	Appointed 3 July 2015
Mr James Hegyi, Non Executive Director	Appointed 1 December 2015 Resigned 21 July 2016
Mrs Sally-Anne Layman, Non Executive Director	Appointed 6 February 2017

Review of Operations

	Consolidated	
	Half Year Ended 31 Dec 2016 $'000	Half Year Ended 31 Dec 2015 $'000
Total Revenue from continuing operations	81,806	74,460
Profit / (Loss) for continuing operations after tax for the half year	(9,884)	1,493
Profit / (Loss) for discontinued operations after tax for the half year	70	(2,870)
Total loss after tax for the half year	(9,814)	(1,377)
Basic loss per share - continuing and discontinued operations	(3.40 ¢)	(0.58 ¢)
Basic earnings / (loss) per share - continuing operations	(3.42 ¢)	0.63 ¢

The loss after tax for the half year ended 31 December 2016 for the continuing operations was $9.9 million (31 December 2015: Profit $1.5 million) and included one off costs of $16.2 million (non cash $11.5 million) relating to borrowing costs with Bain Capital, including early repayment penalties. The result was achieved on total revenue from continuing operations of $81.8 million (31 December 2014: $74.5 million).

The profit after tax for the half year ended 31 December 2016 for the discontinued operations was $0.1 million (31 December 2015: loss of $2.9 million).

Loss per share from total operations was 3.40 cents per share (31 December 2015: 0.58 cents per share), while loss per share from the continuing operations was 3.42 cents per share (31 December 2015: 0.63 cents earnings per share).

DIRECTORS' REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2016

Further details on the operations and overall results are contained in the Financial Report and the announcement made to the ASX on 20 February 2017 regarding the Group's financial results and operating performance for the half year ended 31 December 2016.

DIRECTORS' REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2016

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires the auditor, Deloitte Touche Tohmatsu, to provide the Directors of Imdex Limited with an Independence Declaration in relation to the review of the Half Year Financial Report. The Independence Declaration is on the next page.

Rounding of Amounts

The Company is of a kind referred to in Class Order 2016/191 issued by the Australian Investments and Exchange Commission dated 10 July 1998 and in accordance with that Class Order, amounts in the Financial Report and the Directors' Report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Signed in accordance with a resolution of the Directors pursuant to s.306(3) of the Corporations Act 2001.

Dated at Perth, 17 February 2017

Anthony Wooles
Chairman

Deloitte Touche Tohmatsu
ABN 74 490 121 060

Tower 2
Brookfield Place
123 St Georges Terrace
Perth WA 6000
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The Board of Directors
Imdex Limited
216 Balcatta Road
Balcatta WA 6021

17 February 2017

Dear Directors

Imdex Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Imdex Limited.

As lead audit partner for the review of the financial statements of Imdex Limited for the half year ended 31 December 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and

(ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

AT Richards
Partner
Chartered Accountants

Deloitte.

Deloitte Touche Tohmatsu
ABN 74 490 121 060

Tower 2
Brookfield Place
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Independent Auditor's Review Report to the members of Imdex Limited

We have reviewed the accompanying half-year financial report of Imdex Limited, which comprises the condensed consolidated statement of financial position as at 31 December 2016, and the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on pages 7 to 17.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company 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 consolidated entity'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 Imdex 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.

Auditor's Independence Declaration

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Imdex Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Deloitte.

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 Imdex Limited is not in accordance with the *Corporations Act 2001*, including:

(a) giving 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; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

A T Richards
Partner
Chartered Accountants
Perth, 17 February 2017

DIRECTORS' DECLARATION

The Directors declare that:

(a) 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; and

(b) in the Directors' opinion, the attached Financial Report and notes thereto are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Consolidated Entity.

Signed in accordance with a resolution of the Directors made pursuant to s. 303(5) of the Corporations Act 2001.

Dated at Perth, 17 February 2017

Anthony Wooles
Chairman

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2016

	Notes	Half Year Ended 31 Dec 2016 $'000	Half Year Ended 31 Dec 2015 $'000
Continuing operations			
Revenue from sale of goods and operating lease rental		81,729	74,440
Other revenue from operations		77	20
Total revenue		81,806	74,460
Other income		134	593
Raw materials and consumables used		(28,804)	(26,793)
Employee benefit expense		(23,898)	(24,358)
Depreciation expense		(5,102)	(4,284)
Amortisation expense		(291)	(297)
Finance costs	3	(16,194)	(4,206)
Other expenses		(15,768)	(13,016)
(Loss) / Profit for the period before tax		(8,117)	2,099
Income tax expense		(1,767)	(606)
(Loss) / Profit for the period from continuing operations		(9,884)	1,493
Discontinued operations			
Gain / (Loss) for the period from discontinued operations	2	70	(2,870)
Loss for the period		(9,814)	(1,377)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Exchange gain reclassified from foreign currency translation reserve to profit or loss on the sale of discontinued operations		(2,058)	-
Exchange differences arising on the translation of foreign operations		2,522	(3,948)
Other comprehensive income / (loss) for the period, net of income tax		464	(3,948)
Total comprehensive loss for the period		(9,350)	(5,325)
Loss attributable to owners of the parent		(9,814)	(1,377)
Total comprehensive loss attributable to owners of the parent		(9,350)	(5,325)
(Loss)/earnings per share			
From continuing and discontinued operations			
Basic (loss)/earnings per share (cents)		(3.40)	(0.58)
Diluted earnings per share (cents)		(3.40)	(0.58)
From continuing operations			
Basic earnings per share (cents)		(3.42)	0.63
Diluted earnings per share (cents)		(3.42)	0.57

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

IMDEX LIMITED

and its controlled entities

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016

	Notes	31 Dec 2016 $'000	30 Jun 2016 $'000
Current Assets			
Cash and Cash Equivalents		16,837	12,977
Trade Receivables		33,659	28,803
Inventories		26,700	27,383
Current Tax Assets		-	534
Other		3,219	5,166
		80,415	74,863
Assets classified as Held for Sale	2	-	3,153
Total Current Assets		80,415	78,016
Non Current Assets			-
Property, Plant and Equipment		33,660	38,156
Deferred Tax Assets		19,458	19,325
Goodwill		59,824	59,363
Other Intangible Assets		1,214	1,475
Total Non Current Assets		114,156	118,319
Total Assets		194,571	196,335
Current Liabilities			
Trade and Other Payables		21,070	20,774
Borrowings	3	4,434	9,462
Current Tax Liabilities		2,015	2,290
Provisions		8,347	12,223
Total Current Liabilities		35,866	44,749
Non Current Liabilities			
Borrowings	3	8,837	34,697
Deferred Tax Liabilities		3	340
Provisions		508	956
Total Non Current Liabilities		9,348	35,993
Total Liabilities		45,214	80,742
Net Assets		149,357	115,593
Equity			
Issued Capital	4	141,758	99,174
Warrants Reserve	3	7,964	7,964
Foreign Currency Translation Reserve		(3,758)	(4,222)
Employee Equity-Settled Benefits Reserve		5,874	5,344
Retained Earnings / Accumulated Losses		(2,481)	7,333
Total Equity		149,357	115,593

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

IMDEX LIMITED

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2016

	Notes	Fully Paid Ordinary Shares $'000	Warrants Reserve $'000	Shares reserved for Performance Rights Plan $'000	Foreign Currency Translation Reserve $'000	Employee Equity-Settled Benefits Reserve $'000	Retained Earnings / Accumulated Losses $'000	Total Attributable to Equity Holders of the Entity $'000
Balance at 1 July 2015		93,259	-	(105)	(524)	5,407	62,779	160,816
Exchange differences on translation of foreign operations after taxation		-	-	-	(3,948)	-	-	(3,948)
Profit for the period		-	-	-	-	-	(1,377)	(1,377)
Total comprehensive income for the period		-	-	-	(3,948)	-	(1,377)	(5,325)
Issue of shares under share placement, net of transaction costs	4	5,915	-	-	-	-	-	5,915
Issue of warrants under new debt faciltiy		-	7,964	-	-	-	-	7,964
Share based payments - options		-	-	-	-	17	-	17
Share based payments - performance rights		-	-	-	-	622	-	622
Granting/settlement of performance rights		-	-	189	-	36	(225)	-
Shares purchased on market to satisfy performance rights		-	-	(96)	-	-	-	(96)
Balance at 31 December 2015		99,174	7,964	(12)	(4,472)	6,082	61,177	169,913
Balance at 1 July 2016		99,174	7,964	-	(4,222)	5,344	7,333	115,593
Exchange differences on translation of foreign operations after taxation		-	-	-	2,522	-	-	2,522
Exchange gain reclassified from foreign currency translation reserve to profit or loss on the sale of discontinued operations	2	-	-	-	(2,058)	-	2,058	-
Loss for the period		-	-	-	-	-	(11,872)	(11,872)
Total comprehensive income for the period		-	-	-	464	-	(9,814)	(9,350)
Issue of shares under share placement, net of transaction costs	4	42,584	-	-	-	-	-	42,584
Shares purchased on market to satisfy performance rights		-	-	(151)	-	-	-	(151)
Share based payments - performance rights		-	-	151	-	530	-	681
Balance at 31 December 2016		141,758	7,964	-	(3,758)	5,874	(2,481)	149,357

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2016

Continuing and Discontinued Operations	**Notes**	**Half Year Ended 31 Dec 2016 $'000**	**Half Year Ended 31 Dec 2015 $'000**
Cash Flows From Operating Activities			
Receipts from customers		94,204	100,163
Payments to suppliers and employees		(82,359)	(96,205)
Interest and other costs of finance paid		(5,457)	(4,399)
Income tax paid		(2,048)	(1,269)
Net cash provided / (used) by Operating Activities		4,340	(1,710)
Cash Flows From Investing Activities			
Interest received		77	20
Payment for property, plant and equipment		(1,670)	(2,218)
Payment for development costs capitalised		-	(1,141)
Net cash outflow from the sale of Oil & Gas subsidiaries		(318)	-
Net cash used in Investing Activities		(1,911)	(3,339)
Cash Flows From Financing Activities			
Shares purchased on market to satisfy performance rights		(151)	(96)
Hire purchase and lease payments		(331)	(213)
Proceeds from borrowings	3	12,999	11,665
Repayment of borrowings	3	(54,227)	(1,326)
Proceeds from share placement, net of costs	4	42,584	5,915
Net cash provided by Financing Activities		874	15,945
Net increasein Cash and Cash Equivalents Held		3,303	10,896
Cash and Cash Equivalents At The Beginning Of The Period		12,977	8,417
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies		557	(58)
Cash and Cash Equivalents At The End Of The Period		16,837	19,255

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

1. Summary of Significant Accounting Policies

Statement of Compliance

The half year report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 "Interim Financial Reporting". Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting". The half year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report.

Basis of Preparation

The half year condensed consolidated financial statements have been prepared using the same accounting policies as used in the annual financial statements for the year ended 30 June 2016, other than for the impact of the adoption of new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to the consolidated entity and effective for annual reporting periods beginning on or after 1 July 2016.

Adoption of new and revised Accounting Standards

The Group has adopted all new and amended Australian Accounting Standards and Interpretations mandatory as at 1 July 2016 including:

- AASB 2014-3 *Amendments to Australian Accounting Standards – Accounting for Acquisitions if Interests in Joint Operations*
- AASB 2014-4 *Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation*
- AASB 2015-1 *Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012-2014 Cycle*
- AASB 2015-2 *Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101*

There new standards have not had a significant impact on the measurement or disclosure requirements of the Group.

Critical Accounting Judgements and Key Sources of Estimation Uncertainty

In the application of the Group's accounting policies, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

2. Discontinued operations

As announced to the market on 28 December 2016, The Group executed binding Sale and Purchase Agreements to sell Wildcat Chemicals Australia Pty Ltd and AMC Oil & Gas – Germany and Romania.

The results of the Oil & Gas business and related sale is set out below.

	Half Year Ended 31 Dec 2016 $'000	Half Year Ended 31 Dec 2015 $'000
Revenue	9,218	16,661
Other Income	68	175
Raw Materials and consumables used	(6,851)	(11,483)
Utilisation and reversal of unused business closure costs provision	723	-
Impairment of Oil and Gas Product Development	(3,592)	-
Expenses	-	(8,223)
Profit on the sale of subsidiaries (i)	504	-
	70	(2,870)

(i) Profit on the sale of subsidiaries

Proceeds receivable(ii)	3,500	-
Less net assets disposed	4,054	-
Less write off of Deferred Tax Asset	1,000	-
Cumulative Exchange Gain reclassified from foreign currency translation reserve to profit or loss	2,058	-
Gain on disposal	504	-

(ii) The $3.5m receivable at 31 December 2016 for the sale of subsidiaries was subsequently received on 10 January 2017.

Cash Flows from Discontinued Operations

Net cash inflows / (outflows) from operating activites	94	(454)
Net cash outflows from investing activities	(318)	(40)
Net cash outflows from financing activities	(171)	(72)
Net cash outflows	(395)	(566)

Impairment of Oil and Gas Product Development

During the period, the Board has determined that capitalised Oil and Gas Product Development expenditure may not be realised. The ongoing challenges in the Oil & Gas market and the Group's focus on it's minerals business moving forward has resulted in the decision to impair the full amount of the asset, being $3.6m (2015: $2.4m).

Oil and Gas Product Development

Opening Balance	3,153	1,282
Expenses capitalised during the period	439	1,141
Impairment expense	(3,592)	-
Closing Balance	-	2,423

3. Borrowings

	Notes	31 Dec 2016 $'000	30 Jun 2016 $'000
Current borrowings			
Secured			
Bain Capital (previously Sankaty) Loan	(i)	-	9,000
Bankwest Facility	(i)	4,000	-
Hire purchase liabilities	(ii)	434	462
		4,434	9,462
Non-current borrowings			
Secured			
Bain Capital (previously Sankaty) Loan	(i)	-	34,015
Bankwest Facility	(i)	8,456	-
Hire purchase liabilities	(ii)	381	682
		8,837	34,697

(i) As announced to the market on 28 December 2016 the Company successfully re-financed its debt facilities extinguishing the amounts owed to its previous financiers Bain Capital through a new facility with Bankwest. The remaining capitalised finance costs associated with the Bain Capital facility were expensed as a part of the $16.2 million financing costs recognised this period. A breakdown of finance costs for the period can be seen below:

	Half Year Ended 31 Dec 2016 $'000	Half Year Ended 31 Dec 2015 $'000
Amortisation and write off of Borrowing Costs	5,051	-
Amortisation and write off of Warrants	6,415	-
Interest and Early Payment Penalties	4,335	1,653
Costs relating to capital raising not completed	-	1,460
Fees and other costs	393	1,093
	16,194	4,206

The 37.0 million warrants previously issued to Bain Capital continue to be reflected in the warrants reserve at 31 December 2016.

The new Bankwest facility is a three year AUD$30 million facility which is drawn to $13.0 million. The facility has interest accruing at a weighted average rate of 3.6% with the carrying value of $12.5 million made up of USD$5.5 million with the balance in AUD.

The carrying value of the borrowings as at 31 December 2016 of $12.5 million has been recorded using the amortised cost method and has been derived based on the amount drawn under the facility less the value of capitalised borrowing costs ($0.5 million).

The current portion of the borrowings represents the amount expected to be repaid based on the amortisation profile of AUD $1 million per calendar quarter.

Certain covenants are required to be met under the facility and the Company is in compliance with those covenants as at 31 December 2016 and in the period to the date of this report and expects to be in compliance for the term of the facility.

Borrowings under the Bankwest facility are secured via a charge over assets in various jurisdictions.

3. Borrowings (continued)

(ii) Hire purchase liabilities are secured over the assets to which they relate, the carrying value of which exceeds the value of the hire purchase liability. The Group does not hold title to the equipment under the hire purchase pledged as security. The weighted average interest rate applicable to these liabilities is 6.71% (30 June 2016: 6.66%).

4. Issued Capital and Shares reserved for Performance Rights Plan

	Notes	31 Dec 2016 $'000	30 Jun 2016 $'000
Issued and Paid Up Capital - Fully paid ordinary shares	(i)	141,758	99,174

	Notes	31 Dec 2016 Number	31 Dec 2016 $'000	30 Jun 2016 Number	30 Jun 2016 $'000
Ordinary shares					
Balance at beginning of the period		248,603,136	99,174	216,203,136	93,259
Issue of shares under share placement	ii	81,818,182	45,000	32,400,000	6,480
Transaction costs relating to share placement	ii	-	(2,416)	-	(565)
Closing balance at end of the period		330,421,318	141,758	248,603,136	99,174

(i) Fully paid ordinary shares carry one vote per share and the right to dividends.

(ii) During the period the Company issued 72,727,273 via placement to institutional and sophisticated investors and 9,090,909 via share purchase plan to existing shareholders.

No shares were issued in the current or prior years in satisfaction of performance rights. Performance rights obligations were settled by the purchase of existing shares on market.

	31 Dec 2016 $'000	30 Jun 2016 $'000
Shares reserved for Performance Rights Plan		
Balance at beginning of the period	-	(105)
Net movement of shares	-	105
Balance at the end of the period	-	-

5. Dividends

No dividend was paid during the current or prior period.

6. Segment Information

The Group comprises the following reportable segment which is based on the Group's internal management reporting system:

(i) Minerals Division (continuing): This segment comprises the manufacture, sale and rental of down hole instrumentation, the manufacture and sale of drilling fluids and chemicals and related equipment and the provision of innovative cloud-based data management solutions to the mining and mineral exploration industry globally; and

(ii) Oil & Gas Division (discontinued): This segment comprises the manufacture, sale and rental of down hole instrumentation and manufacture and sale of drilling fluids and chemicals to the oil & gas and geothermal industries globally. This segment was discontinued in the year ended 30 June 2016 (refer to note 2) and during the current period the Group executed binding Sale and Purchase Agreements to sell Wildcat Chemicals Australia Pty Ltd and AMC Oil & Gas – Germany and Romania.

(a) Segment Revenues

	Total	
	Half Year 31 Dec 16 $'000	Half Year 31 Dec 15 $'000
Minerals (continuing operations)	81,729	74,440
Oil & Gas (discontinued operations)	9,286	16,836
Total of all segments	91,015	91,276
Interest income	77	20
Total revenue	91,092	91,296

(b) Segment Profit/(Loss)

Minerals (continuing operations)	11,869	10,299
Oil & Gas (discontinued operations)	1,070	(3,602)
Total of all segments	12,939	6,697
Central administration costs (i)	(19,986)	(7,468)
Loss before income tax expense	(7,047)	(771)
Income tax expense	(2,767)	(606)
Loss attributable to ordinary equity holders of Imdex Limited	(9,814)	(1,377)

(i) Central administration costs comprise net financing costs for the Group and the corporate portion of head office costs. Head office costs attributable to operations are allocated to reportable segments in proportion to the revenues earned from those segments. Central administration costs include financing costs of $16,194 (2015: $4,206) in relation to the funding arrangement with Bain Capital which was paid out during the period. Going forward, financing costs will be attributable to the new funding arrangement with Bankwest (see note 3) at a weighted average rate of 3.6%.

Segment profit/(loss) represents the profit/(loss) earned by each segment without allocation of central administration costs, directors' salaries, net finance costs and income tax expense. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

(c) Segment Assets

	Assets	
	31 Dec 16 $'000	30 Jun 16 $'000
Minerals (continuing operations)	194,571	182,343
Oil & Gas (discontinued operations)	-	10,839
Assets classified as Held for Sale	-	3,153
Consolidated	194,571	196,335

7. Contingent Liabilities and Contingent Assets

The Group is party to legal proceedings and claims which arise in the normal course of business. Any liabilities may be mitigated by legal defences, insurance, and third party indemnities. Unless recognised as a provision, management do not consider it to be probable that they will require settlement at the Group's expense.

A court decision was delivered on 19 August 2016 whereby the Group was ordered to pay damages, interest and costs (Judgement). That Judgement was in respect to proceedings with Coretell Pty Ltd and its related parties. Prior to the Judgement the Group had successfully upheld and enforced innovative patents against the same parties (refer to ASX Announcement on 4 May 2016) (May Judgement). In the May Judgement the Group was successful and was awarded costs on an indemnity basis. The Group has appealed the Judgement delivered on 19 August 2016 but in any event the Group is of the view that any amount finally awarded in the Judgement will be less than the amount it will receive from the May Judgement.

Whilst the outcome of these claims are, by their nature, uncertain, the directors do not currently anticipate that the outcome of the proceedings either individually, or in aggregate, will have a material adverse effect upon the Group's financial position.

A provision is recognised related to pending litigation or other outstanding claims where probable and estimable. Actual costs can differ from estimates for many reasons. For instance, settlement costs for claims and litigation can vary from estimates based on differing interpretations of laws, opinions on responsibility and assessments of the amount of damages. Our in-house legal counsel regularly assesses contingent liabilities and in certain circumstances, outside legal counsel is utilised.

8. Subsequent Events

On 10 January 2017, the Group received the $3.5m receivable from the sale of it's oil and gas subsidiaries. Other than the $3.5m received, there are no other matters or circumstances that have arisen since the end of the half-year which will significantly affect, or may significantly affect the state of affairs or operations of the reporting entity in future financial periods.