

Rules 4.1, 4.3
Appendix 4D

Half yearly report

Introduced 1/1/2003.

Name of Entity	Continuation Investments Limited
ABN	91 106 854 175
Financial Period Ended	31 DECEMBER 2014
Previous Corresponding Reporting Period	31 DECEMBER 2013

Results for Announcement to the Market

Results for Announcement to the Market

	\$	Percentage increase/(decrease) over previous corresponding period
Revenue from ordinary activities	84,503	164%
Loss from ordinary activities after tax attributable to members	(132,404)	4%
Loss for the period attributable to members	(132,404)	4%
Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend	Nil	-
Interim Dividend	Nil	-
Previous corresponding period	Nil	-
Record date for determining entitlements to the dividends (if any)		
Brief explanation of any of the figures reported above necessary to enable the figures to be understood:		
Refer to Attachment 1 for further details.		

The half-yearly report it is to be read in conjunction with the most recent annual financial report.

+ See chapter 19 for defined terms.

Dividends

Date the dividend is payable	N/A
Record date to determine entitlement to the dividend	N/A
Amount per security	N/A
Total dividend	N/A
Amount per security of foreign sourced dividend or distribution	N/A
Details of any dividend reinvestment plans in operation	N/A
The last date for receipt of an election notice for participation in any dividend reinvestment plans	N/A

NTA Backing

	Current Period	Previous corresponding period
Net tangible asset backing per ordinary security	6.73c	8.18c

Control Gained Over Entities Having Material Effect

Name of entity (or group of entities)	-
Date control gained	-
Consolidated profit / (loss) from ordinary activities since the date in the current period on which control was acquired	-
Profit / (loss) from ordinary activities of the controlled entity (or group of entities) for the whole of the previous corresponding period	-

Loss of Control Gained Over Entities Having Material Effect

Name of entity (or group of entities)	-
Date control lost	-
Consolidated profit / (loss) from ordinary activities for the current period to the date of loss of control	-
Profit / (loss) from ordinary activities of the controlled entity (or group of entities) while controlled for the whole of the previous corresponding period	-

Details of Associates and Joint Venture Entities

Name of Entity	Percentage Held		Share of Net Profit	
	Current Period	Previous Period	Current Period	Previous Period
	-	-	-	-

+ See chapter 19 for defined terms.

Audit/Review Status

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	X
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, a description of the likely dispute or qualification: Not applicable			
If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification: Not applicable			

Attachments Forming Part of Appendix 4D

Attachment #	Details
1	Interim Financial Report

Signed By (Director/Company Secretary)	
Print Name	Jeremy King (Director)
Date	27 February 2015

+ See chapter 19 for defined terms.

Continuation Investments Limited

ABN 91 106 854 175

Financial Statements

For the Half-Year Ended 31 December 2014

Continuation Investments Limited

ABN 91 106 854 175

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For the Half-Year Ended 31 December 2014

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Registered Office

945 Wellington Street
West Perth
Perth, WA 6005

A description of the nature of the entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

Directors' Report

For the Half-Year Ended 31 December 2014

Your Directors present their report on Continuation Investments Limited ("COT" or "the Company") for the financial half-year ended 31 December 2014.

Directors

The names of Directors in office at any time during or since the end of the half-year are:

Jeremy King (Non-Executive Chairman)
Andrew Worland (Non-Executive Director)
David Church (Non-Executive Director)

The directors of the company did not draw any director fees during the half-year ended 31 December 2014.

Dividends

No dividends were paid or declared during the half-year ended 31 December 2014.

Review of Operations

	31 December 2014	31 December 2013
	\$	\$
Loss before income tax expense	(132,404)	(127,397)

During the half-year ended 31 December 2014, the Board reviewed a number of investment opportunities in a broad range of industries including telecom, security, mining and natural resources.

In July 2014, the Company entered into a binding Heads of Agreement (HoA) to acquire 100% of The Biofusionary Corporation (USA) (TBC). TBC is a privately held US based medical technology company which has developed a powerful new and proprietary technology platform that offers tools for medical practitioners to shape, tighten, fuse and seal tissues, addressing multi-billion dollar market opportunities in surgery and aesthetics.

The Company invested a total of US\$300,000 during the period into TBC in accordance with the terms of the HoA. In September 2014, following delays in the acquisition process, COT concluded that TBC was unwilling to pursue the consummation of the transaction as contemplated in the HoA, and as a result COT commenced action to recover its US\$300,000 investment. In December 2014, TBC agreed to convert the US\$300,000 to a 12 month promissory note debt instrument bearing interest at 8% per annum from 15 January, 2015. The agreement resolved all outstanding issues with TBC.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the entity during the financial half-year.

Auditor's independence declaration

The auditor's independence declaration for the half-year ended 31 December 2014 has been received and is included within this financial report.

This report is made in accordance with a resolution of the Directors of the Company.



Jeremy King
Non-Executive Chairman

Dated: 27 February 2015

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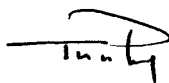
AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Continuation Investments Limited for the half-year ended 31 December 2014, 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.

Rsm Bird Cameron Partners

RSM BIRD CAMERON PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 27 February 2015

Continuation Investments Limited

ABN 91 106 854 175

Statement of Comprehensive Income

For the Half-Year Ended 31 December 2014

		Half-year ended 31 December 2014	Half-year ended 31 December 2013
	Note	\$	\$
Revenue			
Interest		14,010	31,969
Other income		70,493	-
Expenses			
Audit fees		(7,250)	(8,800)
Share registry fees		(5,760)	(7,826)
ASX fees		(14,272)	(12,133)
Legal fees		(40,946)	(47,626)
Other operating expenses	4	(148,679)	(82,981)
Total Expenses		(216,907)	(159,366)
Loss before income tax		(132,404)	(127,397)
Income tax expense		-	-
Loss after income tax		(132,404)	(127,397)
Other comprehensive income for the period		-	-
Total comprehensive income for the period		(132,404)	(127,397)
Earnings per share			
Basic and diluted earnings per share (cents)		(0.67)	(0.64)

The accompanying notes form part of these financial statements.

Continuation Investments Limited

ABN 91 106 854 175

Statement of Financial Position

As At 31 December 2014

		31 December 2014	30 June 2014
	Note	\$	\$
CURRENT ASSETS			
Cash and cash equivalents	2	1,160,563	1,694,530
Trade and other receivables		395,179	18,323
TOTAL ASSETS		1,555,742	1,712,853
CURRENT LIABILITIES			
Trade and other payables		207,738	232,445
TOTAL LIABILITIES		207,738	232,445
NET ASSETS		1,348,004	1,480,408
EQUITY			
Issued capital	3	23,148,894	23,148,894
Equity attributable to the owners of Continuation Investments Limited		(21,800,890)	(21,668,486)
TOTAL EQUITY		1,348,004	1,480,408

The accompanying notes form part of these financial statements.

Continuation Investments Limited

ABN 91 106 854 175

Statement of Changes in Equity

For the Half-Year Ended 31 December 2014

	Issued Capital \$	Retained Profits \$	Total Equity \$
Balance at 1 July 2014	23,148,894	(21,668,486)	1,480,408
Loss attributable to members	-	(132,404)	(132,404)
Balance at 31 December 2014	23,148,894	(21,800,890)	1,348,004
Balance at 1 July 2013	23,148,894	(21,428,285)	1,720,609
Loss attributable to members	-	(127,397)	(127,397)
Balance at 31 December 2013	23,148,894	(21,555,682)	1,593,212

The accompanying notes form part of these financial statements.

Continuation Investments Limited

ABN 91 106 854 175

Statement of Cash Flows

For the Half-Year Ended 31 December 2014

	Half-year ended 31 December 2014	Half-year ended 31 December 2013
Note	\$	\$
CASH FROM OPERATING ACTIVITIES:		
Payments to suppliers (inclusive of GST)	(236,028)	(165,715)
Interest received	24,308	49,699
Net cash used in operating activities	(211,720)	(116,016)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payments for investments	(322,247)	-
Net cash used in investing activities	(322,247)	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
Capital return payment	-	(24,933)
Net cash used in financing activities	-	(24,933)
Net decrease in cash and cash equivalents held	(533,967)	(140,949)
Cash and cash equivalents at beginning of period	2 1,694,530	1,957,308
Cash and cash equivalents at end of financial period	1,160,563	1,816,359

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Half-Year Ended 31 December 2014

1 Statement of Significant Accounting Policies

Basis of preparation

The half-year financial report is a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and the Australian Accounting Standard AASB 134: *Interim Financial Reporting*. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

These general purpose financial statements do not include all the notes of the type normally included in the annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2014 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The principal accounting policies are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New and revised Accounting Standards and Interpretations

The entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Company.

Notes to the Financial Statements

For the Half-Year Ended 31 December 2014

2 Current assets – cash and cash equivalents

	31 December 2014	30 June 2014
	\$	\$
Cash on hand	1	1
Cash at bank	360,562	694,529
Cash on deposit	800,000	1,000,000
Net cash used in operating activities	1,160,563	1,694,53

3 Equity Securities

	31 December 2014 No.	31 December 2014 \$	30 June 2014 No.	30 June 2014 \$
Contributed Equity				
Ordinary shares (fully paid)	19,865,377	23,148,894	19,865,377	23,148,894
	No.	\$	No.	\$
Opening balance	19,865,377	23,148,894	19,865,377	23,148,894
Closing balance	19,865,377	23,148,894	19,865,377	23,148,894

4 Other Operating Expenses

	31 December 2014	31 December 2013
	\$	\$
Corporate Advisory	25,000	7,500
Company Secretarial	62,830	53,550
Exclusivity Fee – TBC Transaction	53,591	-
Other	7,258	21,931
Total	148,679	82,981

5 Contingent Liabilities

The Directors are not aware of any material potential liabilities or material claims against the Company as at 31 December 2014.

6 Events Occurring After The Reporting Period

No matters or circumstances have arisen since the end of the reporting date which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial periods.

7 Dividends

No dividends were paid or declared during the half-year ended 31 December 2014.

Notes to the Financial Statements

For the Half-Year Ended 31 December 2014

8 Segment Reporting


For management purposes, the Company is organised into one operating segment, which involves the review of new investment opportunities and consideration of its investment strategies. All of the Company's activities are interrelated, and discrete financial information is reported to the Board of Directors as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Company as one segment. The financial results from this segment are equivalent to the financial statements of the Company as a whole.

Directors' Declaration

The Directors of the company declare that:

1. The interim financial statements and notes are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - (b) give a true and fair view of the Company's financial position as at 31 December 2014 and of its performance for the half-year ended on that date.
2. 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.

This declaration is made in accordance with a resolution of the Board of Directors.

A handwritten signature in black ink, appearing to be 'J. King', written over a horizontal line.

Jeremy King
Non-Executive Chairman

Dated: 27 February 2015

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
CONTINUATION INVESTMENTS LIMITED**

We have reviewed the accompanying half-year financial report of Continuation Investments Limited which comprises the statement of financial position as at 31 December 2014, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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 control as the directors determine is necessary to enable the preparation of the half-year financial report that 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 2014 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 Continuation Investments 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Continuation Investments Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

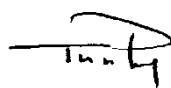
Conclusion

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

- (a) giving a true and fair view of the company's financial position as at 31 December 2014 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*.

Rsm Bird Cameron Partners

RSM BIRD CAMERON PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 27 February 2015