

ENVIROMISSION LIMITED
ACN 094 963 238
APPENDIX 4E

PRELIMINARY FINAL REPORT
FOR THE PERIOD ENDED 30 JUNE 2015

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Revenue from ordinary activities	Up	123%	to	\$	495,980
Loss from ordinary activities attributable to members	Down	-12%	to	\$	1,557,748
Net loss for the period attributable to members	Down	-12%	to	\$	1,557,748

No dividend has been paid during the financial year or in the previous corresponding period. No dividend has been proposed or declared since the end of the financial year end.

Revenue from ordinary activities \$495,980 compared to last year's revenue of \$222,723.

Net loss attributable to members \$1,557,748 compared to last year's loss of \$1,773,838.

Loss per share of (0.29 cents) compared with last year's loss of (0.37 cents).

Diluted loss per share of (0.29 cents) compared with last year's loss of (0.37 cents).

REVIEW OF OPERATIONS

EnviroMission's role as global developer of Solar Tower technology projects and market opportunities has been consolidated over the last financial year resulting in a period where enquiries and existing project and market opportunities have evolved to fully occupy the global developer role.

EnviroMission has active development agreements in place in three markets that represent varied equity, capital, and ownership arrangements that ensure EnviroMission's ongoing oversight of Solar Tower intellectual property for short and long-term commercial benefit.

Agreements have been signed for Solar Tower development in India, the Middle East and the United States, and EnviroMission maintains development interests in Arizona via the company's wholly owned subsidiary, EnviroMission Inc.

Exclusive Solar Tower development rights in Texas will be assigned to Apollo Development Group on satisfaction of the final tranches of the development license fee (US\$500,000 on or prior to September 30 and US\$500,000 on or prior to December 31) for Apollo to move forward with Solar Tower development in Texas.

Solar Tower development feasibility analysis in the south west of the US supports a strong commercial case, with Texas viewed as a prime market for development, in a Heads of Agreement that provides Apollo (of which EnviroMission will hold 20% free-carried & non-diluting equity in Apollo once terms of the agreement are satisfied) with first rights of refusal to take up development opportunities in additional US State markets.

Arizona Solar Tower development under EnviroMission Inc management has been working through Solar Tower development fundamentals that include consultations for civil and environmental approvals processes, land acquisition delegations, and submission preparation for evaluation of EnviroMission's South of Parker Transmission Upgrade Project (HTP) in collaboration with the Central Arizona Water Conservation District to the U.S. Department of Energy's Western Area Power Administration's (Western's) to provide EnviroMission Inc., with increased grid access to regional power markets in California and Arizona and increase the reliability of the Central Arizona Project (CAP) water transportation system.

Direct investment in EnviroMission over the last financial year provided the necessary support and working capital to ensure EnviroMission's continued viability to manage through licence agreements that have been structured to provide EnviroMission with royalties and longer-term revenue from Solar Tower operation as projects are developed under each license agreement.

Development license agreements have been structured to ensure EnviroMission has equity in each development entity to ensure any future capitalisation of a development license will also benefit EnviroMission in line with its equity position.

EnviroMission's board considers the decision to commercialise Solar Tower intellectual property through market and project development license agreements will maximise development opportunities through the regional investment, skills and know-how available through development entities' resources.

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

	Consolidated Group	
	2015	2014
	\$	\$
Revenue from ordinary activities	495,980	222,723
Business expenses	(330,508)	(428,792)
Contracting & consulting expenses	(1,242,382)	(990,644)
Depreciation and amortisation	(11,018)	(6,054)
Employee expenses	(105,537)	(95,996)
Finance cost	-	(47,737)
Occupancy expenses	(115,454)	(122,215)
Other administration expense	(245,785)	(299,617)
Travel expenses	(3,045)	(5,506)
Loss before income tax expense	(1,557,748)	(1,773,838)
Income tax expense	-	-
Loss after Income tax	(1,557,748)	(1,773,838)
Other comprehensive income:		
Items that will not be reclassified to profit or loss		
Exchange difference on translating foreign controlled entities	(87,811)	6,498
	(87,811)	6,498
Items that will be reclassified to profit or loss	-	-
Other comprehensive income for the period, net of tax	(87,811)	6,498
Total comprehensive income for the period	(1,645,559)	(1,767,340)
Loss attributed to:		
Members of EnviroMission Limited	(1,557,748)	(1,773,838)
Non-controlling interest	-	-
	(1,557,748)	(1,773,838)
Total comprehensive income attributed to:		
Members of EnviroMission Limited	(87,811)	6,498
Non-controlling interest	-	-
	(87,811)	6,498
Earnings per share		
Basic loss per share (cents)	(0.29)	(0.37)
Diluted loss per share (cents)	(0.29)	(0.37)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Consolidated Group	
	2015	2014
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	609,150	972,549
Trade and other receivables	1,324,799	1,505,521
TOTAL CURRENT ASSETS	<u>1,933,949</u>	<u>2,478,070</u>
NON-CURRENT ASSETS		
Property, plant and equipment	56,773	56,018
Other non-current assets	16,412	11,767
Intangibles	1,166,508	1,120,920
TOTAL NON-CURRENT ASSETS	<u>1,239,693</u>	<u>1,188,705</u>
TOTAL ASSETS	<u>3,173,642</u>	<u>3,666,775</u>
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	1,527,596	1,556,927
Deferred income	1,306,267	1,483,208
TOTAL CURRENT LIABILITIES	<u>2,833,863</u>	<u>3,040,135</u>
NON-CURRENT LIABILITIES		
Trade and other payables	1,332	117
Borrowings	55,386	268,287
TOTAL CURRENT LIABILITIES	<u>56,718</u>	<u>268,404</u>
TOTAL LIABILITIES	<u>2,890,581</u>	<u>3,308,539</u>
NET ASSETS	<u>283,061</u>	<u>358,236</u>
EQUITY		
Issued capital	39,432,555	37,862,172
Reserves	316,851	404,662
Accumulated losses	(39,466,345)	(37,908,598)
TOTAL EQUITY	<u>283,061</u>	<u>358,236</u>

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

	Ordinary Share Capital \$	Accumulated Losses \$	Foreign Currency Translation Reserve \$	Total \$
Consolidated Group				
Balance as at 1 July 2013	34,899,648	(36,134,761)	398,164	(836,949)
Share issued during the year	2,962,524	-	-	2,962,524
Loss attributable to members of parent entity	-	(1,773,837)	-	(1,773,837)
Other comprehensive income for the year	-	-	6,498	6,498
Balance at 30 June 2014	37,862,172	(37,908,598)	404,662	358,236
 Balance as at 1 July 2014	 37,862,172	 (37,908,598)	 404,662	 358,236
Share issued during the year	1,570,384	-	-	1,570,384
Loss attributable to members of parent entity	-	(1,557,748)	-	(1,557,748)
Other comprehensive income for the year	-	-	(87,811)	(87,811)
Balance at 30 June 2015	39,432,555	(39,466,345)	316,851	283,061

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

	Consolidated 2015 \$	Consolidated 2014 \$
Net cash flows from operating activities		
Interest income	2,327	1,135
Development right fees received	313,932	222,092
Payments to suppliers & employees	(1,908,220)	(2,044,683)
Interest paid	-	(15)
Net cash inflow/ (outflow) from operating activities	(1,591,961)	(1,821,471)
Cash flows from investing activities		
Payments for property, plant & equipment	-	(63,116)
Net cash inflow/ (outflow) from investing activities	-	(63,116)
Cash flows from financing activities		
Proceeds from the issue of shares	1,126,636	2,169,319
Proceeds from borrowings	-	470,565
Repayment of borrowings	(66,056)	(4,198)
Net cash inflow/ (outflow) from financing activities	1,060,580	2,635,686
Net increase in cash and cash equivalents	(531,381)	751,098
Cash and cash equivalents at the beginning of the financial year	972,549	232,776
Effects of exchange rate changes on the balance of cash and cash equivalents in foreign currencies	167,982	(11,325)
Cash and cash equivalents at the end of the financial year	609,150	972,549
Notes to the condensed consolidated statement of cash flows		
Reconciliation of cash		
Cash on hand and at bank	609,150	972,549

SEGMENT INFORMATION

The Company has one business segment, being the development of Solar Towers as a source of renewable energy and operates in two geographical segments, Australia and the United States of America.

ACCUMULATED LOSSES

	Consolidated Group	
	2015 \$	2014 \$
Accumulated losses at beginning of the financial period	(37,908,598)	(36,134,761)
Net loss attributable to members	(1,557,748)	(1,773,837)
Accumulated losses at end of financial period	<u>(39,466,345)</u>	<u>(37,908,598)</u>

EARNINGS PER SHARE

Loss used to calculate basic and dilutive EPS	(1,557,748)	(1,773,837)
	Number	Number
Weighted average number of ordinary shares outstanding during the period used in the calculation of basic EPS	533,211,175	481,867,121
Weighted average number of dilutive options outstanding	-	-
Weighted average number of ordinary shares outstanding during the period used in the calculation of diluted EPS	<u>533,211,175</u>	<u>481,867,121</u>
Basic earnings/(loss) per share (cents)	(0.29)	(0.37)
Diluted earnings/(loss) per share (cents)	(0.29)	(0.37)

Potential ordinary shares not considered dilutive

At 30 June 2015, the Company had on issue 156,909,202 unlisted options over unissued capital and had incurred a net loss of \$1,557,748 (2014: \$1,773,837). Unlisted options are not considered dilutive and have not been included in the calculations of diluted earnings per share.

NET TANGIBLE ASSET BACKING

Net tangible asset backing per ordinary share at 30 June 2015, (0.166 cents), and at previous corresponding period, (0.158 cents).

EVENTS SUBSEQUENT TO REPORTING DATE

There have been no events subsequent to 30 June 2015 that have had a material effect on the Company.

COMPLIANCE STATEMENT

The financial information provided in the Appendix 4E is based on the annual financial report, which is being prepared in accordance with Australian accounting standards or standards acceptable to ASX.

This report and the accounts upon which the report is based use the same accounting policies.

This report does give a true and fair view of the matters disclosed.

This report is based on accounts which are in the process of being audited.

The financial report is not likely to be the subject of dispute or qualification.



Signed:

Roger C. Davey
Director

Melbourne, 31 August 2015