

CFT Energy Limited

Appendix 4E

Preliminary Final Report for the Year ended 30 June 2013

Details of the reporting period

Current period: 1 July 2012 to 30 June 2013

Previous corresponding period: 1 July 2011 to 30 June 2012

Results for Announcement to the Market

	Year ended 30 June 2013	Year ended 30 June 2012	Change \$	Change %
Revenue from continuing ordinary activities	-	Not Applicable	Not Applicable	Not Applicable
Profit (Loss) from continuing operations after tax attributable to members	(14,247)	(131,632)	117,385	Loss Down by 89.2%
Profit (Loss) for the period attributable to members	(14,247)	(131,632)	117,385	Loss Down by 89.2%

Dividends / distributions	Amount per security	Franked amount per security
Final dividend	-	-
Interim dividend	-	-

Record date for determining entitlements to the dividend

N/A

Explanation of Revenue

There were no revenues from continuing ordinary activities. For a more detailed explanation please refer to the attached audited financial report.

Explanation of Loss from ordinary activities after tax

The financial year reports a loss of (\$14,247) compared to a loss of (\$131,632). For a more detailed explanation please refer to the attached audited financial report.

Explanation of Net Loss

For a more detailed explanation please refer to the attached audited financial report.

NTA Backing

	2013	2012
Net tangible asset backing per ordinary share (cents per share)	(0.00302)	(0.00283)

CFT Energy Limited

ABN 72 107 745 095

Annual report

30 June 2013

Contents

Page

Directors' report (including corporate governance statement and remuneration report)

2

Auditor's independence declaration

16

Statement of financial position

17

Statement of comprehensive income

18

Statement of changes in equity

19

Statement of cash flows

20

Notes to the financial statements

21

Directors' declaration

26

Independent auditor's report

27

ASX additional information

30

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

The directors present their report together with the financial statements of CFT Energy Limited) ('the Company'), for the financial year ended 30 June 2013 and the auditor's report thereon.

Directors

The directors of the Company at any time during or since the end of the financial year and up to the date of this report, unless otherwise stated are:

Mr Robert Pertich *Non-executive Director, Chief Financial Officer and Company Secretary
(Appointed 28 June 2010, resigned 31 October 2013)*

Ordinary shares held at the date of this report: -

Mr Pertich is a Certified Practicing Accountant and has over 16 years experience in various business advisory and commercial roles. Mr Pertich was the sole director of his own consulting and business services firm concentrating on assisting the management of growing businesses in a variety of industries including energy, mechanical services and construction.

Mr Pertich commenced his career in 1992 as a tax accountant and over 4 years obtained his tax agent license and CPA qualifications. He then moved into a new role, which included senior audit work, due diligence, forensic accounting and dealing with multi-national companies and their specific requirements. In 2003, Mr Pertich decided to venture into his own business and recruited his own staff to provide a highly specialised business services firm.

Mr Pertich has been involved with various sized enterprises in differing industries. He has extensive experience in the management of accounting and finance functions as well as commercial negotiations and the structuring of finance.

Mr Harry Fung *Non-Executive Director (Appointed 28 June 2010)*

Ordinary shares held at the date of this report: 5,625,000

Mr Fung has had over 15 years experience in commercial business transactions specialising in financial markets.

Mr Fung's business interests and experience ranges from property development, hospitality, publishing and advertising, retail franchising, information technology and financial services.

Mr Fung has been employed as a consultant with MLC Financial Services to introduce the rollout of an online portal for the self-managed superannuation market. He spent three years working for a boutique fund management company and was recently CEO of a boutique fund management company in Melbourne.

He holds a diploma in Financial Markets.

Mr Fung is a former director of Centium Electric Limited (ASX: CUI, appointed, 12 January 2011, resigned 4 June 2012) and a former director of MUI Corporation Limited (ASX: MUI, appointed 27 May, 2009, resigned 6 June 2011).

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Mr Dean Marchiandi

Non-executive Chairman & Non-executive Director (Appointed 5 January 2012, resigned 9 January 2013)

Ordinary shares held at the date of this report: -

Mr Marchiandi is a Mechanical Engineer and is currently Managing Director of two (2) privately owned proprietary entities. He is responsible for all the facets of business and manages 48 staff members and 3 research and development engineers.

He has established businesses in Singapore and the United Kingdom. He has been instrumental in designing, developing and manufacturing Waste Heat Recovery Systems, Catalytic Reduction Systems and the ongoing development of technologies related to the operation of diesel engines using LNG, CNG and LPG.

Mr Rod Bresnehan

Non-executive Director (appointed 30 January 2012, resigned 9 January 2013)

Ordinary shares held at the date of this report: -

Mr Bresnehan holds a Bachelor of Applied Science (Chemistry/Geology) and has over 36 years of experience in the oil and gas industry. He has for the last 12 years provided key technical and strategic analysis and management of CBM projects; with experience in Australia and international areas with more recent CBM focus on Asia (including China and Indonesia) and Europe.

As a reservoir engineering professional and with 24 years of senior project management experience with Santos and Origin; Mr Bresnehan began consulting in 2000 to provide advice and manage hydrocarbon projects.

Mr Bresnehan is currently the Technical Director of European Gas Limited.

Mr Andrew Roach

Non-executive Director (appointed 9 January 2013, resigned 15 September 2014)

Ordinary shares held at the date of this report: -

Mr Roach has extensive knowledge in financial markets as a private client advisor specialising in small and medium capitalisation companies. Mr Roach successfully part owned and operated a stockbroking office in Darwin between 2004 and 2007.

In 2010, Mr Roach opened an investment and advisory firm, which raised \$100m in capital for ASX, listed mining companies in 2011.

In the past 3 years Mr Roach has been a non-executive director of ASX listed Capital Mining Limited (appointed 3 April 2012, resigned 15 January 2013).

Mr Chris Burrell

Non-executive Director (appointed 23 December 2013, resigned 8 August 2014)

Ordinary shares held at the date of this report: 2,232,450

Mr Burrell has been practicing in the area of commercial law for over ten years and is the managing partner of Fuse Advisory, a boutique corporate and legal advisory firm.

Mr Burrell advises private and publicly listed companies on mergers and acquisitions, takeovers, capital raising, corporate compliance and governance, and other complex commercial and corporate transactions.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Mr Robin Armstrong

Non-executive Director (appointed 13 October 2014)

Ordinary shares held at the date of this report: -

Mr Armstrong was a director & head of corporate at Findlay & Co Stockbrokers Ltd for many years, his wealth of experience in the capital market both domestically and internationally will be a valuable asset to CFT Energy.

Mr Armstrong has previously served on many boards, both in executive and non-executive capacities.

Mr Quentin Olde

Non-executive Director (appointed 29 October 2014)

Ordinary shares held at the date of this report: -

Mr Olde is an experienced and respected restructuring and turnaround professional with over 20 years experience as a Chartered Accountant and adviser to financiers, corporates and investors.

Mr Olde has board expertise specifically in the industries of property, hospitality, mining and mining services as well as technology services and is currently a Senior Managing Director at FTI Consulting, a global restructuring and crisis management firm.

Mr Olde's skill set is vast with expertise in private equity, strategic workouts, formal insolvencies, distressed debt-trading transactions, dispute resolution and operational restructurings.

Mr Olde holds a Bachelor of Commerce from UWA.

Company secretary

Ms Eryn Kestel

Joint Company Secretary appointed 8 March 2012

Ms. Kestel has a Bachelor of Business Degree majoring in Accounting and is a Certified Practicing Accountant.

Before this date Robert Pertich (Director, above) was company secretary to the Company.

Directors' meetings

The number of directors' meetings and number of meetings attended by each of the directors of the Company during the financial year are:

Director	Board Meetings	
	A	B
Mr Robert Pertich	5	5
Mr Harry Fung	5	5
Mr Dean Marchiandi	3	5
Mr Rod Breshnehan	1	5
Mr Andrew Roach	3	5
Mr Chris Burrell	-	-

A - Number of meetings attended

B - Number of meetings held during the time the director held office during the year

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement

The board of the company is committed to implementing standards of corporate governance expected of an ASX-listed organisation outside the top 300 largest companies.

This statement reports on the company's key governance principles and practices. These are reviewed and revised regularly as appropriate by the board to reflect changes in law and developments in corporate governance generally.

Principle 1: Lay solid foundations for management and oversight

Role of the board and management

The company defines its management as those individuals charged with executive power. In its present form the company currently does not have any management that do not hold directorships. Due to its size and the complexity of its business operations, the directors of the company have determined that the full board is the most appropriate function for governing the company; as such, the directors believe the delegation of the board's decision-making to committees, including an audit committee, nominations committee or remuneration committee, which may be appropriate for larger companies, are an inefficient allocation of resources for the company.

Responsibilities of the board

The directors of the company consider the principal responsibilities of the board to include the following:

- Conducting and administering business operations, investing activities and financing initiatives
- Overseeing the company, including its control, risk, compliance and accountability systems
- Evaluating acquisition and divestment opportunities, including the conducting of due diligence
- Appointing directors to casual vacancies
- Recommending to members the appointment, ratification or removal of directors
- Approving and monitoring financial and other reporting

For the roles and responsibilities of the board, refer to the description of directors contained in the directors' report.

Induction

Upon appointment, directors are required to provide to the company their consent to the directorship. Such consent includes an understanding of the expected role and responsibility entailed by the directorship.

Principle 2: Structure the board to add value

Independent decision-making

Although each of the company's executive or non-executive directors, through their direct or indirect shareholdings, option-holdings or contractual arrangements with the company are not independent, the board encourages those directors to bring an independent judgment to bear on board decisions.

As the company expands from its current size and scale operations, the board has committed to re-evaluate its composition of independent directors in order to ensure that the board continues to make decisions that are independently considered in the best interests of the company.

Role of the chair

The company's existing chair is also an executive director. He has unique qualities of leadership, skill and expertise, invaluable to both the functioning of the governance of the company and in the execution of its operations. Therefore the board continues to maintain that the appointment and retention of the chair in both roles as chair and executive director is in the best interests of the company.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement (continued)

Selection and appointment process and re-election of directors

The selection, appointment and re-election of directors is rigorously determined at board level before the decisions of the board are put to the company's members for their voting for directorships at general meetings. In considering its optimal composition, the board considers the following:

- The mix and diversity of skill, experience and expertise of the board;
- The track record of each individual or prospective director
- The ability of that director to impart independent thought and judgment in the board's decision-making process
- At least one director must be elected or re-elected annually
- Director terms are a maximum three years, which may be extended upon re-election at a general meeting

Principle 3: Promote ethical and responsible decision-making

Promotion of ethical and responsible decision-making

In the absence of a formal code of conduct, the board has identified the following minimum standards that are expected to be followed by all its directors, employees, consultants and contractors:

- At all times to act with integrity
- To consider responsibilities to the company's shareholders and its stakeholders
- Ensure that all legal obligations are understood and complied with
- Ensure that any unethical practices are reported and investigated, if they occur

Establishment of a trading policy

The company's policy for the trading of shares is the following:

Whenever a director, employee, contractor or consultant (or their related parties, as established under the Corporations Act) has inside information which may affect the value of securities they must not deal in those securities or communicate the information to anyone else.

Principle 4: Safeguard integrity in financial reporting

Safeguarding the integrity of financial reporting

In the absence of an audit committee, the board is committed to the following in ensuring that the integrity of its financial reporting is safeguarded:

- The board includes non-executive directors that are able to impart independent advice concerning the company's financial reporting
- At least annually the company assesses the independence of its external auditor and ratifies the provision of non-audit services by its auditor to the extent permissible under the Corporations Act
- The directors make sure that they are adequately financially literate so that they can understand and approve the financial statements
- The company's financial reporting meets the needs of its stakeholders

Principle 5: Make timely and balanced disclosure

The company promotes timely and balanced disclosure of all of its material matters

Upon each significant decision, development or event that may affect the allocation of scarce resources by the company's stakeholders, the board meets and determines the disclosures appropriate for the ASX. The vetting and authorisation process for the company's announcements include the following rules:

- The disclosures are made in a timely manner
- They are factual
- They do not omit material information
- They are expressed in a clear and objective manner that allows the company's stakeholders to assess the impact of information when making decisions concerning the allocation of scarce resources

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement (continued)

Principle 6: Respect the rights of shareholders

Communicating with shareholders through electronic media

The core platform for the company's approach to managing its communications with shareholders is its use of electronic media. The following measures are in-place for ensuring that this communication meets the needs of the company's shareholders:

- All relevant announcements are made to the market through www.asx.com.au, including full notices of general meetings together with sufficient explanatory material
- The results of those meetings, as voted by shareholders at general meetings
- Where necessary, updates on the performance of the company, including the issue of new securities, developments in business operations and changes in directors' interests

Other communication means

In addition to its electronic services, the company employs a share registry services provider to manage its communication with shareholders, specifically for the following:

- Advising shareholders of notices of general meetings
- Informing shareholders of holding entitlements and dividend and capital distributions
- Other disclosures, as considered necessary for the information needs of its shareholders

Principle 7: Recognise and manage risk

The directors are responsible for recognising and managing risk

The directors of the company are responsible for recognising and managing risk, through both formal communication mechanisms (board meetings and general meetings) and informally through their correspondences between such meetings. Risk may include matters dealing with strategy, operations, compliance, ethical conduct, reputation and brand, technology, human capital, financial reporting and market-related risks.

Every year the executive directors provide assurances to the board, in accordance with s.295A of the Corporations Act that the company is founded on a sound system of risk management and internal control and that the system is operating effectively in all material respects in relation to financial reporting risks.

Principle 8: Encourage enhanced performance

Evaluation of the performance of the board

There is no formal process for evaluating the performance of individual board members. Generally, the board considers the performance of each director as and when the need arises and in so doing will consider the following:

- The contribution of the director to the overall functioning of the board
- A demonstrated effectiveness in understanding the company and the industry in which it operates
- A tangible contribution to the company in achieving its long-term and short-term strategic goals

The performance of the company secretary

As above, there is no formal evaluation process of the company secretary; however the board has identified the following in considering the performance of the company secretary:

- Ensuring that board meetings are co-ordinated in a timely and logical manner;
- The board members receive appropriate information on the performance of the company for their decision-making at such meetings; and
- Disclosures of the company's performance and activities as adequately communicated to the company's stakeholders through the ASX.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement (continued)

Principle 9: Remunerate fairly and responsibly

The board is responsible for appropriately remunerating its directors, executive management and employees

In determining the appropriate level of remuneration for the directors of the company, the board considers the following:

- Balancing the need to attract and retain an optimal composition of board and management for the company, against the allocation of scarce resources by the company in compensation for their services
- Ensuring that executive directors have an appropriate mix of short-term and long-term incentives, including variable and non-variable components
- Adequately compensating non-executive directors for their services rendered in imparting independent advice to the board

Currently the company has no equity-based compensation plan that applies to its directors, nor did any of the directors participate in any formal bonus-incentive scheme linked to the performance of the company. However, directors are encouraged to have equity holdings in the company in order to align their interests with those of the company. Disclosures of those equity holdings are made to the ASX.

Corporate Governance Compliance

During the financial year the company complied with each of the Corporate Governance Principles and corresponding Best Practice recommendations, as set out by the ASX, with the exception of the following:

Corporate Governance Policy	Comment
Principle 1 Lay solid foundation for management and oversight	Adopted
1.1 Formalise and disclose the functions reserved to the Board and those delegated to management.	The Company's Corporate Governance Policies includes a Board Charter, which discloses the <u>specific responsibilities of the Board</u> .
1.2 Disclose the process for evaluating the performance of senior executives.	The Board monitors the performance of senior management including measuring actual performance against planned performance.
1.3 Provide the information indicated in 'Guide to reporting on Principle 1'.	The Company will provide details of any departures from best practice recommendation Principle 1 in its Annual Report
Principle 2 Structure the board to add value	Adopted except for Recommendations 2.1, 2.2, 2.3 and 2.4
2.1 A majority of the Board should be independent.	Two of the three current Directors are independent.
2.2 The chairperson should be an independent director.	The current chairperson is also an Executive Director of the Company. Prior to his appointment in October 2014, the Chairperson was an independent director.
2.3 The roles of chairperson and chief executive officer should not be exercised by the same individual.	The current chairperson is also an executive of the Company.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement (continued)

Corporate Governance Policy	Comment
2.4 The board should establish a nomination committee.	No formal nomination committee or procedures have been adopted as yet given the size of the Company and the Board. The Board, as a whole, will serve as a nomination committee. Where necessary, the nomination committee seeks advice of external advisers in connection with the suitability of applicants for Board membership.
2.5 Disclose the process for evaluating the performance of the board, its committees and the individual directors.	The Board has a policy of conducting an annual performance review of itself that compares the performance of the Board with the requirements of the Board Charter, critically reviews the mix of the Board and suggests amendments to the Board Charter as are deemed necessary or appropriate.
2.6 Provide the information indicated in 'Guide to Reporting on Principle 2'.	The Company will provide details of any departures from best practice recommendation Principle 2 in its Annual Report
Principle 3 Actively promote ethical and responsible decision-making	Adopted except for Recommendation 3.4
3.1 Establish a code of conduct and disclose the code or a summary of the code as to: 3.1.1 The practices necessary to maintain confidence in the Company's integrity 3.1.2 The practices necessary to take into account their legal obligations and reasonable expectations of their stakeholders 3.1.3 The responsibility and accountability of individuals for reporting or investigating reports of unethical practices.	The Company's Corporate Governance Policies include a Directors and Executive officers' Code of Conduct Policy, which provides a framework for decisions and actions in relation to ethical conduct in employment. The Company's Corporate Governance Policies includes Dealing in Securities which provides comprehensive guidelines on trading in the Company's securities.
3.2 Establish a policy concerning trading in Company securities by directors, senior executives and employees and disclose the policy or a summary of that policy.	Trading policy has been established and adopted.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement (continued)

Corporate Governance Policy	Comment
3.3 Establish a policy concerning diversity and disclose the policy or a summary of that policy. The policy should include requirements which enable the Company to establish measurable objectives for achieving gender diversity so the Board can assess annually the objectives and the progress in achieving them.	The Company has adopted a Diversity Policy
3.4 Disclose in each annual report the measurable objectives for achieving gender diversity set by the Board in accordance with the Diversity Policy and progress towards achieving them.	Due to the size of the board, measureable objective for achieving gender diversity has not been set.
3.5 Disclose in each annual report the proportion of women employees in the whole organisation, women in senior executive positions and women on the Board.	As at 30 June 2014, there are no woman employees, woman in senior executives and woman on the board, however the Company Secretary is a woman.
3.6 Provide the information indicated in 'Guide to Reporting on Principle 3'.	The Company will provide details of any departures from best practice recommendation Principle 3 in its Annual Report
Principle 4 Safeguard integrity in financial reporting	Adopted except for Recommendation 4.1 and 4.2
4.1 The Board should establish an audit committee.	An Audit and Risk Management Committee has not been established. The Company's Audit and Risk Management Committee comprises the full Board
4.2 Structure the audit committee so that it consists of: <ul style="list-style-type: none"> Only non-executive directors A majority of independent directors An independent chairperson who is not the chairperson of the Board At least three members. 	An Audit and Risk Management Committee will be established once the Company is of a size, has the level of operations and resources which warrants the establishment of a separate Committee
4.3 The audit committee should have a formal operating charter.	The Audit and Risk Management Committee will have a formal Charter upon appointment.
4.4 Provide the information indicated in the 'Guide to reporting on Principle 4'.	The Company will provide details of any departures from best practice recommendation Principle 4 in its Annual Report
Principle 5 Promote timely and balanced disclosure	Adopted
5.1 Establish written policies and procedures designed to ensure compliance with ASX Listing Rule disclosure requirements and to ensure accountability at a senior management level for that compliance.	The Company has a Continuous Disclosure program in place which is designed to ensure compliance with the ASX Listing Rules requirements on disclosure and to ensure accountability at a board level for compliance and factual presentation of the Company's financial position.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement (continued)

Corporate Governance Policy	Comment
5.2 Provide the information indicated in the 'Guide to reporting on Principle 5'.	The Company will provide details of any departures from best practice recommendation Principle 5 in its Annual Report
Principle 6 Respect the rights of shareholders	Adopted
6.1 Design and disclose a communications policy to promote effective communication with shareholders and encourage effective participation at general meetings and disclose the policy or a summary of the policy	The Company's Corporate Governance Policies includes a Shareholder Communications Policy which aims to ensure that the shareholders are informed of all material developments affecting the Company's state of affairs.
6.2 Provide the information indicated in the 'Guide to reporting on Principle 6'.	The Company will provide details of any departures from best practice recommendation Principle 6 in its Annual Report
Principle 7 Recognise and manage risk	Adopted
7.1 The Board or appropriate Board committee should establish policies on risk oversight and management.	The Company's Corporate Governance Policies includes a Risk Management Policy which aims to ensure that all material business risks are identified and mitigated. The Board determines and identifies the Company's "risk profile" and is responsible for overseeing and approving risk management strategies and policies, internal compliance and internal controls.
7.2 The Board should require management to design and implement the risk management and internal control system to manage the Company's material business risks and report to it on whether those risks are being managed effectively. The Board should disclose that management has reported to it as to the effectiveness of the Company's management of its material business risks.	The CEO has designed and implemented continuous risk management and internal control systems. Reports as requested are provided at relevant times.
7.3 The Board should disclose whether it has received assurance from the chief executive officer (or equivalent) and the chief financial officer (or equivalent) that the declaration provided in accordance with section 295A of the Corporations Act is founded on a sound risk management and internal control and that the system is operating effectively in all material respects in relation to the financial reporting risks.	The Board seeks, at the appropriate times, the relevant assurances from the individuals appointed to perform the role of Chief Executive Officer and the Chief Financial Officer.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Corporate governance statement (continued)

Corporate Governance Policy	Comment
7.4 Provide the information indicated in the 'Guide to reporting on Principle 7'.	The Company will provide details of any departures from best practice recommendation Principle 7 in its Annual Report
Principle 8 Remunerate fairly and responsibly	Adopted except for Recommendation 8.1
8.1 The Board should establish a remuneration committee	The Company's Remuneration Committee comprises the Board acting without the affected director participating in the decision making process
8.2 Clearly distinguish the structure of non-executive directors' remuneration from that of executives	The Board will distinguish the structure of non-executive director's remuneration from that of executive directors and senior executives. Relevantly, the Company's Constitution provides that the remuneration of non-executive Directors will be not be more than the aggregate fixed sum determined by a general meeting. The Board is responsible for determining the remuneration of the Managing Director and senior executives (without the participation of the affected director).
8.3 Provide the information indicated in the 'Guide to reporting on Principle 8'.	

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Remuneration report – audited

Remuneration is referred to as compensation throughout this report. Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Company and the Group, including directors of the Company and other executives. Key management personnel comprise the directors of the Company. For the year ended 30 June 2013, there was no formal process for setting compensation levels.

For details concerning the Company's remuneration policies and practices refer to the Corporate Governance Statement which forms part of the Directors' Report.

Names of key management personnel and material contracts and remuneration

Members of key management personnel are the company's directors. Neither of these directors, nor any of their associated or controlled parties or entities held a material contract with the company for the full financial year. Consequently, no directors received compensation in-respect of their services to the company. An amount of \$58,373 is owed to Chris Burrell in-respect of due diligence services he rendered to the Company in the year ended 30 Jun 2012.

Options Issued as part of remuneration

No options were issued to Key Management Personnel as part of their remuneration during the year. (2012: \$nil).

The company has no options, vested or unvested, on issue.

Key Management Personnel (KMP) Shareholdings

The number of ordinary shares in CFT Energy Limited held by each KMP of the Company during the year:

	Balance at 30 June 2013	Balance at 30 June 2012
Robert Pertich	1,537,500	1,537,500
Harry Fung	5,625,000	5,625,000
Giuseppe Cossari	-	-
Dean Marchiandi	-	-
Andrew Roach	-	-
Chris Burrell	-	-
	<hr/> 7,162,500	<hr/> 7,162,500

This ends the audited remuneration report

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Principal activities, review of operations, likely developments, going concern and events after the reporting period

During the financial year ended 30 June 2013, the Company incurred a loss of \$14,247 (2012: \$131,632) as it continued to look for opportunities to acquire assets or businesses. Those that did not proceed past due diligence phase and were discontinued included:

- A proposed transaction with Consolidated Steel Group Pty Ltd;
- A proposed transaction with CFT Energy Holdings (HK) Ltd;
- A Proposed transaction with MM Vas Motors Limited;
- A Proposed transaction with Welcome Gold Holdings Pty Ltd;
- A Proposed transaction with Meridien Capital Limited; and
- A proposed transaction with E-tivity Corporation Pty Ltd; and
- A share subscription agreement with Aseena Wealth Solutions Pty Ltd and Sanston Securities Australia Pty Ltd.

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the SME market, with operations in the Asia Pacific region.

The deal is subject to the following conditions precedent clauses, which are yet to be satisfied as at the date of this report:

- Whether an independent expert's report concludes that the deal is fair and reasonable for both the Company and WolfStrike's shareholders;
- A consolidation of ordinary shares and thereafter the raising of a minimum of \$2,500,000 and up to \$5,000,000 via a prospectus, subject to the necessary shareholder and regulatory approvals, including the satisfaction of the change of business test set out under ASX listing rules;
- A change of name of the Company to WolfStrike Rental Group Limited;
- An issue of ordinary shares by the Company to the shareholders, advisers and promoters of WolfStrike and its transaction with the Company; and
- The requote of the Company's securities on the ASX within two months of the transactions described above.

In November 2014 the directors signed convertible note loan agreements with various parties to raise a total of \$700,000 (or over subscriptions as the board decide) as an unsecured facility. The purpose of the agreements is to provide working capital to support the Company as it transacts with WolfStrike. The right of conversion into ordinary shares (on both the note and its accrued interest, charged at 12% per annum) is at the hands of the noteholder up until the maturity date of October 2015.

In November 2014, the company granted the issue of 5,000,000 ordinary shares in-respect to the settlement of outstanding trade payable liabilities. As at the date of this report, these shares have been granted but not yet issued.

Dividends

No dividends were paid or declared by the Company to members since the end of the previous financial year or subsequent to 30 June 2013 (2012: nil).

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2013

Indemnification and insurance of officers and auditors

Insurance premiums

Since the end of the previous financial year the Company has not paid insurance premiums in respect of directors' and officers' liability.

Non-audit services

During the financial year, William Buck has not performed other services in addition to their statutory duties.

Lead auditor's independence declaration

The Lead auditor's independence declaration is attached to and forms part of this directors' report.

This report is made with a resolution of the directors:



Director

Dated this 5 day of December, 2014

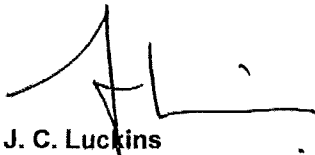
AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF CFT ENERGY LIMITED

I declare that, to the best of my knowledge and belief during the year ended 30 June 2013 there have been:

- no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.



William Buck Audit [Vic] Pty Ltd
ABN 59 116 151 136



J. C. Luckins
Director

Dated this 5th day of December, 2014

CHARTERED ACCOUNTANTS & ADVISORS

Melbourne Office
Level 20, 181 William Street
Melbourne VIC 3000

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Hawthorn East VIC 3123

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CFT Energy Limited

ABN 72 107 745 095

Statement of financial position

As at 30 June 2013

	<i>Note</i>	30 June 2013 \$	30 June 2012 \$
Assets			
Cash and cash equivalents		56,355	19,602
Total current assets		56,355	19,602
Total assets		56,355	19,602
Liabilities			
Trade and other payables	6	259,520	208,520
Total current liabilities		259,520	208,520
Total liabilities		259,520	208,520
Net deficiency		(203,165)	(188,918)
Equity			
Share capital	7	5,128,729	5,128,729
Accumulated losses		(5,331,894)	(5,317,647)
Total equity		(203,165)	(188,918)

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Statement of comprehensive income

For the year ended 30 June 2013

	<i>Note</i>	2013	2012
		\$	\$
Fair value gain on conversion of convertible notes		-	231,250
Corporate and administrative expenses		<u>(14,247)</u>	<u>(362,882)</u>
		-	-
Loss before income tax		<u>(14,247)</u>	<u>(131,632)</u>
Income tax expense	5	-	-
Loss for the year		<u>(14,247)</u>	<u>(131,632)</u>
Other comprehensive income for the year, net of income tax		-	-
Total comprehensive loss for the year		<u>(14,247)</u>	<u>(131,632)</u>
Loss per share			
Basic and diluted loss per share (cents)	12	0.02	0.23
Weighted average number of shares used in determining basic and diluted loss per share		67,321,011	57,808,877

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Statement of changes in equity

For the year ended 30 June 2013

	Attributable to equity holders of the Company		
	Share capital	Accumulated losses	Total equity
Balance at 30 June 2011	4,826,229	(5,186,015)	(359,786)
Loss for the year	-	(131,632)	(131,632)
Total comprehensive loss for the year	-	(131,632)	(131,632)
<i>Transactions with owners, recorded directly in equity</i>			
Issue of ordinary shares	302,500	-	302,500
Total transactions with owners of the Company	302,500	-	302,500
Balance at 30 June 2012	5,128,729	(5,317,647)	(188,918)
Balance at 30 June 2012	5,128,729	(5,317,647)	(188,918)
Loss for the year	-	(14,247)	(14,247)
Total comprehensive loss for the year	-	(14,247)	(14,247)
Balance at 30 June 2013	5,128,729	(5,331,894)	(203,165)

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Statement of cash flows

For the year ended 30 June 2013

<i>Note</i>	2013	2012
	\$	\$
Cash flows from operating activities		
Cash received from / (paid to) suppliers and employees	<u>36,753</u>	<u>(9,678)</u>
Net cash from / (used in) operating activities	<u>36,753</u>	<u>(9,678)</u>
Net increase/(decrease) in cash and cash equivalents	36,753	(9,678)
Cash and cash equivalents at 1 July	<u>19,602</u>	<u>29,280</u>
Cash and cash equivalents at 30 June	<u>56,355</u>	<u>19,602</u>

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

1. Reporting entity

These are the financial statements of CFT Energy Limited (the Company).

2. Basis of preparation

(a) Statement of compliance

These financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. These financial statements comply with International Financial Reporting Standards (IFRSs) adopted by the International Accounting Standards Board (IASB).

(b) Going concern and events after the reporting period

The financial statements have been prepared on a going concern basis notwithstanding that the Company recorded a net deficiency of assets as at 30 June 2014 totalling \$445,262 and incurred a loss of \$275,922. The directors of the Company are continuing to work with its creditors to settle or to extend the maturities of its outstanding obligations. In November 2014, the Company issued 5,000,000 ordinary shares in-respect to the settlement of an outstanding debt liability. In addition to this, the following matters have been considered by the directors in determining the appropriateness of the going concern basis of preparation:

A proposed transaction with WolfStrike

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the SME market, with operations in the Asia Pacific region.

The deal is subject to the following conditions precedent clauses, which are yet to be satisfied as at the date of this report:

- Whether an independent expert's report concludes that the deal is fair and reasonable for both the Company and WolfStrike's shareholders;
- A consolidation of ordinary shares and thereafter the raising of a minimum of \$2,500,000 and up to \$5,000,000 via a prospectus, subject to the necessary shareholder and regulatory approvals, including the satisfaction of the change of business test set out under ASX listing rules;
- A change of name of the Company to WolfStrike Rental Group Limited;
- An issue of ordinary shares by the Company to the shareholders, advisers and promoters of WolfStrike and its transaction with the Company; and
- The requote of the Company's securities on the ASX within two months of the transactions described above.

In November 2014 the directors signed convertible note loan agreements with various parties to raise a total of \$700,000 (or over subscriptions as the board decide) as an unsecured facility. The purpose of the agreements is to provide working capital to support the Company as it transacts with WolfStrike. The right of conversion into ordinary shares (on both the note and its accrued interest, charged at 12% per annum) is at the hands of the noteholder up until the maturity date of October 2015.

The directors anticipate that the proceeds both from the Prospectus and in the short-term from the convertible note will be sufficient to provide the Company with working capital to meet its operational needs.

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

2. Basis of preparation (continued)

Going concern and events after the reporting period (continued)

Letters of financial support

The directors have received letters of financial support from parties associated with the proposed WolfStrike transactions and the third party majority holder of the previously mentioned convertible notes. The letter from the third party convertible note holder confirms that the holder intends and has the financial capacity to not call upon repayment of the note and its accrued interest at its maturity. The letters from the note holder and WolfStrike confirm, subject to the completion of the WolfStrike transaction, that both the note holder and WolfStrike intend to provide additional financial support, if required, so that the Company has sufficient working capital to continue its operations for a period of at least twelve months from the date of signing this report, or to such point in time that the Company will have sufficient reserves of working capital that such financial support is not necessary.

If the above matters do not eventuate, the Company may not be able to continue as a going concern. This may necessitate a revaluation of its assets and / or a reclassification of its liabilities in the Statement of Financial Position and an adjustment to profit or loss due to these changes.

(c) Use of estimates and judgements

The preparation of financial statements in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

- note 2(b) – going concern

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks.

(b) Trade and other payables

Liabilities for trade payables, accruals and other amounts are carried at amortised cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed.

(c) Earnings per share

The Company presents basic and diluted earnings per share data for its ordinary shares. Basic earnings per share is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares.

(d) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective or available for early adoption for periods beginning after 1 July 2012 and have been applied in preparing these financial statements. None of these had a significant effect on these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

4. Auditor's Remuneration

	2013	2012
<i>Remuneration of the auditor for:</i>	\$	\$
Audit and review of financial reports (William Buck)	<u>14,000</u>	<u>16,000</u>

5. Income tax expense

There was no current income tax expense for the year ended 30 June 2013 due to the loss from operations (2012: nil). The directors have assessed that there is, at this stage, a low likelihood that losses from prior operations will be available to potentially offset future assessable income and on this basis have not estimated or disclosed the quantum of such losses in these financial statements.

6. Trade and other payables

	2013	2012
	\$	\$
Trade creditors and accruals	201,147	150,147
Amounts owing to related parties	<u>58,373</u>	<u>58,373</u>
	<u>259,520</u>	<u>208,520</u>

As at period-end, \$58,373 was owing to parties related to Chris Burrell (2012: \$58,373), all of which was unsecured and payable at call. Subsequent to year-end, this obligation was settled through the issue of 2,232,450 ordinary shares.

7. Share capital

As at 30 June 2013, the Company has on issue 67,321,011 ordinary fully paid shares (2012: 67,321,011). Ordinary shares participate in dividends and the proceeds on winding up of the company in proportion to the number of shares held. At the shareholders' meetings, each ordinary share is entitled to one vote upon the calling of a poll; otherwise, each shareholder has one vote on a show of hands.

The board's policy for managing its capital is to ensure that it is able to continue to fund its working capital needs subject to the constraints of ASX listing rules, which include the requirement for pre-approval from its members for any issues of capital through placement for more than 15% of its total issued capital.

8. Reconciliation of cash flows from operating activities

	2013	2012
	\$	\$
Cash flows from operating activities		
Profit / (loss) for the period	(14,247)	(131,632)
Adjustments for non-cash items:		
Increase / (decrease) in trade and other payables	<u>51,000</u>	<u>121,954</u>
Net cash from operating activities	<u>36,753</u>	<u>(9,678)</u>

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

9. Financial risk management

Financial risk management policies

The Company's principal financial instruments comprise cash and, trade and other payables as disclosed in the financial statements. The main purpose of these financial instruments is to manage the working capital needs of the Company's operations. It is the Company's policy that no trading in financial instruments shall be undertaken. The main risk arising from the Company's financial instruments is liquidity risk. The board's policy for managing this risk is summarised below.

Liquidity risk

Liquidity risk arises from the possibility that the Company might encounter difficulty in settling its debts or other wise meeting its obligations related to financial liabilities. The Company manages liquidity risk by monitoring forecast cash flows and investing surplus cash only with major financial institutions. . As at 30 June 2013 all liabilities owed by the Company were due and payable at call.

Fair values of assets and liabilities

The net fair value of financial assets and liabilities in these financial statements approximate their carrying values due to their short-term nature.

10. Related party disclosure

Key management personnel compensation

Members of key management personnel consist of the company's directors, being Harry Fung, Robert Pertich (resigned 31 October 2013), Dean Marchiandi (resigned 9 January 2013), Rod Bresnehan (resigned 9 January 2013), Andrew Roach (resigned 15 September 2014) and Chris Burrell (resigned 8 August 2014). Neither of these directors, nor any of their associated or controlled parties or entities held a material contract with the company for the full financial year. Consequently, no directors received compensation in-respect of their services to the Company. An amount of \$58,373 was unpaid to Chris Burrell in-respect of due diligence services rendered to the Company in the year ended 30 June 2012.

Key Management Personnel (KMP) Shareholdings

The number of ordinary shares in CFT Energy Limited held by each KMP of the Company during the year:

	Balance at 30 June 2013	Balance at 30 June 2012
Robert Pertich	1,537,500	1,537,500
Harry Fung	5,625,000	5,625,000
Giuseppe Cossari	-	-
Dean Marchiandi	-	-
Andrew Roach	-	-
Chris Burrell	-	-
	<u>7,162,500</u>	<u>7,162,500</u>

11. Operating segment

The Company continued to trade as one segment during the period, being the evaluation of investment opportunities in the Australasia region.

12. Contingent assets and liabilities

As at 30 June 2013 there were no contingent assets and liabilities applicable to the Company.

CFT Energy Limited

Directors' declaration

- 1 In the opinion of the directors of CFT Energy Limited ('the Company'):
 - (a) the accompanying financial statements and notes, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's financial position as at 30 June 2013 and of its performance for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. The directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the chief executive officer and chief financial officer for the financial year ended 30 June 2013.
3. The directors draw attention to note 2 to the financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Signed in accordance with a resolution of the directors:

Dated at: .



Director

Dated this 5 day of December, 2014

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CFT ENERGY LIMITED

Report on the Financial Report

We were engaged to audit the accompanying financial report of CFT Energy Limited (the Company). The financial report comprises the statement of financial position as at 30 June 2013, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 2, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for our opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001.

Basis for Disclaimer of Opinion

Access to books and records supporting expenditures of the company.

We were unable to access the necessary books, records and documentation supporting expenditures in the financial statements and the disclosures for related party transactions and compensation paid to key management personnel arising as a consequence of such expenditures. Due to this limitation, we are unable to determine what adjustments would be necessary, if any at all, to the expenditures represented in the financial statements and the disclosures in the notes to the financial statements of related party transactions and key management personnel compensation, were we able to access sufficient and appropriate evidence supporting these expenditures. Our audit opinion on the financial statements for the year ended 30 June 2012 was also disclaimed on this basis.

CHARTERED ACCOUNTANTS & ADVISORS

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CFT ENERGY LIMITED (CONT)

Audit evidence supporting the existence of a material uncertainty over the going concern assumption.

As disclosed in Note 2(b) to the financial report, the Directors state that the Company's financial report has been prepared on a going concern basis. In assessing the going concern basis of preparation, the Company has made a number of assumptions including that:

- A party associated with the WolfStrike transaction has the intention and ability to provide working capital funding to the Company as necessary and for a period of at least 12 months from the date of this report or until such time as the Company can pay its debts as and when they fall due without jeopardising its available working capital position. As disclosed in Note 2(b) to the financial statements this letter of support is however contingent upon the successful execution of the WolfStrike acquisition; and
- A convertible note issued subsequent to year end will not be repayable for a period of at least 12 months from the date of the audit report or until such time as time as the Company can repay the debt without jeopardising its available working capital position. As disclosed in Note 2(b) to the financial statements the convertible note matures in October 2015, however the company has received written representations from the note holder that it does not intend to call upon repayment of the notes and accrued interest subject to the successful execution of the WolfStrike acquisition. Our audit opinion on the financial statements for the year ended 30 June 2012 was also disclaimed on this basis.

As the WolfStrike acquisition is contingent upon a number of events, we have been unable to obtain sufficient appropriate audit evidence to support an assessment as to whether or not the transaction will proceed.

As a result of our inability to obtain sufficient appropriate audit evidence in relation to these matters, we have therefore been unable to obtain sufficient appropriate audit evidence to determine whether a material uncertainty exists and accordingly whether the Company's has the ability to continue as a going concern for a period of at least 12 months from the date of the audit report.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the financial report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CFT ENERGY LIMITED (CONT)

Report on the Remuneration Report

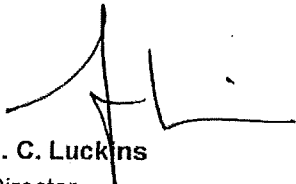
We were engaged to audit the Remuneration Report included in the directors' report for the year ended 30 June 2013. The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs accompanying the above Independent Auditor's Report to accompany the financial statements of CFT Energy Limited for the year ended 30 June 2013, we have not been able to obtain sufficient appropriate audit evidence to determine whether or not the Remuneration Report of CFT Energy Limited for the year ended 30 June 2013, complies with section 300A of the Corporations Act 2001.



William Buck Audit [Vic] Pty Ltd
ABN 59 116 151 136



J. C. Luckins
Director

Dated this 5th day of December, 2014

ASX Information

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below.

Shareholdings (as at 26 November 2014)

Substantial shareholders

The number of shares held by substantial shareholders and their associates are set out below:

Shareholder	Number
Sticha Pty Ltd	13,500,000
Z J & C Investments Pty Ltd	9,097,500
A & J Tannous Nominees Pty Ltd <Assad Tannous A/c>	5,000,000

Voting rights

Ordinary shares

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Options

There are no voting rights attached to the options.

Distribution of equity security holders

Category	Ordinary shares	Holders
1 - 1,000	108,473	199
1,001 - 5,000	284,241	119
5,001 - 10,000	206,907	26
10,000 - 100,000	2,891,015	75
100,000 and over	72,212,825	79
	<u>75,703,461</u>	<u>498</u>

The number of shareholders holding less than a marketable parcel of ordinary shares is 390 holding 1,565,779 Shares.

Twenty largest shareholders

Name	Number of ordinary shares held	Percentage of capital held
Sticha Pty Ltd	13,500,000	17.83%
Z J & C Investments Pty Ltd	9,097,500	12.02%
A & J Tannous Nominees Pty Ltd <Assad Tannous A/c>	5,000,000	6.60%
Sticha Pty Ltd	3,125,000	4.13%
Z J & C Investments Pty Ltd	2,500,000	3.30%
Doug Zipevski <The Zipevski Security Investment A/c>	2,250,000	2.97%
Fuse Advisory Pty Ltd	2,232,450	2.95%
Mr Trevor Warren	1,875,000	2.48%
Fedey Oudy	1,750,000	2.31%
David Valeo	1,427,250	1.89%
Bubbly Water Pty Ltd <Holding Account>	1,307,000	1.73%
Gerry Byrne <Butterfly Super Fund A/c>	1,250,000	1.65%
Maria Byrne <Butterfly Super Fund A/c>	1,250,000	1.65%
Toufik Nimeh	1,200,000	1.59%
Hadden Hall Pty Ltd	1,000,000	1.32%
Sacco Developments Australia Pty Ltd <The Sacco Family A/c>	1,000,000	1.32%
Ralcorp Pty Ltd	987,500	1.30%
Mr Russell Frank Percival <Percival Family A/c>	938,125	1.24%
A & J Tannous Nominees Pty Ltd	750,000	0.99%
De Pasquale & RAPA Pty Ltd <E & S Family A/C>	750,000	0.99%
	<hr/>	
	53,189,825	70.26%

Securities Exchange

The Company is listed on the Australian Securities Exchange.

Offices and officers

Company Secretary

Ms Eryn Kestel

Principal Registered Office

Level 2, 22 Pitt Street
Sydney NSW 2000
+61 2 9247 6844

Locations of Share Registries

Link Market Services Limited
Level 15, 324 Queens Street
Brisbane Queensland 2000

CFT Energy Limited

Appendix 4E

Preliminary Final Report for the Year ended 30 June 2014

Details of the reporting period

Current period: 1 July 2013 to 30 June 2014

Previous corresponding period: 1 July 2012 to 30 June 2013

Results for Announcement to the Market

	Year ended 30 June 2014	Year ended 30 June 2013	Change \$	Change %
Revenue from continuing ordinary activities	-	Not Applicable	Not Applicable	Not Applicable
Profit (Loss) from continuing operations after tax attributable to members	(275,922)	(14,247)	(261,675)	Loss Up by 1836.7%
Profit (Loss) for the period attributable to members	(275,922)	(14,247)	(261,675)	Loss Up by 1836.7%

Dividends / distributions	Amount per security	Franked amount per security
Final dividend	-	-
Interim dividend	-	-

Record date for determining entitlements to the dividend

N/A

Explanation of Revenue

There were no revenues from continuing ordinary activities. For a more detailed explanation please refer to the attached audited financial report.

Explanation of Loss from ordinary activities after tax

The financial year reports a loss of (\$275,922) compared to a loss of (\$14,247). For a more detailed explanation please refer to the attached audited financial report.

Explanation of Net Loss

For a more detailed explanation please refer to the attached audited financial report.

NTA Backing

	2014	2013
Net tangible asset backing per ordinary share (cents per share)	(0.00630)	(0.00302)

CFT Energy Limited

ABN 72 107 745 095

Annual report
30 June 2014

Contents

	Page
Directors' report (including corporate governance statement and remuneration report)	2
Auditor's independence declaration	15
Statement of financial position	16
Statement of comprehensive income	17
Statement of changes in equity	18
Statement of cash flows	19
Notes to the financial statements	20
Directors' declaration	25
Independent auditor's report	26
ASX additional information	29

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

The directors present their report together with the financial statements of CFT Energy Limited ('the Company'), for the financial year ended 30 June 2014 and the auditor's report thereon.

Directors

The directors of the Company at any time during or since the end of the financial year and up to the date of this report, unless otherwise stated are:

Mr Harry Fung *Non-Executive Director*

Mr Fung has had over 15 years experience in commercial business transactions specialising in financial markets.

Mr Fung's business interests and experience ranges from property development, hospitality, publishing and advertising, retail franchising, information technology and financial services.

Mr Fung has been employed as a consultant with MLC Financial Services to introduce the rollout of an online portal for the self-managed superannuation market. He spent three years working for a boutique fund management company and was recently CEO of a boutique fund management company in Melbourne.

He holds a diploma in Financial Markets.

Mr Fung is a former director of Centium Electric Limited (ASX: CUI, appointed, 12 January 2011, resigned 4 June 2012) and a former director of MUI Corporation Limited (ASX: MUI, appointed 27 May, 2009, resigned 6 June 2011).

Mr Robin Armstrong *Non-executive Director (appointed 13 October 2014)*

Mr Armstrong was a director & head of corporate at Findlay & Co Stockbrokers Ltd for many years, his wealth of experience in the capital market both domestically and internationally will be a valuable asset to CFT Energy.

Mr Armstrong has previously served on many boards, both in executive and non-executive capacities.

Mr Quentin Olde *Non-executive Director (appointed 29 October 2014)*

Mr Olde is an experienced and respected restructuring and turnaround professional with over 20 years experience as a Chartered Accountant and adviser to financiers, corporates and investors.

Mr Olde has board expertise specifically in the industries of property, hospitality, mining and mining services as well as technology services and is currently a Senior Managing Director at FTI Consulting, a global restructuring and crisis management firm.

Mr Olde's skill set is vast with expertise in private equity, strategic workouts, formal insolvencies, distressed debt-trading transactions, dispute resolution and operational restructurings.

Mr Olde holds a Bachelor of Commerce from UWA.

Mr Andrew Roach *Non-executive Director (appointed 9 January 2013, resigned 15 September 2014)*

Mr Roach has extensive knowledge in financial markets as a private client advisor specialising in small and medium capitalisation companies. Mr Roach successfully part owned and operated a stockbroking office in Darwin between 2004 and 2007.

In 2010, Mr Roach opened an investment and advisory firm, which raised \$100m in capital for ASX, listed mining companies in 2011.

In the past 3 years Mr Roach has been a non-executive director of ASX listed Capital Mining Limited (appointed 3 April 2012, resigned 15 January 2013).

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Mr Chris Burrell
2014)

Non-executive Director (appointed 23 December 2013, resigned 8 August

Mr Burrell has been practicing in the area of commercial law for over ten years and is the managing partner of Fuse Advisory, a boutique corporate and legal advisory firm.

Mr Burrell advises private and publicly listed companies on mergers and acquisitions, takeovers, capital raising, corporate compliance and governance, and other complex commercial and corporate transactions.

Mr Robert Pertich

*Non-executive Director, Chief Financial Officer and Company Secretary
(appointed 28 June 2010, resigned 31 October 2013)*

Mr Pertich is a Certified Practicing Accountant and has over 16 years experience in various business advisory and commercial roles. Mr Pertich was the sole director of his own consulting and business services firm concentrating on assisting the management of growing businesses in a variety of industries including energy, mechanical services and construction.

Mr Pertich commenced his career in 1992 as a tax accountant and over 4 years obtained his tax agent license and CPA qualifications. He then moved into a new role, which included senior audit work, due diligence, forensic accounting and dealing with multi-national companies and their specific requirements. In 2003, Mr Pertich decided to venture into his own business and recruited his own staff to provide a highly specialised business services firm.

Mr Pertich has been involved with various sized enterprises in differing industries. He has extensive experience in the management of accounting and finance functions as well as commercial negotiations and the structuring of finance.

Company secretary

Ms Eryn Kestel

Company Secretary appointed 8 March 2012

Ms. Kestel has a Bachelor of Business Degree majoring in Accounting and is a Certified Practicing Accountant.

Directors' meetings

The number of directors' meetings and number of meetings attended by each of the directors of the Company during the financial year are:

Director	Board Meetings	
	A	B
Mr Robert Pertich	-	-
Mr Harry Fung	4	4
Mr Chris Burrell	4	4
Mr Andrew Roach	4	4
Mr Robin Armstrong	-	-
Mr Quentin Olde	-	-

A - Number of meetings attended

B - Number of meetings held during the time the director held office during the year

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement

The board of the company is committed to implementing standards of corporate governance expected of an ASX-listed organisation outside the top 300 largest companies.

This statement reports on the company's key governance principles and practices. These are reviewed and revised regularly as appropriate by the board to reflect changes in law and developments in corporate governance generally.

Principle 1: Lay solid foundations for management and oversight

Role of the board and management

The company defines its management as those individuals charged with executive power. In its present form, the company currently does not have any management that do not hold directorships. Due to its size and the complexity of its business operations, the directors of the company have determined that the full board is the most appropriate function for governing the company; as such, the directors believe the delegation of the board's decision-making to committees, including an audit committee, nominations committee or remuneration committee, which may be appropriate for larger companies, are an inefficient allocation of resources for the company.

Responsibilities of the board

The directors of the company consider the principal responsibilities of the board to include the following:

- Conducting and administering business operations, investing activities and financing initiatives
- Overseeing the company, including its control, risk, compliance and accountability systems
- Evaluating acquisition and divestment opportunities, including the conducting of due diligence
- Appointing directors to casual vacancies
- Recommending to members the appointment, ratification or removal of directors
- Approving and monitoring financial and other reporting

For the roles and responsibilities of the board, refer to the description of directors contained in the directors' report.

Induction

Upon appointment, directors are required to provide to the company their consent to the directorship. Such consent includes an understanding of the expected role and responsibility entailed by the directorship.

Principle 2: Structure the board to add value

Independent decision-making

Although each of the company's executive or non-executive directors, through their direct or indirect shareholdings, option-holdings or contractual arrangements with the company are not independent, the board encourages those directors to bring an independent judgment to bear on board decisions.

As the company expands from its current size and scale operations, the board has committed to re-evaluate its composition of independent directors in order to ensure that the board continues to make decisions that are independently considered in the best interests of the company.

Role of the chair

The company's existing chair is also an executive director. He has unique qualities of leadership, skill and expertise, invaluable to both the functioning of the governance of the company and in the execution of its operations. Therefore, the board continues to maintain that the appointment and retention of the chair in both roles as chair and executive director is in the best interests of the company.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement (continued)

Selection and appointment process and re-election of directors

The selection, appointment and re-election of directors is rigorously determined at board level before the decisions of the board are put to the company's members for their voting for directorships at general meetings. In considering its optimal composition, the board considers the following:

- The mix and diversity of skill, experience and expertise of the board;
- The track record of each individual or prospective director
- The ability of that director to impart independent thought and judgment in the board's decision-making process
- At least one director must be elected or re-elected annually
- Director terms are a maximum three years, which may be extended upon re-election at a general meeting

Principle 3: Promote ethical and responsible decision-making

Promotion of ethical and responsible decision-making

In the absence of a formal code of conduct, the board has identified the following minimum standards that are expected to be followed by all its directors, employees, consultants and contractors:

- At all times to act with integrity
- To consider responsibilities to the company's shareholders and its stakeholders
- Ensure that all legal obligations are understood and complied with
- Ensure that any unethical practices are reported and investigated, if they occur

Establishment of a trading policy

The company's policy for the trading of shares is the following:

Whenever a director, employee, contractor or consultant (or their related parties, as established under the Corporations Act) has inside information which may affect the value of securities they must not deal in those securities or communicate the information to anyone else.

Principle 4: Safeguard integrity in financial reporting

Safeguarding the integrity of financial reporting

In the absence of an audit committee, the board is committed to the following in ensuring that the integrity of its financial reporting is safeguarded:

- The board includes non-executive directors that are able to impart independent advice concerning the company's financial reporting
- At least annually the company assesses the independence of its external auditor and ratifies the provision of non-audit services by its auditor to the extent permissible under the Corporations Act
- The directors make sure that they are adequately financially literate so that they can understand and approve the financial statements
- The company's financial reporting meets the needs of its stakeholders

Principle 5: Make timely and balanced disclosure

The company promotes timely and balanced disclosure of all of its material matters

Upon each significant decision, development or event that may affect the allocation of scarce resources by the company's stakeholders, the board meets and determines the disclosures appropriate for the ASX. The vetting and authorisation process for the company's announcements include the following rules:

- The disclosures are made in a timely manner
- They are factual
- They do not omit material information
- They are expressed in a clear and objective manner that allows the company's stakeholders to assess the impact of information when making decisions concerning the allocation of scarce resources.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement (continued)

Principle 6: Respect the rights of shareholders

Communicating with shareholders through electronic media

The core platform for the company's approach to managing its communications with shareholders is its use of electronic media. The following measures are in-place for ensuring that this communication meets the needs of the company's shareholders:

- All relevant announcements are made to the market through www.asx.com.au, including full notices of general meetings together with sufficient explanatory material
- The results of those meetings, as voted by shareholders at general meetings
- Where necessary, updates on the performance of the company, including the issue of new securities, developments in business operations and changes in directors' interests

Other communication means

In addition to its electronic services, the company employs a share registry services provider to manage its communication with shareholders, specifically for the following:

- Advising shareholders of notices of general meetings
- Informing shareholders of holding entitlements and dividend and capital distributions
- Other disclosures, as considered necessary for the information needs of its shareholders

Principle 7: Recognise and manage risk

The directors are responsible for recognising and managing risk

The directors of the company are responsible for recognising and managing risk, through both formal communication mechanisms (board meetings and general meetings) and informally through their correspondences between such meetings. Risk may include matters dealing with strategy, operations, compliance, ethical conduct, reputation and brand, technology, human capital, financial reporting and market-related risks.

Every year the executive directors provide assurances to the board, in accordance with s.295A of the Corporations Act that the company is founded on a sound system of risk management and internal control and that the system is operating effectively in all material respects in relation to financial reporting risks.

Principle 8: Encourage enhanced performance

Evaluation of the performance of the board

There is no formal process for evaluating the performance of individual board members. Generally, the board considers the performance of each director as and when the need arises and in so doing will consider the following:

- The contribution of the director to the overall functioning of the board
- A demonstrated effectiveness in understanding the company and the industry in which it operates
- A tangible contribution to the company in achieving its long-term and short-term strategic goals

The performance of the company secretary

As above, there is no formal evaluation process of the company secretary; however the board has identified the following in considering the performance of the company secretary:

- Ensuring that board meetings are co-ordinated in a timely and logical manner;
- The board members receive appropriate information on the performance of the company for their decision-making at such meetings; and
- Disclosures of the company's performance and activities as adequately communicated to the company's stakeholders through the ASX.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement (continued)

Principle 9: Remunerate fairly and responsibly

The board is responsible for appropriately remunerating its directors, executive management and employees

In determining the appropriate level of remuneration for the directors of the company, the board considers the following:

- Balancing the need to attract and retain an optimal composition of board and management for the company, against the allocation of scarce resources by the company in compensation for their services
- Ensuring that executive directors have an appropriate mix of short-term and long-term incentives, including variable and non-variable components
- Adequately compensating non-executive directors for their services rendered in imparting independent advice to the board

Currently the company has no equity-based compensation plan that applies to its directors, nor did any of the directors participate in any formal bonus-incentive scheme linked to the performance of the company. However, directors are encouraged to have equity holdings in the company in order to align their interests with those of the company. Disclosures of those equity holdings are made to the ASX.

Corporate Governance Compliance

During the financial year the company complied with each of the Corporate Governance Principles and corresponding Best Practice recommendations, as set out by the ASX, with the exception of the following:

Corporate Governance Policy	Comment
Principle 1 Lay solid foundation for management and oversight	Adopted
1.1 Formalise and disclose the functions reserved to the Board and those delegated to management.	The Company's Corporate Governance Policies includes a Board Charter, which discloses the specific responsibilities of the Board.
1.2 Disclose the process for evaluating the performance of senior executives.	The Board monitors the performance of senior management including measuring actual performance against planned performance.
1.3 Provide the information indicated in 'Guide to reporting on Principle 1'.	The Company will provide details of any departures from best practice recommendation Principle 1 in its Annual Report
Principle 2 Structure the board to add value	Adopted except for Recommendations 2.1, 2.2, 2.3 and 2.4
2.1 A majority of the Board should be independent.	Two of the three current Directors are independent.
2.2 The chairperson should be an independent director.	The current chairperson is also an Executive Director of the Company. Prior to his appointment in October 2014, the Chairperson was an independent director.
2.3 The roles of chairperson and chief executive officer should not be exercised by the same individual.	The current chairperson is also an executive of the Company.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement (continued)

Corporate Governance Policy	Comment
2.4 The board should establish a nomination committee.	No formal nomination committee or procedures have been adopted as yet given the size of the Company and the Board. The Board, as a whole, will serve as a nomination committee. Where necessary, the nomination committee seeks advice of external advisers in connection with the suitability of applicants for Board membership.
2.5 Disclose the process for evaluating the performance of the board, its committees and the individual directors.	The Board has a policy of conducting an annual performance review of itself that compares the performance of the Board with the requirements of the Board Charter, critically reviews the mix of the Board and suggests amendments to the Board Charter as are deemed necessary or appropriate.
2.6 Provide the information indicated in 'Guide to Reporting on Principle 2'.	The Company will provide details of any departures from best practice recommendation Principle 2 in its Annual Report
Principle 3 Actively promote ethical and responsible decision-making	Adopted except for Recommendation 3.4
3.1 Establish a code of conduct and disclose the code or a summary of the code as to: 3.1.1 The practices necessary to maintain confidence in the Company's integrity 3.1.2 The practices necessary to take into account their legal obligations and reasonable expectations of their stakeholders 3.1.3 The responsibility and accountability of individuals for reporting or investigating reports of unethical practices.	The Company's Corporate Governance Policies include a Directors and Executive officers' Code of Conduct Policy, which provides a framework for decisions and actions in relation to ethical conduct in employment. The Company's Corporate Governance Policies includes Dealing in Securities which provides comprehensive guidelines on trading in the Company's securities.
3.2 Establish a policy concerning trading in Company securities by directors, senior executives and employees and disclose the policy or a summary of that policy.	Trading policy has been established and adopted.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement (continued)

Corporate Governance Policy	Comment
3.3 Establish a policy concerning diversity and disclose the policy or a summary of that policy. The policy should include requirements which enable the Company to establish measurable objectives for achieving gender diversity so the Board can assess annually the objectives and the progress in achieving them.	The Company has adopted a Diversity Policy
3.4 Disclose in each annual report the measurable objectives for achieving gender diversity set by the Board in accordance with the Diversity Policy and progress towards achieving them.	Due to the size of the board, measureable objective for achieving gender diversity has not been set.
3.5 Disclose in each annual report the proportion of women employees in the whole organisation, women in senior executive positions and women on the Board.	As at 30 June 2014, there are no woman employees, woman in senior executives and woman on the board, however the Company Secretary is a woman.
3.6 Provide the information indicated in 'Guide to Reporting on Principle 3'.	The Company will provide details of any departures from best practice recommendation Principle 3 in its Annual Report
Principle 4 Safeguard integrity in financial reporting	Adopted except for Recommendation 4.1 and 4.2
4.1 The Board should establish an audit committee.	An Audit and Risk Management Committee has not been established. The Company's Audit and Risk Management Committee comprises the full Board
4.2 Structure the audit committee so that it consists of: <ul style="list-style-type: none"> Only non-executive directors A majority of independent directors An independent chairperson who is not the chairperson of the Board At least three members. 	An Audit and Risk Management Committee will be established once the Company is of a size, has the level of operations and resources which warrants the establishment of a separate Committee
4.3 The audit committee should have a formal operating charter.	The Audit and Risk Management Committee will have a formal Charter upon appointment.
4.4 Provide the information indicated in the 'Guide to reporting on Principle 4'.	The Company will provide details of any departures from best practice recommendation Principle 4 in its Annual Report
Principle 5 Promote timely and balanced disclosure	Adopted
5.1 Establish written policies and procedures designed to ensure compliance with ASX Listing Rule disclosure requirements and to ensure accountability at a senior management level for that compliance.	The Company has a Continuous Disclosure program in place which is designed to ensure compliance with the ASX Listing Rules requirements on disclosure and to ensure accountability at a board level for compliance and factual presentation of the Company's financial position.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement (continued)

Corporate Governance Policy	Comment
5.2 Provide the information indicated in the 'Guide to reporting on Principle 5'.	The Company will provide details of any departures from best practice recommendation Principle 5 in its Annual Report
Principle 6 Respect the rights of shareholders	Adopted
6.1 Design and disclose a communications policy to promote effective communication with shareholders and encourage effective participation at general meetings and disclose the policy or a summary of the policy	The Company's Corporate Governance Policies includes a Shareholder Communications Policy which aims to ensure that the shareholders are informed of all material developments affecting the Company's state of affairs.
6.2 Provide the information indicated in the 'Guide to reporting on Principle 6'.	The Company will provide details of any departures from best practice recommendation Principle 6 in its Annual Report
Principle 7 Recognise and manage risk	Adopted
7.1 The Board or appropriate Board committee should establish policies on risk oversight and management.	The Company's Corporate Governance Policies includes a Risk Management Policy which aims to ensure that all material business risks are identified and mitigated. The Board determines and identifies the Company's "risk profile" and is responsible for overseeing and approving risk management strategies and policies, internal compliance and internal controls.
7.2 The Board should require management to design and implement the risk management and internal control system to manage the Company's material business risks and report to it on whether those risks are being managed effectively. The Board should disclose that management has reported to it as to the effectiveness of the Company's management of its material business risks.	The CEO has designed and implemented continuous risk management and internal control systems. Reports as requested are provided at relevant times.
7.3 The Board should disclose whether it has received assurance from the chief executive officer (or equivalent) and the chief financial officer (or equivalent) that the declaration provided in accordance with section 295A of the Corporations Act is founded on a sound risk management and internal control and that the system is operating effectively in all material respects in relation to the financial reporting risks.	The Board seeks, at the appropriate times, the relevant assurances from the individuals appointed to perform the role of Chief Executive Officer and the Chief Financial Officer.

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Corporate governance statement (continued)

Corporate Governance Policy	Comment
7.4 Provide the information indicated in the 'Guide to reporting on Principle 7'.	The Company will provide details of any departures from best practice recommendation Principle 7 in its Annual Report
Principle 8 Remunerate fairly and responsibly	Adopted except for Recommendation 8.1
8.1 The Board should establish a remuneration committee	The Company's Remuneration Committee comprises the Board acting without the affected director participating in the decision making process
8.2 Clearly distinguish the structure of non-executive directors' remuneration from that of executives	The Board will distinguish the structure of non-executive director's remuneration from that of executive directors and senior executives. Relevantly, the Company's Constitution provides that the remuneration of non-executive Directors will be not be more than the aggregate fixed sum determined by a general meeting. The Board is responsible for determining the remuneration of the Managing Director and senior executives (without the participation of the affected director).
8.3 Provide the information indicated in the 'Guide to reporting on Principle 8'.	

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Remuneration report – audited

Remuneration is referred to as compensation throughout this report. Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Company and the Group, including directors of the Company and other executives. Key management personnel comprise the directors of the Company. For the year ended 30 June 2014, there was no formal process for setting compensation levels. This meant that any compensation paid was done so at the discretion of the board and with no direct or indirect reference to market-based or non-market based performance measures.

For details concerning the Company's remuneration policies and practices refer to the Corporate Governance Statement which forms part of the Directors' Report.

Names of key management personnel and material contracts

Members of key management personnel consist of the company's directors, being Harry Fung, Robin Armstrong (appointed 13 October 2014), Quentin Olde (appointed 29 October 2014), Robert Pertich (resigned 31 October 2013), Andrew Roach (resigned 15 September 2014), and Chris Burrell (resigned 8 August 2014). Neither of these directors, nor any of their associated or controlled parties or entities held a material contract with the company for the full financial year.

Short-term benefits, which represents salary, fees and leave accrued or paid to key management personnel

During the year ended 30 June 2014, Harry Fung lodged a claim for unpaid directors' fees for \$105,000, which at the date of this report remains unpaid. No other member of key management personnel received any remuneration for their services rendered to the Company for the year ended 30 June 2014 (2013: nil).

Other transactions with key management personnel

During the year 2,232,450 ordinary shares were issued to Fuse Advisory Pty Ltd, an entity associated with Chris Burrell in-respect of claims which were outstanding as at 30 June 2013 in-respect of due diligence services with a value of \$22,325 which were rendered to the Company.

Options Issued as part of remuneration

No options were issued to Key Management Personnel as part of their remuneration during the year. (2013: \$nil). The company has no options, vested or unvested, on issue.

Key Management Personnel (KMP) Shareholdings

The number of ordinary shares in CFT Energy Limited held by each KMP of the Company during the financial year:

	Balance at 30 June 2014 and as at the date of this report	Balance at 30 June 2013
Robert Pertich	1,850,000	1,537,500
Harry Fung	5,625,000	5,625,000
Robin Armstrong	-	-
Quentin Olde	-	-
Andrew Roach	-	-
Chris Burrell	2,232,450	-
	9,707,450	7,162,500

During the year, Robert Pertich acquired 312,500 shares in an off-market transaction. Chris Burrell's shares were acquired as a result of a settlement of liabilities which were owing to him as at 30 June 2013.

This ends the audited remuneration report

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Principal activities, review of operations, likely developments and events after the reporting period

During the financial year ended 30 June 2014, the Company incurred a loss of \$275,922 (2013: \$14,247) as it continued to look for opportunities to acquire assets or businesses. Those that did not proceed past due diligence phase and were discontinued included:

- A proposed transaction with Consolidated Steel Group Pty Ltd;
- A proposed transaction with CFT Energy Holdings (HK) Ltd;
- A Proposed transaction with MM Vas Motors Limited;
- A Proposed transaction with Welcome Gold Holdings Pty Ltd;
- A Proposed transaction with Meridien Capital Limited;
- A proposed transaction with E-tivity Corporation Pty Ltd; and
- A share subscription agreement with Aseena Wealth Solutions Pty Ltd and Sanston Securities Australia Pty Ltd.

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the SME market, with operations in the Asia Pacific region.

The deal is subject to the following conditions precedent clauses, which are yet to be satisfied as at the date of this report:

- Whether an independent expert's report concludes that the deal is fair and reasonable for both the Company and WolfStrike's shareholders;
- A consolidation of ordinary shares and thereafter the raising of a minimum of \$2,500,000 and up to \$5,000,000 via a prospectus, subject to the necessary shareholder and regulatory approvals, including the satisfaction of the change of business test set out under ASX listing rules;
- A change of name of the Company to WolfStrike Rental Group Limited;
- An issue of ordinary shares by the Company to the shareholders, advisers and promoters of WolfStrike and its transaction with the Company; and
- The re quotation of the Company's securities on the ASX within two months of the transactions described above.

In November 2014 the directors signed convertible note loan agreements with various parties to raise a total of \$700,000 (or over subscriptions as the board decide) as an unsecured facility. The purpose of the agreements is to provide working capital to support the Company as it transacts with WolfStrike. The right of conversion into ordinary shares (on both the note and its accrued interest, charged at 12% per annum) is at the hands of the noteholder up until the maturity date of October 2015.

In November 2014, the company granted the issue of 5,000,000 ordinary shares in-respect to the settlement of outstanding debt liabilities. As at the date of this report, these shares have been granted but not yet issued.

Dividends

No dividends were paid or declared by the Company to members since the end of the previous financial year or subsequent to 30 June 2014 (2013: nil).

CFT Energy Limited

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2014

Indemnification and insurance of officers and auditors

Insurance premiums

Since the end of the previous financial year, the Company has not paid insurance premiums in respect of directors' and officers' liability nor of any liability of its auditors.

Non-audit services

During the financial year, William Buck has not performed other services in addition to their statutory duties.

Lead auditor's independence declaration

The Lead auditor's independence declaration is attached to and forms part of this directors' report.

This report is made with a resolution of the directors:



Director

Dated this 5 day of December, 2014

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE
CORPORATIONS ACT 2001 TO THE DIRECTORS OF CFT ENERGY LIMITED**

I declare that, to the best of my knowledge and belief during the year ended 30 June 2014 there have been:

- no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

William Buck

William Buck Audit [Vic] Pty Ltd
ABN 59 116 151 136

J. C. Luckins
J. C. Luckins
Director

Dated this 5th day of December, 2014

**CHARTERED ACCOUNTANTS
& ADVISORS**

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Hawthorn East VIC 3123

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CFT Energy Limited

ABN 72 107 745 095

Statement of financial position

As at 30 June 2014

	<i>Note</i>	30 June 2014 \$	30 June 2013 \$
Assets			
Cash and cash equivalents		856	56,355
Total current assets		856	56,355
Total assets		856	56,355
Liabilities			
Trade and other payables	6	446,118	259,520
Total current liabilities		446,118	259,520
Total liabilities		446,118	259,520
Net deficiency of assets		(445,262)	(203,165)
Equity			
Share capital	7	5,162,554	5,128,729
Accumulated losses		(5,607,816)	(5,331,894)
Total equity		(445,262)	(203,165)

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Statement of comprehensive income

For the year ended 30 June 2014

	Note	2014	2013
		\$	\$
Corporate and administrative expenses		<u>(275,922)</u>	<u>(14,247)</u>
		-	-
Loss before income tax		<u>(275,922)</u>	<u>(14,247)</u>
Income tax expense	5	-	-
Loss for the year		<u>(275,922)</u>	<u>(14,247)</u>
Other comprehensive income for the year, net of income tax		-	-
Total comprehensive loss for the year		<u>(275,922)</u>	<u>(14,247)</u>
Loss per share			
Basic and diluted loss per share (cents)		0.40	0.02
Weighted average number of shares used in determining basic and diluted loss per share		69,471,868	67,321,011

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Statement of changes in equity

For the year ended 30 June 2014

	Share capital	Accumulated losses	Total equity
Balance at 30 June 2012	5,128,729	(5,317,647)	(188,918)
Loss for the year	-	(14,247)	(14,247)
Total comprehensive loss for the year	-	(14,247)	(14,247)
Balance at 30 June 2013	5,128,729	(5,331,894)	(203,165)
Balance at 30 June 2013	5,128,729	(5,331,894)	(203,165)
Loss for the year	-	(275,922)	(275,922)
Total comprehensive loss for the year	-	(275,922)	(275,922)
<i>Transactions with owners, recorded directly in equity</i>			
Issue of 1,150,000 ordinary shares under Placement	11,500	-	11,500
Issue of 2,232,450 ordinary shares to satisfy creditor claims from director-related entities	22,325	-	22,325
Total transactions with owners of the Company	33,825		33,825
Balance at 30 June 2014	5,162,554	(5,607,816)	(445,262)

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Statement of cash flows

For the year ended 30 June 2014

<i>Note</i>	2014	2013
	\$	\$
Cash flows from operating activities		
Cash received from / (paid to) suppliers and employees	8 <u>(55,499)</u>	36,753
Net cash from / (used in) operating activities	<u>(55,499)</u>	36,753
Net increase/(decrease) in cash and cash equivalents	(55,499)	36,753
Cash and cash equivalents at 1 July	<u>56,355</u>	19,602
Cash and cash equivalents at 30 June	<u>856</u>	56,355

The accompanying notes form part of these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

1. Reporting entity

These are the financial statements of CFT Energy Limited ('the Company').

2. Basis of preparation

(a) Statement of compliance

These financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. These financial statements comply with International Financial Reporting Standards (IFRSs) adopted by the International Accounting Standards Board (IASB).

(b) Going concern and events after the reporting period

The financial statements have been prepared on a going concern basis notwithstanding that the Company recorded a net deficiency of assets as at 30 June 2014 totalling \$445,262 and incurred a loss of \$275,922. The directors of the Company are continuing to work with its creditors to settle or to extend the maturities of its outstanding obligations. In November 2014, the Company issued 5,000,000 ordinary shares in-respect to the settlement of an outstanding debt liability. In addition to this, the following matters have been considered by the directors in determining the appropriateness of the going concern basis of preparation:

A proposed transaction with WolfStrike

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the SME market, with operations in the Asia Pacific region.

The deal is subject to the following conditions precedent clauses, which are yet to be satisfied as at the date of this report:

- Whether an independent expert's report concludes that the deal is fair and reasonable for both the Company and WolfStrike's shareholders;
- A consolidation of ordinary shares and thereafter the raising of a minimum of \$2,500,000 and up to \$5,000,000 via a prospectus, subject to the necessary shareholder and regulatory approvals, including the satisfaction of the change of business test set out under ASX listing rules;
- A change of name of the Company to WolfStrike Rental Group Limited;
- An issue of ordinary shares by the Company to the shareholders, advisers and promoters of WolfStrike and its transaction with the Company; and
- The requotation of the Company's securities on the ASX within two months of the transactions described above.

In November 2014 the directors signed convertible note loan agreements with various parties to raise a total of \$700,000 (or over subscriptions as the board decide) as an unsecured facility. The purpose of the agreements is to provide working capital to support the Company as it transacts with WolfStrike. The right of conversion into ordinary shares (on both the note and its accrued interest, charged at 12% per annum) is at the hands of the noteholder up until the maturity date of October 2015.

The directors anticipate that the proceeds both from the Prospectus and in the short-term from the convertible note will be sufficient to provide the Company with working capital to meet its operational needs.

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

2. Basis of preparation (continued)

(b) Going concern and events after the reporting period (continued)

Letters of financial support

The directors have received letters of financial support from parties associated with the proposed WolfStrike transactions and the third party majority holder of the previously mentioned convertible notes. The letter from the third party convertible note holder confirms that the holder intends and has the financial capacity to not call upon repayment of the note and its accrued interest at its maturity. The letters from the note holder and WolfStrike confirm, subject to the completion of the WolfStrike transaction, that both the note holder and WolfStrike intend to provide additional financial support, if required, so that the Company has sufficient working capital to continue its operations for a period of at least twelve months from the date of signing this report, or to such point in time that the Company will have sufficient reserves of working capital that such financial support is not necessary.

If the above matters do not eventuate, the Company may not be able to continue as a going concern. This may necessitate a revaluation of its assets and / or a reclassification of its liabilities in the Statement of Financial Position and an adjustment to profit or loss due to these changes.

(c) Use of estimates and judgements

The preparation of financial statements in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

- note 2(b) – going concern

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks.

(b) Trade and other payables

Liabilities for trade payables, accruals and other amounts are carried at amortised cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed.

(c) Earnings per share

The Company presents basic and diluted earnings per share data for its ordinary shares. Basic earnings per share is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares.

(d) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective or available for early adoption for periods beginning after 1 July 2013 and have been applied in preparing these financial statements. None of these had a significant effect on these financial statements.

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

4. Auditor's Remuneration

	2014	2013
<i>Remuneration of the auditor for:</i>	\$	\$
Audit and review of financial reports (William Buck)	14,000	14,000

5. Income tax

There was no current income tax expense for the year ended 30 June 2014 due to the loss from operations (2013: nil). The directors have assessed that there is, at this stage, a low likelihood that losses from prior operations will be available to potentially offset future assessable income and on this basis have not estimated or disclosed the quantum of such losses in these financial statements.

6. Trade and other payables

	2014	2013
	\$	\$
Trade creditors and accruals	341,118	201,147
Amounts owing to related parties	105,000	58,373
	<u>446,118</u>	<u>259,520</u>

As at 30 June 2014 \$105,000 was accrued to Harry Fung in-respect of directors' fees and \$nil was owing to parties related to Chris Burrell (2013: \$58,373).

7. Share capital

As at 30 June 2014, the Company has on issue 70,703,461 ordinary fully paid shares (2013: 67,321,011). Ordinary shares participate in dividends and the proceeds on winding up of the company in proportion to the number of shares held. At the shareholders' meetings, each ordinary share is entitled to one vote upon the calling of a poll; otherwise, each shareholder has one vote on a show of hands.

The board's policy for managing its capital is to ensure that it is able to continue to fund its working capital needs subject to the constraints of ASX listing rules, which include the requirement for pre-approval from its members for any issues of capital through placement for more than 15% of its total issued capital.

8. Reconciliation of cash flows from operating activities

	2014	2013
	\$	\$
Cash flows from operating activities		
Loss for the period	(275,922)	(14,247)
Adjustments for non-cash items:		
Share-based payments	33,825	-
Increase / (decrease) in trade and other payables	186,598	51,000
Net cash from operating activities	<u>(55,499)</u>	<u>36,753</u>

CFT Energy Limited

ABN 72 107 745 095

Notes to the financial statements

9. Financial risk management

Financial risk management policies

The Company's principal financial instruments comprise cash and, trade and other payables as disclosed in the financial statements. The main purpose of these financial instruments is to manage the working capital needs of the Company's operations. It is the Company's policy that no trading in financial instruments shall be undertaken. The main risk arising from the Company's financial instruments is liquidity risk. The board's policy for managing this risk is summarised below.

Liquidity risk

Liquidity risk arises from the possibility that the Company might encounter difficulty in settling its debts or other wise meeting its obligations related to financial liabilities. The Company manages liquidity risk by monitoring forecast cash flows and investing surplus cash only with major financial institutions. As at 30 June 2014 all liabilities owed by the Company were due and payable at call.

Fair values of assets and liabilities

The net fair value of financial assets and liabilities in these financial statements approximate their carrying values due to their short-term nature.

10. Related party disclosures

Key management personnel compensation

Names of key management personnel

Members of key management personnel consist of the company's directors, being Harry Fung, Robin Armstrong (appointed 13 October 2014), Quentin Olde (appointed 29 October 2014), Robert Pertich (resigned 31 October 2013), Andrew Roach (resigned 15 September 2014), and Chris Burrell (resigned 8 August 2014).

Short-term benefits, which represents salary, fees and leave accrued or paid to key management personnel

During the year ended 30 June 2014, Harry Fung lodged a claim for unpaid directors' fees for \$105,000, which at the date of this report remains unpaid. No other member of key management personnel received any remuneration for their services rendered to the Company for the year ended 30 June 2014 (2013: nil).

Other related party transactions

Other transactions with key management personnel

During the year 2,232,450 ordinary shares were issued to Fuse Advisory Pty Ltd, an entity associated with Chris Burrell in respect of claims which were outstanding as at 30 June 2013 in respect of legal due diligence services with a value of \$22,325 which were rendered to the Company.

11. Operating segment

The Company continued to operate as one segment during the period, being the evaluation of investment opportunities in the Australasia region.

12. Contingent assets and liabilities

As at 30 June 2014 there were no contingent assets and liabilities applicable to the Company (2013: nil).

CFT Energy Limited

Directors' declaration

- 1 In the opinion of the directors of CFT Energy Limited ('the Company'):
 - (a) the accompanying financial statements and notes, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's financial position as at 30 June 2014 and of its performance for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. The directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the chief executive officer and chief financial officer for the financial year ended 30 June 2014.
3. The directors draw attention to note 2 to the financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Signed in accordance with a resolution of the directors:



Director

Dated this 5 day of December, 2014

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CFT ENERGY LIMITED

Report on the Financial Report

We were engaged to audit the accompanying financial report of CFT Energy Limited (the Company). The financial report comprises the statement of financial position as at 30 June 2014, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 2, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for our opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001.

Basis for Disclaimer of Opinion

1. Access to books and records supporting expenditures of the company.

We were unable to access the necessary books, records and documentation supporting expenditures in the financial statements and the disclosures for related party transactions and compensation paid to key management personnel arising as a consequence of such expenditures. Due to this limitation, we are unable to determine what adjustments would be necessary, if any at all, to the expenditures represented in the financial statements and the disclosures in the notes to the financial statements of related party transactions and key management personnel compensation, were we able to access sufficient and appropriate evidence supporting these expenditures. Our audit opinion on the financial statements for the year ended 30 June 2013 was also disclaimed on this basis.

CHARTERED ACCOUNTANTS & ADVISORS

Melbourne Office
Level 20, 181 William Street
Melbourne VIC 3000

Hawthorn Office
Level 1, 465 Auburn Road
Hawthorn East VIC 3123

PO Box 185, Toorak VIC 3142
Telephone: +61 3 9824 8555
williambuck.com

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CFT ENERGY LIMITED (CONT)

2. *Audit evidence supporting the existence of a material uncertainty over the going concern assumption.*

As disclosed in Note 2(b) to the financial report, the Directors state that the Company's financial report has been prepared on a going concern basis. In assessing the going concern basis of preparation, the Company has made a number of assumptions including that:

- A party associated with the WolfStrike transaction has the intention and ability to provide working capital funding to the Company as necessary and for a period of at least 12 months from the date of this report or until such time as the Company can pay its debts as and when they fall due without jeopardising its available working capital position. As disclosed in Note 2(b) to the financial statements this letter of support is however contingent upon the successful execution of the WolfStrike acquisition.
- A convertible note issued subsequent to year end will not be repayable for a period of at least 12 months from the date of the audit report or until such time as time as the Company can repay the debt without jeopardising its available working capital position. As disclosed in Note 2(b) to the financial statements the convertible note matures in October 2015, however the company has received written representations from the note holder that it does not intend to call upon repayment of the notes and accrued interest subject to the successful execution of the WolfStrike acquisition. Our audit opinion on the financial statements for the year ended 30 June 2013 was also disclaimed on this basis.

As the WolfStrike acquisition is contingent upon a number of events, we have been unable to obtain sufficient appropriate audit evidence to support an assessment as to whether or not the transaction will proceed.

As a result of our inability to obtain sufficient appropriate audit evidence in relation to these matters, we have therefore been unable to obtain sufficient appropriate audit evidence to determine whether a material uncertainty exists and accordingly whether the Company's has the ability to continue as a going concern for a period of at least 12 months from the date of the audit report.

Disclaimer of Opinion

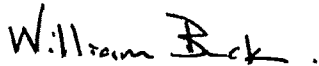
Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the financial report.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CFT
ENERGY LIMITED (CONT)****Report on the Remuneration Report**

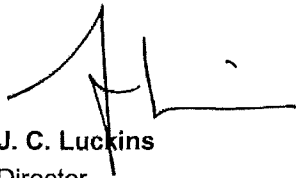
We were engaged to audit the Remuneration Report included in the directors' report for the year ended 30 June 2014. The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraphs accompanying the above Independent Auditor's Report to accompany the financial statements of CFT Energy Limited for the year ended 30 June 2014, we have not been able to obtain sufficient appropriate audit evidence to determine whether or not the Remuneration Report of CFT Energy Limited for the year ended 30 June 2014, complies with section 300A of the Corporations Act 2001.



William Buck Audit [Vic] Pty Ltd
ABN 59 116 151 136



J. C. Luckins
Director

Dated this 5th day of December, 2014

ASX Information

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below.

Shareholdings (as at 26 November 2014)

Substantial shareholders

The number of shares held by substantial shareholders and their associates are set out below:

Shareholder	Number
Sticha Pty Ltd	13,500,000
Z J & C Investments Pty Ltd	9,097,500
A & J Tannous Nominees Pty Ltd <Assad Tannous A/c>	5,000,000

Voting rights

Ordinary shares

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Options

There are no voting rights attached to the options.

Distribution of equity security holders

Category	Ordinary shares	Holders
1 - 1,000	108,473	199
1,001 - 5,000	284,241	119
5,001 - 10,000	206,907	26
10,000 - 100,000	2,891,015	75
100,000 and over	72,212,825	79
	<u>75,703,461</u>	<u>498</u>

The number of shareholders holding less than a marketable parcel of ordinary shares is 390 holding 1,565,779 Shares.

Twenty largest shareholders

Name	Number of ordinary shares held	Percentage of capital held
Sticha Pty Ltd	13,500,000	17.83%
Z J & C Investments Pty Ltd	9,097,500	12.02%
A & J Tannous Nominees Pty Ltd <Assad Tannous A/c>	5,000,000	6.60%
Sticha Pty Ltd	3,125,000	4.13%
Z J & C Investments Pty Ltd	2,500,000	3.30%
Doug Zipevski <The Zipevski Security Investment A/c>	2,250,000	2.97%
Fuse Advisory Pty Ltd	2,232,450	2.95%
Mr Trevor Warren	1,875,000	2.48%
Fedey Oudy	1,750,000	2.31%
David Valeo	1,427,250	1.89%
Bubbly Water Pty Ltd <Holding Account>	1,307,000	1.73%
Gerry Byrne <Butterfly Super Fund A/c>	1,250,000	1.65%
Maria Byrne <Butterfly Super Fund A/c>	1,250,000	1.65%
Toufik Nimeh	1,200,000	1.59%
Hadden Hall Pty Ltd	1,000,000	1.32%
Sacco Developments Australia Pty Ltd <The Sacco Family A/c>	1,000,000	1.32%
Ralcorp Pty LTd	987,500	1.30%
Mr Russell Frank Percival <Percival Family A/c>	938,125	1.24%
A & J Tannous Nominees Pty Ltd	750,000	0.99%
De Pasquale & RAPA Pty Ltd <E & S Family A/c>	750,000	0.99%
	53,189,825	70.26%

Securities Exchange

The Company is listed on the Australian Securities Exchange.

Offices and officers

Company Secretary

Ms Eryn Kestel

Principal Registered Office

Level 2, 22 Pitt Street
Sydney NSW 2000
+61 2 9247 6844

Locations of Share Registries

Link Market Services Limited
Level 15, 324 Queens Street
Brisbane Queensland 2000

WolfStrike Rentals Group Limited

Year ended 30 June 2015

(Previous corresponding period: Year ended 30 June 2014)

Results for Announcement to the Market

				A\$,000
Revenues from continuing ordinary activities	Up	0%	to	174*
Loss from ordinary activities after tax attributable to members	Up	363%	to	(1,004)
Net loss for the period attributable to members	Up	363%	to	(1,004)

Dividends / distributions	Amount per security	Franked amount per security
Final dividend	-	-
Interim dividend	-	-

Record date for determining entitlements to the dividend

N/A

(*) Explanation of Revenue

Revenues from continuing ordinary activities includes Gain on Compromise of Creditors of \$173,796. For a more detailed explanation please refer to the attached audited financial report.

Explanation of Loss from ordinary activities after tax

The financial year reports a loss of (\$1,003,913) compared to a loss of (\$275,922) in the prior year. For a more detailed explanation please refer to the attached audited financial report.

Explanation of Net Loss

See above; explanation of loss from ordinary activities after tax. For a more detailed explanation please refer to the attached audited financial report.

NTA Backing

	2015	2014
Net tangible asset backing per ordinary share (cents per share)	0.04	0.01

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WolfStrike Rentals Group Limited

(formerly CFT Energy Ltd)

ABN 72 107 745 095

Annual report

30 June 2015

Contents

Directors' report (including corporate governance statement and remuneration report)

2

Auditor's independence declaration

9

Statement of financial position

10

Statement of comprehensive income

11

Statement of changes in equity

12

Statement of cash flows

13

Notes to the financial statements

14

Directors' declaration

25

Independent auditor's report

26

ASX additional information

29

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2015

The directors present their report together with the financial statements of WolfStrike Rentals Group Ltd (formerly CFT Energy Ltd) ('the Company'), for the financial year ended 30 June 2015 and the auditor's report thereon.

Directors

The directors of the Company at any time during or since the end of the financial year and up to the date of this report, unless otherwise stated are:

Mr Harry Fung

Independent Non-Executive Director

Mr Fung has had over 15 years experience in commercial business transactions specialising in financial markets.

Mr Fung's business interests and experience ranges from property development, hospitality, publishing and advertising, retail franchising, information technology and financial services.

Mr Fung has been employed as a consultant with MLC Financial Services to introduce the rollout of an online portal for the self-managed superannuation market. He spent three years working for a boutique funds management company and was recently CEO of a boutique funds management company in Melbourne.

He holds a diploma in Financial Markets.

Mr Fung is a former director of Centium Electric Limited (ASX: CUI, appointed, 12 January 2011, resigned 4 June 2012) and a former director of MUI Corporation Limited (ASX: MUI, appointed 27 May, 2009, resigned 6 June 2011).

Mr Robin Armstrong

Independent Non-executive Director (appointed 13 October 2014)

Mr Armstrong was a director & head of corporate at Findlay & Co Stockbrokers Ltd for many years. His wealth of experience in the capital market both domestically and internationally will be a valuable asset to the Company.

Mr Armstrong has previously served on many boards, both in executive and non-executive capacities.

Mr Armstrong has not served on the board of any ASX listed companies in the past 3 years.

Mr Quentin Olde

Independent Non-executive Director (appointed 29 October 2014)

Mr Olde is an experienced and respected restructuring and turnaround professional with over 20 years experience as a Chartered Accountant and adviser to financiers, corporates and investors.

Mr Olde has board expertise specifically in the industries of property, hospitality, mining and mining services as well as technology services and is currently a Senior Managing Director at FTI Consulting, a global restructuring and crisis management firm.

Mr Olde's skill set is vast with expertise in private equity, strategic workouts, formal insolvencies, distressed debt-trading transactions, dispute resolution and operational restructurings.

Mr Olde holds a Bachelor of Commerce from UWA.

Mr Olde has not served on the board of any ASX listed companies in the past 3 years.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2015

Mr Andrew Roach

Independent Non-executive Director (resigned 15 September 2014)

Mr Roach has extensive knowledge in financial markets as a private client advisor specialising in small and medium capitalisation companies. Mr Roach successfully part owned and operated a stockbroking office in Darwin between 2004 and 2007.

In 2010, Mr Roach opened an investment and advisory firm, which raised \$100m in capital for ASX listed mining companies in 2011.

In the past 3 years Mr Roach has been a non-executive director of ASX listed Capital Mining Limited (appointed 3 April 2012, resigned 15 January 2013).

Mr Chris Burrell

Independent Non-executive Director (resigned 8 August 2014)

Mr Burrell has been practicing in the area of commercial law for over ten years and is the managing partner of Fuse Advisory, a boutique corporate and legal advisory firm.

Mr Burrell holds a Bachelor of Law from University of New England.

Mr Burrell advises private and publicly listed companies on mergers and acquisitions, takeovers, capital raising, corporate compliance and governance, and other complex commercial and corporate transactions.

Key Management Personnel (KMP) Shareholdings

The number of shares and options in the Company held during the financial year by each director and other members of key management personnel of the Company, including their personally related parties is set out as below:

	Ordinary shares		Options	
	Balance at 30 June 2015 and as at the date of this report	Balance at 30 June 2014	Balance at 30 June 2015 and as at the date of this report	Balance at 30 June 2014
Harry Fung	2,812,500	5,625,000	-	-
Robin Armstrong	-	-	-	-
Quentin Olde	-	-	-	-
Andrew Roach	-	-	-	-
Chris Burrell	-	-	-	-
	2,812,500	5,625,000	-	-

Note the movement in Mr Fung's holdings were as a result of a share consolidation the Company undertook during the current year.

Shares under option

There were no unissued ordinary shares of the Company under option outstanding at the date of this report.

Shares issued on the exercise of options

There were no ordinary shares of the Company issued on the exercise of options during the year ended 30 June 2015 and up to the date of this report.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2015

Company secretary

Ms Eryn Kestel

Company Secretary appointed 8 March 2012

Ms. Kestel has a Bachelor of Business Degree majoring in Accounting and is a Certified Practicing Accountant. She is company secretary for a number of small ASX listed companies, principally operating in the mining industry.

Directors' meetings

The number of directors' meetings and number of meetings attended by each of the directors of the Company during the financial year are:

Director	Board Meetings	
	A	B
Mr Harry Fung	4	5
Mr Quentin Olde	4	4
Mr Robin Armstrong	5	5
Mr Andrew Roach	0	0
Mr Chris Burrell	0	0

A - Number of meetings attended

B - Number of meetings held during the time the director held office during the year

Corporate governance statement

The Company's Corporate Governance Statement has been released as a separate document and is located on our website at <http://wolfstrike.net/investor-relations/>.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2015

Remuneration report – audited

Remuneration is referred to as compensation throughout this report. Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Company and the Group, including directors of the Company and other executives. Key management personnel comprise the directors of the Company. For the year ended 30 June 2015, there was no formal process for setting compensation levels. This meant that any compensation paid was done so at the discretion of the board and with no direct or indirect reference to market-based or non-market based performance measures.

For details concerning the Company's remuneration policy and practices refer to the Corporate Governance Statement which forms part of the Directors' Report.

Names of key management personnel and material contracts

Members of key management personnel consist of the Company's directors, being Harry Fung, Robin Armstrong (appointed 13 October 2014), Quentin Olde (appointed 29 October 2014), Andrew Roach (resigned 15 September 2014), and Chris Burrell (resigned 8 August 2014). Neither of these directors, nor any of their associated or controlled parties or entities held a material contract with the company for the full financial year.

Short-term benefits, which represents salary, fees and leave accrued or paid to key management personnel

2015	Short-term benefits			Post-employment benefits	Long-term benefits	Share-based payments	Total
	Cash salary and fees	Cash bonus	Non-monetary	Super-annuation	Long service leave	Equity-Settled	
	\$	\$	\$	\$	\$	\$	\$
<i>Non-executive Director</i>							
Harry Fung (i)	54,000	-	-	-	-	-	54,000
Robin Armstrong (ii)	90,000	-	-	-	-	-	90,000
Quentin Olde	3,667	-	-	-	-	-	3,667
Andrew Roach	-	-	-	-	-	-	-
Chris Burrell	-	-	-	-	-	-	-
	147,667	-	-	-	-	-	147,667

Total

(i) Represent remuneration from 01/07/14 to 30/06/15.

(ii) Represent remuneration from 13/10/14 to 30/06/15

During the year ended 30 June 2014, Harry Fung lodged a claim for unpaid directors' fees for \$105,000. This amount has been fully compromised by agreement between the Company and Harry Fung in the financial year of 30 June 2015. The other directors received no remuneration in their capacities as directors in 2014.

None of the above remuneration is linked to the performance of the Company.

No key management personnel is entitled to any termination payments apart from remuneration payable up to and including the date of termination.

No other member of key management personnel received any remuneration for their services rendered to the Company for the year ended 30 June 2015 (2014: \$nil).

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2015

Remuneration report – audited (continued)

Options Issued as part of remuneration

No options were issued to Key Management Personnel as part of their remuneration during the year (2014: \$nil). The company has no options, vested or unvested, on issue.

Use of Remuneration Consultants

Due to the size and nature of the organisation, the Company has not engaged remuneration consultants to review and measure its policy and strategy. The board reviews remuneration strategy periodically and may engage remuneration consultants in future to assist with this process.

Voting and comments made at the company's 2014 Annual General Meeting ('AGM')

At the 2014 AGM, 99.99% of the votes received supported the adoption of the remuneration report for the year ended 30 June 2014. The company did not receive any specific feedback at the AGM regarding its remuneration practices.

Issue of shares

There were no shares issued to directors and other key management personnel as part of compensation during the year ended 30 June 2015.

This ends the audited remuneration report

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WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2015

Principal activities, review of operations, likely developments, significant changes in the state of affairs and events after the reporting period

During the financial year ended 30 June 2015, the Company incurred a loss of \$1,003,913 (2014: \$275,922) as it continued to look for opportunities to acquire assets or businesses.

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the Small and Medium enterprise ("SME") market, with operations in the Asia Pacific region.

The deal is subject to the following conditions precedent clauses, which are yet to be satisfied as at the date of this report:

- The raising of a minimum of \$2,500,000 and up to \$5,000,000 via a prospectus, subject to the necessary shareholder and regulatory approvals, including the satisfaction of the change of business test set out under ASX listing rules;
- An issue of ordinary shares by the Company to the shareholders, advisers and promoters of WolfStrike and its transaction with the Company; and
- The quotation of the Company's securities on the ASX.

During the year the Company raised funds through the issue of convertible note loan agreements with various parties to raise a total of \$2,450,000 (of which \$450,000 was repaid during the year). The purpose of raising these funds is to provide working capital to support the Company as it transacts with WolfStrike. The right of conversion into ordinary shares (on both the note and its accrued interest, charged at 12% per annum) is at the sole hands of the noteholder. The maturity dates of the notes are between February 2016 through to May 2016.

In November and December 2015, the remaining loan agreements were varied such that:

- either the noteholder or the Company can convert the loans into ordinary shares after certain conditions are met;
- the maturity dates are now between February 2017 through to May 2017; and
- for each share issued to a noteholder upon conversion, the noteholder will be issued one bonus share in the company and an option to subscribe for shares in the company.

In November 2014, the company issued 5,000,000 ordinary shares in respect to the settlement of outstanding debt liabilities of \$39,300. Refer to Note 15 – Share Based Payments.

In June 2015 the Company issued 594,580 ordinary shares to BDO (WA) Pty Ltd in settlement of an outstanding amount of \$15,443. Refer to Note 15 – Share Based Payments.

The Company lodged a Prospectus with ASIC in April 2015. ASIC issued an interim stop order on the prospectus and the Company is working with its advisors and ASIC to address the issues raised by ASIC (which were in regard to the accounting treatment of the WolfStrike Transaction). The Company is currently working on its Replacement Compliance Prospectus and will re-lodge the prospectus with ASIC after above unsatisfied conditions precedent are addressed.

The Company has sought and been granted several waivers from the ASX in regard Listing Rule 14.7 and the issuance of various shares approved at the Members meeting held on 20 March 2015. On 18 November 2015, these waivers were extended by ASX. The WolfStrike acquisition, capital raising, promoter and adviser shares now can be issued no later than 1 January 2016.

Dividends

No dividends were paid or declared by the Company to members since the end of the previous financial year or subsequent to 30 June 2015 (2014: nil).

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Directors' report

For the year ended 30 June 2015

Indemnification and insurance of officers and auditors

Since the end of the previous financial year, the Company has not paid insurance premiums in respect of directors' and officers' liability nor of any liability of its auditors.

Proceedings on behalf of the company

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Shares under option

There were no unissued ordinary shares of the Company under option outstanding at the date of this report.

Shares issued on the exercise of options

There were no ordinary shares of the Company issued on the exercise of options during the year ended 30 June 2015 and up to the date of this report

Environmental regulations

The Company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

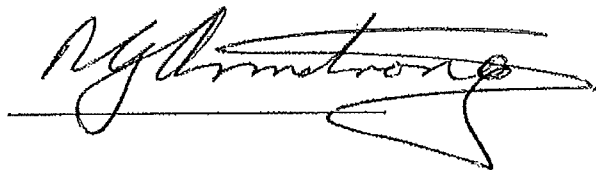
Non-audit services

During the financial year, William Buck has not performed other services in addition to their statutory duties.

Lead auditor's independence declaration

The Lead auditor's independence declaration is attached to and forms part of this directors' report.

This report is made with a resolution of the directors:



Director

Dated this 14 day of December, 2015

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE
CORPORATIONS ACT 2001 TO THE DIRECTORS OF WOLFSTRIKE RENTALS
GROUP LIMITED (FORMERLY CFT ENERGY LIMITED)**

I declare that, to the best of my knowledge and belief during the year ended 30 June 2015 there have been:

- no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

William Buck

William Buck Audit (VIC) Pty Ltd
ABN 59 116 151 136

J. C. Luckins
J. C. Luckins
Director

Dated this 14th day of December, 2015

**CHARTERED ACCOUNTANTS
& ADVISORS**

Melbourne Office
Level 20, 181 William Street
Melbourne VIC 3000

Hawthorn Office
Level 1, 465 Auburn Road
Hawthorn East VIC 3123

PO Box 185, Toorak VIC 3142
Telephone: +613 9824 8555
williambuck.com

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Statement of financial position

As at 30 June 2015

	Note	30 June 2015 \$	30 June 2014 \$
Assets			
Cash and cash equivalents		654,570	856
GST Receivable		83,019	-
Prepayments		60,000	-
Total current assets		797,589	856
Total assets		797,589	856
Current Liabilities			
Trade and other payables	6	92,719	446,118
Convertible Notes	7	2,099,302	-
Total current liabilities		2,192,021	446,118
Total liabilities		2,192,021	446,118
Net deficiency of assets		(1,394,432)	(446,118)
Equity			
Share capital	7	5,217,297	5,162,554
Accumulated losses		(6,611,729)	(5,607,816)
Total equity		(1,394,432)	(445,262)

The accompanying notes form part of these financial statements.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Statement of comprehensive income

For the year ended 30 June 2015

	<i>Note</i>	2015	2014
		\$	\$
Income			
Gain on Compromise of Creditors		173,796	-
Total Income		173,796	-
Expenditure			
Capital Raising Costs		(464,064)	-
Restructure Expenses		(181,589)	-
Finance Costs		(99,320)	-
Corporate and administrative expenses		(432,736)	(275,922)
		1,177,709	(275,922)
Loss before income tax		(1,003,913)	(275,922)
Income tax expense	5	-	-
Loss for the year		(1,003,913)	(275,922)
Other comprehensive income for the year, net of income tax		-	-
Total comprehensive loss for the year attributable to owners		(1,003,913)	(275,922)
 Loss per share			
Basic and diluted loss per share (cents)		1.6	0.4

The accompanying notes form part of these financial statements.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Statement of changes in equity

For the year ended 30 June 2015

	Share capital \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2013	5,128,729	(5,331,894)	(203,165)
Loss for the year	-	(275,922)	(275,922)
Total comprehensive loss for the year	-	(275,922)	(275,922)
<i>Transactions with owners, recorded directly in equity</i>			
Issue of 1,150,000 ordinary shares under Placement (at a fair value of 1 cent per share)	11,500	-	11,500
Issue of 2,232,450 ordinary shares to satisfy creditor claims from Director-Related entities (also at a fair value of 1 cent per share)	22,325	-	22,325
Balance at 30 June 2014	5,162,554	(5,607,816)	(445,262)
Balance at 30 June 2014	5,162,554	(5,607,816)	(445,262)
Loss for the year	-	(1,003,913)	(1,003,913)
Total comprehensive loss for the year	-	(1,003,913)	(1,003,913)
<i>Share Capital Issued During Year</i>			
Issue of 5,000,000 ordinary shares to A&J Tannous Pty Ltd in settlement of existing corporate advisory agreement	39,300	-	39,300
Issue of 594,580 ordinary shares BDO (WA) Pty Ltd in settlement of creditor claims	15,443	-	15,443
	54,743	-	54,743
Balance at 30 June 2015	5,217,297	(6,611,729)	(1,394,432)

The accompanying notes form part of these financial statements.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Statement of cash flows

For the year ended 30 June 2015

	Note	2015 \$	2014 \$
Cash flows from operating activities			
Cash received from / (paid to) suppliers and employees	9	(1,346,286)	(55,499)
Net cash from / (used in) operating activities		<u>(1,346,286)</u>	<u>(55,499)</u>
Cash flows from financing activities			
Net Borrowings from Convertible Notes		<u>2,000,000</u>	-
Net cash from / (used in) financing activities		<u>2,000,000</u>	<u>(55,499)</u>
Net increase/(decrease) in cash and cash equivalents		<u>653,714</u>	<u>(55,499)</u>
Cash and cash equivalents at 1 July		<u>856</u>	<u>50,355</u>
Cash and cash equivalents at 30 June		<u>654,570</u>	<u>856</u>

The accompanying notes form part of these financial statements.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

1. Reporting entity

These are the financial statements of WolfStrike Rentals Group Limited (formerly CFT Energy Ltd) ('the Company') for the financial year ended 30 June 2015.

2. Basis of preparation

(a) Statement of compliance

These financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. These financial statements comply with International Financial Reporting Standards (IFRSs) adopted by the International Accounting Standards Board (IASB).

The financial statements have been prepared on an accrual basis and are based on historical costs, modified where applicable, by the measurement at fair value of selected financial assets and financial liabilities. The financial statements are presented in Australian dollars which is the Company's functional and presentation currency.

(b) Going concern and events after the reporting period

The financial statements have been prepared on a going concern basis notwithstanding that the Company recorded a net deficiency of assets as at 30 June 2015 totalling \$1,394,432 and incurred a loss of \$1,003,913. The Company has settled a number of creditor claims that existed at 1 July 2014 including issuing 5,000,000 ordinary shares in respect to the settlement of an outstanding debt liability. In addition to this, the following matters have been considered by the directors in determining the appropriateness of the going concern basis of preparation:

A proposed transaction with WolfStrike

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the SME market, with operations in the Asia Pacific region.

The deal is subject to the following conditions precedent clauses, which are yet to be satisfied as at the date of this report:

- The raising of a minimum of \$2,500,000 and up to \$5,000,000 via a prospectus, subject to the necessary shareholder and regulatory approvals, including the satisfaction of the change of business test set out under ASX listing rules;
- An issue of ordinary shares by the Company to the shareholders, advisers and promoters of WolfStrike and its transaction with the Company; and
- The quotation of the Company's securities on the ASX.

The Company lodged a Prospectus with ASIC in April 2015. ASIC issued an interim stop order on the prospectus and the Company is working with its advisors and ASIC to address the issues raised by ASIC (which were in regard to the accounting treatment of the WolfStrike Transaction). The Company will shortly re-lodge the prospectus with ASIC after which it expects the above unsatisfied conditions precedent will be addresses.

During the year the Company raised funds through the issue of convertible note loan agreements with various parties to raise a total of \$2,450,000 (of which \$450,000 was repaid during the year). The purpose of raising these funds is to provide working capital to support the Company as it transacts with WolfStrike. The right of conversion into ordinary shares (on both the note and its accrued interest, charged at 12% per annum) is at the sole hands of the noteholder. The maturity dates of the notes are between February 2016 through to May 2016.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

2. Basis of preparation (continued)

In November and December 2015, the remaining loan agreements were varied such that:

- either the noteholder or the Company can convert the loans into ordinary shares after certain conditions are met;
- the maturity dates are now between February 2017 through to May 2017; and
- for each share issued to a noteholder upon conversion, the noteholder will be issued one bonus share in the company and an option to subscribe for shares in the company.

The Company has sought and been granted several waivers from the ASX in regard Listing Rule 14.7 and the issuance of various shares approved at the Members meeting held on 20 March 2015. On 18 November 2015, these waivers were extended by ASX. The Wolfstike acquisition, capital raising, promoter and adviser shares now can be issued no later than 1 January 2016.

The directors anticipate that the proceeds both from the Prospectus and in the short-term from the convertible notes will be sufficient to provide the Company with working capital to meet its operational needs.

Letters of financial support

The directors have received a letter of financial support from parties associated with the proposed WolfStrike transactions. The letter from WolfStrike confirms, subject to the completion of the WolfStrike transaction, that WolfStrike intends to provide additional financial support, if required, so that the Company has sufficient working capital to continue its operations for a period of at least twelve months from the date of signing this report, or to such point in time that the Company will have sufficient reserves of working capital that such financial support is not necessary.

If the above matters do not eventuate, the Company may not be able to continue as a going concern. This may necessitate a revaluation of its assets and / or a reclassification of its liabilities in the Statement of Financial Position and an adjustment to profit or loss due to these changes.

(c) Use of estimates and judgements

The preparation of financial statements in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

Key judgement – GST receivables

The carrying amount of the GST receivable has been assessed and determined to be fully recoverable. Accordingly it was decided not to impair the value of the receivable at report date.

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at call with banks.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

3. Significant accounting policies (continued)

(b) Trade and other payables

These amounts represent liabilities for goods and services provided to the entity prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(c) Earnings per share

The Company presents basic and diluted earnings per share data for its ordinary shares. Basic earnings per share is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, for the effects of all dilutive potential ordinary shares.

(d) Issued Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

(e) Goods and Services Tax ('GST')

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

(f) Borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period.

The fair value of convertible notes comprises the fair value of the liability and the equity residual value. The Company has recorded convertible notes at the amount of money advanced. This is because, given the nature and size of the Company, the face value of the unsecured debt under the convertible note is the most reliable estimate of the fair value of the unsecured debt (i.e. there exists no market for debt of this nature to facilitate a fair value estimate).

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

3. Significant accounting policies (continued)

(g) Finance costs

Finance costs are expensed in the period in which they are incurred.

(h) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost using the effective interest rate method.

Financial Liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

Impairment of financial assets

At the end of each reporting period, the Company assesses whether there is objective evidence that a financial asset has been impaired. A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the Company recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

3. Significant accounting policies (continued)

(l) Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(j) Share Based Payments

Equity-settled share-based compensation are provided to suppliers or service providers.

Equity-settled transactions are awards of shares to suppliers or service providers in exchange for the rendering of services and/or to discharge the outstanding debts. The cost of equity-settled transactions are measured at fair value on grant date. The fair value of these transactions is equivalent to the market price of the service rendered and/or the amount at which a liability settled, between knowledgeable, willing parties in an arm's length transaction.

(k) New revised or amending accounting standards and interpretations adopted

The Company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company. The following Accounting Standards and Interpretations are most relevant to the Company:

AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities

The Company has applied AASB 2012-3 from 1 July 2014. The amendments add application guidance to address inconsistencies in the application of the offsetting criteria in AASB 132 'Financial Instruments: Presentation', by clarifying the meaning of 'currently has a legally enforceable right of set-off'; and clarifies that some gross settlement systems may be considered to be equivalent to net settlement.

AASB 2013-3 Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets

The Company has applied AASB 2013-3 from 1 July 2014. The disclosure requirements of AASB 136 'Impairment of Assets' have been enhanced to require additional information about the fair value measurement when the recoverable amount of impaired assets is based on fair value less costs of disposals. Additionally, if measured using a present value technique, the discount rate is required to be disclosed.

AASB 2014-1 Amendments to Australian Accounting Standards (Parts A to C)

The Company has applied Parts A to C of AASB 2014-1 from 1 July 2014. These amendments affect the following standards: AASB 2 'Share-based Payment': clarifies the definition of 'vesting condition' by separately defining a 'performance condition' and a 'service condition' and amends the definition of 'market condition'; AASB 3 'Business Combinations': clarifies that contingent consideration in a business combination is subsequently measured at fair value with changes in fair value recognised in profit or loss irrespective of whether the contingent consideration is within the scope of AASB 9; AASB 8 'Operating Segments': amended to require disclosures of judgements made in applying the aggregation criteria and clarifies that a reconciliation of the total reportable segment assets to the entity's assets is required only if segment assets are reported regularly to the chief operating decision maker; AASB 13 'Fair Value Measurement': clarifies that the portfolio exemption applies to the valuation of contracts within the scope of

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

3. Significant accounting policies (continued)

AASB 9 and AASB 139; AASB 116 'Property, Plant and Equipment' and AASB 138 'Intangible Assets': clarifies that on revaluation, restatement of accumulated depreciation will not necessarily be in the same proportion to the change in the gross carrying value of the asset; AASB 124 'Related Party Disclosures': extends the definition of 'related party' to include a management entity that provides KMP services to the entity or its parent and requires disclosure of the fees paid to the management entity.

(i) New accounting standards and interpretations not yet mandatory or early adopted

The AASB has issued new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods and which the Company has decided not to early adopt. A discussion of those future requirements and their impact on the Company is as follows:

AASB 9 Financial Instruments (December 2014) and AASB 2014-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2014) (applicable for annual reporting periods commencing on or after 1 January 2018)

AASB 9 includes requirements for the classification and measurement of financial assets, the accounting requirements for financial liabilities, impairment testing requirements and hedge accounting requirements.

The changes made to accounting requirements by these standards include:

- simplifying the classifications of financial assets into those carried at amortised cost and those carried at fair value and an allowance for debt instruments to be carried at fair value through other comprehensive income in certain circumstances
- simplifying the requirements for embedded derivatives
- allowing an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument
- financial assets will need to be reclassified where there is a change in an entity's business model as they are initially classified based on (a) the objective of the entity's business model for managing the financial assets; and (b) the characteristics of the contractual cash flows
- amending the rules for financial liabilities that the entity elects to measure at fair value, requiring changes in fair value attributed to the entity's own credit risk to be presented in other comprehensive income
- introducing new general hedge accounting requirements intended to more closely align hedge accounting with risk management activities as well as the addition of new disclosure requirements
- requirements for impairment of financial assets

The Company has not yet assessed the impact of this standard.

AASB 15 Revenue from Contracts with Customers and AASB 2014-5 Amendments to Australian Accounting Standards arising from AASB 15 (applicable for annual reporting periods commencing on or after 1 January 2017)

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements.

3. Significant accounting policies (continued)

AASB 15 establishes a single, comprehensive framework for revenue recognition, and replaces the previous revenue Standards AASB 118 Revenue and AASB 111 Construction Contracts, and the related Interpretations on revenue recognition Interpretation 13 Customer Loyalty Programmes, Interpretation 15 Agreements for the Construction of Real Estate, Interpretation 18 Transfers of Assets from Customers and Interpretation 131 Revenue—Barter Transactions Involving Advertising Services.

AASB 15 introduces a five step process for revenue recognition with the core principle of the new Standard being for entities to recognise revenue to depict the transfer of goods or services to customers in amounts that reflect the consideration (that is, payment) to which the entity expects to be entitled in exchange for those goods or services.

AASB 15 will also result in enhanced disclosures about revenue, provide guidance for transactions that were not previously addressed comprehensively (for example, service revenue and contract modifications) and improve guidance for multiple-element arrangements.

The company has not yet assessed the impact of this standard.

4. Auditor's Remuneration

	2015	2014
<i>Remuneration of the auditor for:</i>	\$	\$
Audit and review of financial reports (William Buck)	26,000	14,000

5. Income tax

At 30 June 2015, the Company reviewed the quantum of its unrecognised carry forward tax losses and timing differences. As at that date directors have assessed that its carry forward tax losses and timing differences of \$1,983,519 (2014: \$1,682,345) potentially available to offset against future years' taxable income.

These tax losses have not been brought to account as utilisation of these losses is not probable. Income tax losses can only be recovered by the Company deriving future assessable income, conditions for deductibility imposed by law being complied with and no changes in tax legislation adversely affecting the realisation of the benefit from the deductions. Therefore, carry forward losses may not be available to offset future assessable income.

Due to the inherent uncertainty whether or not the Company's existing losses can be used going forward, which will be dependent upon satisfaction of the "same business test" as required by the Australian Tax Office, the directors have not estimated the potential carry-forward loss tax credits available to the Company.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

6. Trade and other payables

	2015	2014
	\$	\$
Trade creditors and accruals	92,719	341,118
Amounts owing to related parties	-	105,000
	<u>92,719</u>	<u>446,118</u>

As at 30 June 2015 there was no amounts accrued in respect of directors' fees or other related parties. (2014: \$105,000). The amount relating to unpaid director's fees accrued in 2014 was fully compromised in 2015.

7. Convertible Notes

	2015	2014
	\$	\$
Convertible Notes	2,000,000	-
Interest Accrued	99,302	-
	<u>2,099,302</u>	<u>-</u>

During the year the Company raised funds through the issue of convertible note loan agreements with various parties to raise a total of \$2,450,000 (of which \$450,000 was repaid during the year). The purpose of raising these funds is to provide working capital to support the Company as it transacts with WolfStrike. The right of conversion into ordinary shares (on both the note and its accrued interest, charged at 12% per annum) is at the sole hands of the noteholder. The maturity dates of the notes are between February 2016 through to May 2016.

In November and December 2015, the remaining loan agreements were varied such that:

- either the noteholder or the Company can convert the loans into ordinary shares after certain conditions are met;
- the maturity dates are now between February 2017 through to May 2017; and
- for each share issued to a noteholder upon conversion, the noteholder will be issued one bonus share in the company and an option to subscribe for shares in the company.

The fair value of convertible notes comprises the fair value of the liability and the equity residual value. The Company has recorded convertible notes at the amount of money advanced. This is because, given the nature and size of the Company, the face value of the unsecured debt under the convertible note is the most reliable estimate of the fair value of the unsecured debt (i.e. there exists no market for debt of this nature to facilitate a fair value estimate).

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

8 Share capital

	2015 Shares	2014 Shares	2015 \$	2014 \$
Ordinary shares - fully paid	<u>38,446,340</u>	<u>70,703,461</u>	<u>5,217,297</u>	<u>5,162,554</u>
<i>Movements in ordinary share capital</i>				
Details	Date	No of shares	Issue price	\$
Balance	1 July 2013	67,321,011		5,128,729
Issue of 1,150,000 ordinary shares under Placement	26 August 2013	1,150,000	\$0.01	11,500
Issue of 2,232,450 ordinary shares to satisfy creditor claims from Director-Related entities	19 December 2013	2,232,450	\$0.01	22,325
Share issue transaction costs, net of tax		-		-
Balance	30 June 2014	70,703,461		5,162,554
Issue of 5,000,000 ordinary shares to A&J Tannous Pty Ltd in settlement of existing corporate advisory agreement	28 November 2014	5,000,000	\$0.00786	39,300
Total of pre-consolidated shares		75,703,461		5,201,854
Consolidation of shares of 1:2		(37,851,701)		-
Total of post consolidated shares		37,851,760		5,201,854
Issue of 594,580 ordinary shares BDO (WA) Pty Ltd in settlement of creditor claims	13 April 2014	594,580	\$0.026	15,443
Balance	30 June 2015	38,446,340		5,217,297

As at 30 June 2015, the Company has on issue 38,446,340 ordinary fully paid shares (2014: 70,703,461). During the year a 1:2 consolidation occurred in respect to the Company's ordinary shares.

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held. At the shareholders' meetings, each ordinary share is entitled to one vote upon the calling of a poll; otherwise, each shareholder has one vote on a show of hands.

The board's policy for managing its capital is to ensure that it is able to continue to fund its working capital needs subject to the constraints of ASX listing rules, which include the requirement for pre-approval from its members for any issues of capital through placement for more than 15% of its total issued capital.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

9. Reconciliation of cash flows from operating activities

	2015	2014
	\$	\$
Cash flows from operating activities		
Loss for the period	(1,003,913)	(275,922)
Adjustments for non-cash items:		
Share-based payments	54,743	33,825
Increase / (decrease) in trade and other payables	(391,278)	186,598
Net cash from operating activities	(1,340,448)	(55,499)

10. Earnings Per Share

	2015	2014
	\$	\$
a) Reconciliation of losses to profit or loss	(1,003,913)	(275,922)
Loss used to calculate basic and diluted EPS		
b) Weighted average and dilutive number of ordinary shares used in the calculation of basic earnings per share	63,184,285	63,471,868

11. Financial risk management

Financial risk management policies

The Company's principal financial instruments comprise cash, trade and other payables and convertible notes as disclosed in the financial statements. The main purpose of these financial instruments is to manage the working capital needs of the Company's operations. It is the Company's policy that no trading in financial instruments shall be undertaken. The main risk arising from the Company's financial instruments is liquidity risk. The board's policy for managing this risk is summarised below.

Liquidity risk

Liquidity risk arises from the possibility that the Company might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The Company manages liquidity risk by monitoring forecast cash flows and investing surplus cash only with major financial institutions.

The Company's non-interest bearing trade and other payables are required and expected to be settled within a year or less.

Convertible notes are interest bearing (charged 12% per annum), have maturity dates between February 2016 and May 2016 and are expected to be settled within the maturity dates

Fair values of assets and liabilities

The net fair value of financial assets and liabilities in these financial statements approximate their carrying values due to their short-term nature.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

Notes to the financial statements

12. Related party disclosures

Key management personnel compensation

	2015 \$	2014 \$
Short-term employee benefits	147,667	105,000
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Share-based payments	-	-
Total compensation	147,667	105,000

13. Reporting segment

The Company continued to operate as one segment during the period, being the evaluation of investment opportunities in the Australasia region.

14. Contingent assets and liabilities

As at 30 June 2015 there were no contingent assets and liabilities applicable to the Company (2014: nil).

15. Share-based payments

On 28 November 2014, 5,000,000 ordinary shares were granted to an external service provider as a share-based payment. This share-based payment was to compensate services rendered by the service provider. The fair value of the equity instruments of \$39,300 was equivalent to the market price of the service rendered.

On 13 April 2014, 594,580 ordinary shares were granted to an external service provider as a share-based payment. This share-based payment was to extinguish the debts owed to the service provider. The fair value of the equity instruments of \$15,433 was equivalent to the fair value of the debts owed to the service provider.

WolfStrike Rentals Group Limited (formerly CFT Energy Ltd)

ABN 72 107 745 095

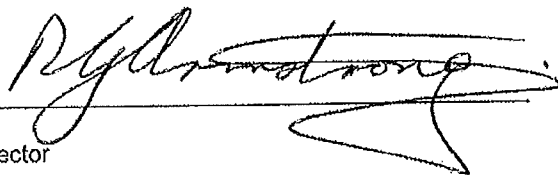
Directors' declaration

In the opinion of the directors of WolfStrike Rentals Group Limited (formerly CFT Energy Ltd) ('the Company'):

- (a) the accompanying financial statements and notes, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's financial position as at 30 June 2015 and of its performance for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

- 2. The directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the chief executive officer and chief financial officer for the financial year ended 30 June 2015.
- 3. The directors draw attention to note 2 to the financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Signed in accordance with a resolution of the directors:


Director

Dated this 14 day of December, 2015

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WOLFSTRIKE RENTALS GROUP LIMITED (FORMERLY CFT ENERGY LIMITED)

Report on the Financial Report

We have audited the accompanying financial report of Wolfstrike Rentals Group Limited (Formerly CFT Energy Limited) (the Company), which comprises the statement of financial position as at 30 June 2015 the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 2, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001.

CHARTERED ACCOUNTANTS & ADVISORS

Melbourne Office
Level 20, 181 William Street
Melbourne VIC 3000

Hawthorn Office
Level 1, 465 Auburn Road
Hawthorn East VIC 3123

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Telephone: +61 3 9824 8555
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WOLFSTRIKE RENTALS GROUP LIMITED (FORMERLY CFT ENERGY LIMITED) (CONT)

Auditor's Opinion

In our opinion:

- a) the financial report of Wolfstrike Rentals Group Limited (Formerly CFT Energy Limited) is in accordance with the Corporations Act 2001, including:
 - i. giving a true and fair view of the Company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
 - ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
- b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2 in the financial report which indicates that the company incurred a net loss of \$1,003,913 during the year ended 30 June 2015. These conditions, along with other matters as set forth in Note 2, indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

Report on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2015. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

In our opinion, the Remuneration Report of Wolfstrike Rentals Group Limited for the year ended 30 June 2015, complies with section 300A of the Corporations Act 2001.

Matters Relating to the Electronic Presentation of the Audited Financial Report

This auditor's report relates to the financial report of Wolfstrike Rentals Group Limited (Formerly CFT Energy Limited) for the year ended 30 June 2015 included on Wolfstrike Rentals Group Limited (Formerly CFT Energy Limited)'s web site. The company's directors are responsible for the integrity of the Wolfstrike Rentals Group Limited (Formerly CFT Energy Limited)'s web site. We have not been engaged to report on the integrity of the Wolfstrike Rentals Group Limited (Formerly CFT Energy Limited)'s web site. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

For personal use only



William Buck

William Buck Audit (VIC) Pty Ltd
ABN 59 116 151 136

J.C. Luckins

J.C. Luckins
Director

Dated this 14th day of December, 2015

ASX Information

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below.

Shareholdings (as at 11 November 2014)

Substantial shareholders

The number of shares held by substantial shareholders and their associates are set out below:

Shareholder	Number
Sticha Pty Ltd	6,750,000
Z J & C Investments Pty Ltd	4,548,750
Harry Fung	2,812,500

Voting rights

Ordinary shares

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Options

There are no options on Issue.

Distribution of equity security holders

Category	Number of equity security holders	
	Ordinary shares	Holders
1 - 1,000	98,155	261
1,001 - 5,000	201,676	83
5,001 - 10,000	189,240	25
10,001 - 100,000	2,876,274	75
100,000 and over	35,080,995	64
	<u>38,446,340</u>	<u>508</u>

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Twenty largest shareholders

Name	Number of ordinary shares held	Percentage of capital held
Sticha Pty Ltd	6,750,000	17.56%
Z J & C Investments Pty Ltd	4,548,750	11.83%
Harry Fung	1,562,500	4.06%
Harry Fung	1,250,000	3.25%
Rage Trading Pty Ltd	1,125,000	2.93%
Doug Zipevski	1,125,000	2.93%
Fuse Advisory Pty Ltd	1,116,225	2.90%
M & L Boyer Pty Ltd	1,100,000	2.86%
Mr Trevor Warren	937,500	2.44%
David Valeo	713,625	1.86%
Bubbly Water Pty Ltd	653,500	1.70%
Gerry Byrne	625,000	1.63%
Maria Byrne	625,000	1.63%
Toufik Nimeh	600,000	1.56%
BDO (WA) Pty Ltd	594,580	1.55%
Mrd Jean Tannous	530,000	1.38%
Sacco Developments Australia Pty Ltd	500,000	1.30%
Haden Hall Pty Ltd	500,000	1.30%
Ralcorp Pty Ltd	493,750	1.28%
Mr Russell Frank Percival	469,063	1.22%
	25,819,493	67.16%

Securities Exchange

The Company is listed on the Australian Securities Exchange.

Offices and officers

Company Secretary

Ms Eryn Kestel

Principal Registered Office

Level 2, 22 Pitt Street

Sydney NSW 2000

+61 2 9247 6844

Locations of Share Registries

Link Market Services Limited

Level 15, 324 Queens Street

Brisbane Qld 4000

WolfStrike Rentals Group Limited

ABN 72 107 745 095

Interim Financial Report

for the half-year ended

31 December 2015

**To be read in conjunction with the 30 June 2015 Annual Report
In compliance with Listing Rule 4.2A**

WOLFSTRIKE RENTALS GROUP LIMITED

ABN 72 107 745 095

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Current Reporting Period: Half-year ended 31 December 2015
Previous Reporting Period: Half-year ended 31 December 2014

Results to be announced to the market			AUD\$
Revenue from ordinary activities	-		-
Loss after tax attributable to members	Up 246%	to	621,028
Loss for the half-year attributable to members	Up 246%	to	621,028

Dividends

No dividends have been paid or provided for during the half-year.

Other Information	31 December 2015	31 December 2014
Net Tangible Assets (cents per share)	(5.24)	(1.85)

Refer to the Directors' Report – Review of Operations for an explanation of the above information.

INDEX

Company Particulars	3
Directors' Report to Shareholders	4
Auditor's Independence Declaration	6
Statement of Profit or Loss and Other Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11
Directors' Declaration	15
Independent Auditor's Review Report	16

COMPANY PARTICULARS

DIRECTORS

Mr. Robin Armstrong
Mr. Harry Fung
Mr. Quentin Olde

REGISTERED OFFICE

WolfStrike Rentals Group Limited
Level 2, 22 Pitt St,
Sydney NSW 2000
Telephone: (61) 2 9247 6844
Email: info@cftenergy.com.au

COMPANY SECRETARY

Ms. Eryn Kestel

PRINCIPAL OFFICE

WolfStrike Rentals Group Limited
Level 2, 22 Pitt St,
Sydney NSW 2000
Telephone: (61) 2 9247 6844
Email: info@cftenergy.com.au

AUDITOR

William Buck
Level 20, 181 William Street
Melbourne Vic 3000

SHARE REGISTRY

Link Market Services Limited
Level 15, 324 Queen Street
Brisbane Qld 2000

DIRECTORS' REPORT

The Directors of WolfStrike Rentals Group Limited (the Company) present their report together with the interim financial report for the half-year ended 31 December 2015, and the review report thereon.

DIRECTORS

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

Mr. Harry Fung
Mr. Robin Armstrong (appointed 13 October 2014)
Mr. Quentin Olde (appointed 29 October 2014)

REVIEW OF OPERATIONS

The loss of the Company for the half-year ended 31 December 2015, after income tax amounted to \$621,028 (2014:\$252,755).

The Company continued to operate as one segment during the period, being the evaluation of investment opportunities in the Australasia region. As stated in the Annual Report for the year ending 30 June 2015 the Company entered into an agreement to acquire 100% of the WolfStrike group of companies. Further information on this agreement and the results of activities since are included in the Subsequent Events and Material Items disclosure below.

SUBSEQUENT EVENTS AND MATERIAL ITEMS

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the SME market. This coupled with an established rental book of approximately \$8,380,000, the WolfStrike group companies are currently profitable.

The deal was subject to a number of conditions precedent clauses.

The conditions precedent which were satisfied at a shareholder meeting on 20th March 2015 included:

- A change of name of the Company to WolfStrike Rentals Group Limited;
- A share consolidation of 2 for 1 shares in CFT Energy Limited; and
- Approval from shareholders to acquire the WolfStrike Group as set out in the notice of meeting.

The final condition precedent clause, the re quotation of the Company's securities on the Australian Securities Exchange (ASX), is yet to occur and as such the WolfStrike Acquisition is yet to complete.

The Company has satisfied most of the conditions required to gain re quotation. In order to re-comply with Chapters 1 and 2 of the ASX relisting rules the Company has issued a Replacement Prospectus to raise \$2,000,000. The Replacement Prospectus opened on 24 December 2015 and currently has a close date of 22 February 2016 with an anticipated re quotation date of 7 March 2016.

In November and December 2015, the outstanding Convertible Note and Loan agreements were varied such that:

- either the noteholder or the Company can convert the loans into ordinary shares after certain conditions are met;
- the maturity dates are now between February 2017 through to May 2017; and
- for each share issued to a noteholder upon conversion, the noteholder will be issued one bonus share in the Company and an option to subscribe for shares in the Company.

WolfStrike Rentals Group Limited

ABN 72 107 745 095

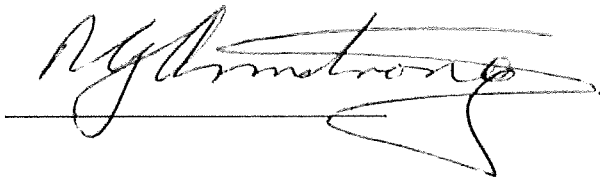
The Company has sought and been granted several waivers from the ASX in regard Listing Rule 14.7 and the issuance of various shares approved at the EGM held on 20 March 2015. On 5 February 2016, these waivers were extended by ASX. The Wolfstike acquisition, capital raising, promoter and adviser shares now can be issued no later than 31 March 2016.

The Company anticipates that the proceeds both from the Prospectus and in the short-term from the convertible notes will be sufficient to provide the Company with working capital to meet its operational needs.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as is required under section 307 of the Corporations Act 2001 is attached to this Directors' Report.

This report is signed in accordance with a resolution of the Board of Directors:

A handwritten signature in black ink, appearing to read 'Robin Armstrong', is written over a horizontal line.

Director

Robin Armstrong

Dated this 29th day of February, 2016
Sydney

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE
CORPORATIONS ACT 2001 TO THE DIRECTORS OF WOLFSTRIKE RENTALS
GROUP LIMITED**

I declare that, to the best of my knowledge and belief during the half year ended 31 December 2015 there have been:

- no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- no contraventions of any applicable code of professional conduct in relation to the review.

William Buck

William Buck Audit (VIC) Pty Ltd
ABN 59 116 151 136

N. S. Benbow

N. S. Benbow
Director

Dated this 29th day of February, 2016

**CHARTERED ACCOUNTANTS
& ADVISORS**

Melbourne Office
Level 20, 181 William Street
Melbourne VIC 3000

Hawthorn Office
Level 1, 465 Auburn Road
Hawthorn East VIC 3123

PO Box 185, Toorak VIC 3142
Telephone: +61 3 9824 8555
williambuck.com

Statement of Profit or Loss and Other Comprehensive Income
For the Half-Year Ended 31 December 2015

	31 December 2015	31 December 2014
	\$	\$
Gain on Settlement of creditors obligations	-	36,176
Finance costs	(120,329)	(10,060)
Corporate and administrative expenses	(500,699)	(278,891)
Loss before income tax	(621,028)	(252,775)
Income tax expense	-	-
Loss for the period attributable to members of the company	(621,028)	(252,775)
Other comprehensive income for the period, net of income tax	-	-
Total comprehensive loss for the period attributable to members of the company	(621,028)	(252,775)
Basic and diluted loss per share (cents)	(1.62)	(0.70)

The accompanying notes form part of these financial statements.

Statement of Financial Position
As at 31 December 2015

	Note	31 December 2015 \$	30 June 2015 \$
Assets			
Current Assets			
Cash and cash equivalents		257,553	654,570
GST Receivable		114,426	83,019
Prepayments		-	60,000
Total current assets		371,979	797,589
Total assets		371,979	797,589
Liabilities			
Current Liabilities			
Trade and other payables		167,808	92,719
Convertible notes	3	-	2,099,302
Total current liabilities		167,808	2,192,021
Non-Current Liabilities			
Convertible Notes		2,219,631	-
Total Non-Current liabilities		2,219,631	-
Total liabilities		2,387,439	2,192,021
Net deficiency of assets		(2,015,460)	(1,394,432)
Equity			
Share capital		5,217,297	5,217,297
Accumulated losses		(7,232,757)	(6,611,729)
Total equity		(2,015,460)	(1,394,432)

The accompanying notes form part of these financial statements

WolfStrike Rentals Group Ltd (Formerly CFT Energy Limited)

ABN 72 107 745 095

Statement of Changes in Equity
For the Half-year Ended 31 December 2015

	Share Capital	Accumulated losses	Total Equity
	\$	\$	\$
Balance at 1 July 2014	5,162,554	(5,607,816)	(445,262)
<i>Total comprehensive loss for the period</i>			
Loss for the period	-	(252,775)	(252,775)
Total comprehensive loss for the period	-	(252,775)	(252,775)
<i>Transactions with owners, recorded directly in equity</i>			
Issue of 5,000,000 ordinary shares to external service provider	39,300	-	39,300
Balance at 31 December 2014	5,201,854	(5,860,591)	(658,737)
Balance at 1 July 2015	5,217,297	(6,611,729)	(1,394,432)
Loss for six months to 31 December 2015	-	(621,028)	(621,028)
Total comprehensive loss for the six months to 31 December 2015	-	(621,028)	(621,028)
Balance at 31 December 2015	5,217,297	(7,232,757)	(2,015,460)

The accompanying notes form part of these financial statements.

Statement of Cash Flows
For the Half-year Ended 31 December 2015

	31 December 2015 \$	31 December 2014 \$
Cash flows from operating activities		
Payments to suppliers and employees	(397,017)	(240,612)
Net cash (used in) operating activities	<u>(397,017)</u>	<u>(240,612)</u>
Cash flows from financing activities		
Share issue costs	-	(16,500)
Proceeds from borrowings	-	477,064
Net cash provided by/ (used in) financing activities	<u>-</u>	<u>460,564</u>
Net increase/(decrease) in cash and cash equivalents	(397,017)	219,952
Cash and cash equivalents at 1 July	<u>654,570</u>	<u>856</u>
Cash and cash equivalents at 31 December	<u>257,553</u>	<u>220,808</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Half-year Ended 31 December 2015

1. BASIS OF PREPARATION OF HALF YEAR FINANCIAL STATEMENTS

These general purpose financial statements for the half-year ended 31 December 2015 have been prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134: Interim Financial Reporting.

The half year financial statements are intended to provide users with an update on the latest annual financial statements of WolfStrike Rentals Group Limited (the Company). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that these financial statements be read in conjunction with the annual financial statements for the year ended 30 June 2015, together with any public announcements made during the following half-year.

The accounting policies and methods of computation adopted in the preparation of the half year financial statements are consistent with those adopted and disclosed in the Company's 2015 annual financial report for the financial year ended 30 June 2015, unless otherwise stated. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

New accounting standards adopted for these interim financial statements

A number of new standards, amendments to standards and interpretations that are effective or are available for early adoption have been applied for the first time in preparing these financial statements. These include amendments to AASB 9 Financial Instruments (mandatory from 1 January 2018) and AASB 15 Revenue from Contracts (mandatory for calendar years from 2018). The adoption of these new standards continues the accounting policy of adopting all accounting standards that are available for early adoption, as this provides its financial report users with the most relevant and reliable information necessary for understanding its financial position and performance. None of the standards which were adopted had any effect on these financial statements nor on its comparative results.

Contingent liabilities and assets

As at 31 December 2015 there were no contingent assets and liabilities applicable to the Company.

Operating Segment

The Company continued to operate as one segment during the period, being the evaluation of investment opportunities in the Australasia region.

2. GOING CONCERN BASIS AND SUBSEQUENT EVENTS

The half year financial statements have been prepared on a going concern basis notwithstanding that the Company recorded a net deficiency of assets as at 31 December 2015 totalling \$2,015,460. The following matters have been considered by the directors in determining the appropriateness of the going concern basis of preparation:

A proposed transaction with WolfStrike

On 13 November 2014, the Company announced to the market that it had entered into an agreement to acquire 100% of WolfStrike Rental Services Limited and its associated distribution companies (WolfStrike). WolfStrike is an information technology company with a core focus on renting technological products and services to the SME market. This coupled with an established rental book of approximately \$8,380,000 means that the WolfStrike group of companies are currently profitable (the audited accounts of the WolfStrike companies showed combined profit of \$2,522,000 for the six months to 30 September 2015).

The deal was subject to a number of conditions precedent clauses.

The conditions precedent which were satisfied at a shareholder meeting on 20th March 2015 included:

- A change of name of the Company to WolfStrike Rentals Group Limited;
- A share consolidation of 2 for 1 shares in CFT Energy Limited; and
- Approval from shareholders to acquire the WolfStrike Group as set out in the notice of meeting.

The final condition precedent clause, the re quotation of the Company's securities on the Australian Securities Exchange (ASX), is yet to occur and as such the WolfStrike Acquisition is yet to complete.

The Company has satisfied most of the conditions required to gain re quotation. In order to re-comply with Chapters 1 and 2 of the ASX relisting rules the Company has issued a Replacement Prospectus to raise \$2,000,000 with a minimum spread of 300 individual Australian Shareholders. The Replacement Prospectus opened on 24 December 2015 and currently has a close date of 10 March 2016 with an anticipated re quotation date of 24 March 2016.

The Company has sought and been granted several waivers from the ASX in regard Listing Rule 14.7 and the issuance of various shares approved at the EGM held on 20 March 2015. On 5 February 2016, these waivers were extended by ASX. The WolfStrike acquisition, capital raising, promoter and adviser shares now can be issued no later than 31 March 2016.

The Company anticipates that the proceeds both from the Prospectus and in the short-term from the convertible notes will be sufficient to provide the Company with working capital to meet its operational needs.

Letter of financial support

The directors have received a letter of financial support from parties associated with the proposed WolfStrike transactions. The letter from the parties associated with the WolfStrike acquisition confirm, subject to the completion of the WolfStrike transaction, that WolfStrike intends to provide additional financial support, if required, so that the Company has sufficient working capital to continue its operations for a period of at least twelve months from 23 February 2016, or to such point in time that the Company will have sufficient reserves of working capital that such financial support is not necessary.

Parties associated with the WolfStrike acquisition also confirm, subject to the completion of the WolfStrike acquisition that they will not call upon amounts owing to them for a period of at least 12 months from the date of this report.

If the above matters do not eventuate, the Company may not be able to continue as a going concern. This may necessitate a revaluation of its assets and / or a reclassification of its liabilities in the Statement of Financial Position and an adjustment to profit or loss due to these changes.

3. CONVERTIBLE NOTES

In November and December 2015, the outstanding Convertible Note and Loan agreements were varied such that:

- either the noteholder or the Company has the right to convert the loans into ordinary shares on the basis of one note for one share after certain conditions are met (the most material of which is the Company receiving in principle approval for the re-quotations of its shares from the ASX);
- the maturity dates are now between February 2017 through to May 2017;
- for each share issued to a noteholder upon conversion, the noteholder will be issued one bonus share in the Company and an option to subscribe for shares in the Company (the option has a strike price of 2 cents and a life of 24 months); and
- On conversion and upon the issue of bonus shares and options the noteholder will waive all interest accrued on the face value of the notes.

If the Company does not achieve re-quotations, the right to convert the Notes remains with the noteholder.

4. FAIR VALUE MEASUREMENT

Due to the nature of the Company's operating profile, the Directors and management do not consider that the fair values of the Company's financial assets and liabilities are materially different from their carrying amounts at 31 December 2015.

5. EARNINGS PER SHARE

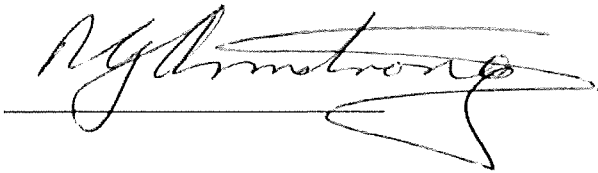
Loss for six months ending 31 December 2015	(621,028)	(252,775)
Loss per share		
Basic and diluted loss per share (cents)	(1.62)	(0.70)
Weighted average number of shares used for calculating basic and diluted loss per share (which excludes the effect of convertible notes as this would be anti-dilutive) – comparative results are adjusted for the effect of the 2:1 consolidation which occurred on 20 March 2015	38,446,340	35,800,100

DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The accompanying financial statements (restated) and notes are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Australian Accounting Standard AASB 134: Interim Financial Reporting; and
 - (b) giving a true and fair view of the Company's financial position as at 31 December 2015 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.

The declaration is made in accordance with a resolution of the Board of Directors:



Director

Robin Armstrong

Dated this 29th day of February, 2016
Sydney

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF WOLFSTRIKE RENTALS GROUP LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Wolfstrike Rentals Group Limited (the company), which comprises the statement of financial position as at 31 December 2015, 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 internal 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 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 2015 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 Wolfstrike Rentals Group 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*.

CHARTERED ACCOUNTANTS & ADVISORS

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF WOLFSTRIKE RENTALS GROUP LIMITED (CONT)

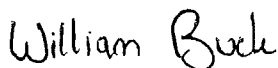
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Wolfstrike Rentals Group 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 2015 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*.

Emphasis of Matter - Going concern

Without modifying our conclusion, we draw attention to Note 2 in the financial report which indicates that the company incurred a net loss of \$621,028 during the half year ended 31 December 2015. This condition, along with other matters as set forth in Note 2, indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern and therefore the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

A handwritten signature in dark ink that reads 'William Buck'.

William Buck Audit [Vic] Pty Ltd
ABN 59 116 151 136

A handwritten signature in dark ink that appears to read 'N. S. Benbow'.

N. S. Benbow
Director

Dated this 29th day of February, 2016

