

11 February 2015

Company Announcements Office
Australian Securities Exchange
Level 4
20 Bridge Street
Sydney NSW 2000

Via ASX Online

(Page 1 of 19)

ANNOUNCEMENT

HALF YEAR REPORT

In accordance with ASX Listing Rule 4.2A, attached are the following reports for the half year ended 31 December 2014:

- Appendix 4D
- Financial Report (includes Directors' Report and Independent Review Report to Members)

This information should be read in conjunction with the Academies Australasia Group Limited Annual Report for the year ended 30 June 2014.

Stephanie Noble
Company Secretary

***For further information** call Christopher Campbell on +61 412 087 088 or +61 2 9224 5555. **Academies Australasia** has been operating for 106 years and listed on the Australian Securities Exchange for 37 years. The group's education business now comprises 18 separately licensed colleges operating in New South Wales, Victoria, South Australia, Western Australia and Queensland in Australia, and in Singapore. Over the years, Academies Australasia colleges have taught tens of thousands of students from 120 countries.*

Appendix 4D

Half Year Report

Half year information given to ASX under listing rule 4.2A

Introduced 1/1/2003.

ACADEMIES AUSTRALASIA GROUP ABN: 93 000 003 725
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1.	Half-year ended ('reporting period')	31-Dec-14
	Half-year ended ('previous corresponding period')	31-Dec-13

2. Results for announcement to the market

\$A'000

	Movements from previous corresponding period			
2.1	Revenues from ordinary activities	up	36%	to 29,206
2.2	Profit from ordinary activities after tax	down	64%	to 1,135
2.3	Net profit for the period attributable to owners of the parent entity	down	64%	to 976

3. Commentary

- 3.1 Earnings before tax, depreciation and amortisation was \$2,492,000, down 36% on the previous corresponding period.
- 3.2 Revenue from ordinary activities increased by 36% to \$29,206,000 and operating profit before tax decreased by 62% to \$1,306,000.
- 3.3 The 36% increase in revenue came from the acquisitions that were completed from December 2013 to November 2014.
- 3.4 The lower profit was mainly because of the following factors:

International

a. A university (pathway) partner raised their international student recruitment risk management criteria at short notice, several times. These actions adversely affected enrolments and necessitated substantial refunds in compliance with regulatory requirements.

b. Another university partner imposed stringent restrictions on student recruitment as part of their risk mitigation strategy, also at short notice, that reduced enrolments.

As the regulatory reforms to the international student visa programme settle, short-notice risk mitigation strategies are unlikely to recur.

Domestic

The domestic, government-funded, sector has been a more difficult space to operate in during the period under review. In Victoria, certain subsidies were cut back while the rollout of Smart and Skilled in New South Wales was slower than expected and the basis for funding allocations unclear. The adverse publicity arising from a large listed company operating in the vocational sector and the reports of bad practices by training organisations and brokers, contributed to lower domestic demand.

Expansion

We incurred higher rent for larger, and better quality, premises for our operations in Melbourne (where Academies Australasia Polytechnic relocated to 628 Bourke Street) and Brisbane. We are beginning to use the additional space for programme expansion.

- 3.5 The after tax figures at 2.2 and 2.3 include \$751,000 arising from a revaluation of investments to market value.

This half year report is to be read in conjunction with the most recent annual financial report.

4. **Net tangible Assets**

Net tangible asset backing per ordinary share

Reporting period	Previous corresponding
-0.7 cents ^a	15.5 cents ^b

a. Based on 62,063,484 shares at 31 December 2014

b. Based on 56,157,234 shares at 31 December 2013

5. **Gain or loss of control over entities**

- 5.1 On 16 August 2014 the group acquired 75% of the issued share capital of Language Links International Limited (LLI), an English Language college in Perth, for a purchase consideration of \$289,257 satisfied in cash. The group has obtained control of the company.

On 20 November 2014 the group acquired 100% of the issued share capital of Transformations - Pathways to Competence and Developing Excellence Pty Limited T/S Skills Training Australia (STA), a registered training organisation that specialises in the delivery of high quality training programs in Nursing, Disability Services, Community Services, Health and Aged Care in Melbourne, for a purchase consideration of \$3.75m in cash. \$1.25 in was settled on 20 November 2014. The second tranche, based on 1.5 times FY15 EBIT, is due by 31 August 2015 and the third tranche, based on 1 times FY16 EBIT, is due by 31 August 2016.

The acquisitions are part of the Group's overall strategy to expand its education operations.

- 5.2 The consolidated revenue and profit of the group if the acquisitions had taken place on 1 July 2014 has not been disclosed. This is because it is impracticable to determine what the results would have been prior to the actual date of acquisition in accordance with the accounting policies of the group using available accounting information.

	LLI	STA
	Fair Value \$000s	Fair Value \$000s
Purchase Consideration		
-Cash	289	1,250
-Cash payable to vendor	-	2,500
	289	3,750
Less:		
Cash	94	582
Receivables	-	1,025
Property, Plant and Equipment	127	119
Payables	-21	-496
Identifiable assets acquired and liabilities assumed	200	1,230
Group share	150	1,230
Goodwill	139	2,520
Purchase consideration settled in cash	289	3,750
Cash inflow on acquisition	94	582

- 5.3 It is impracticable to disclose the profit of these acquisitions since acquisition and include them in the consolidated statement of comprehensive income. This is because they form part of the group's education segment which is managed as a unit. Some costs can be determined only from an education segment or a group perspective and cannot be allocated specifically to them. Consequently, it is not possible to determine separate results for these acquisitions.

6. Dividends

- 6.1 On 26 September 2014 the Company paid a fully franked dividend of three cents per share. The payment amount was \$1,861,905.
- 6.2 The directors have today declared a fully franked dividend of 1.5 cents per share. Based on the present issued capital of 62,063,484 shares, the payment amount is \$930,952.

Dividend Dates

Ex Dividend	6-Mar-15
Record	11-Mar-15
Payment	15-Apr-15

7. **Dividend reinvestment plans**

No dividend reinvestment plans were in operation during the reporting period or the previous corresponding period.

8. **Associates and joint venture entities**

No member of the Group held an interest in, or participated in the results of a joint venture.

9. **Foreign entities**

The Group owns 100% of ACA Investment Holdings Pte. Limited which owns 100% of Centre for Australian Education Pte. Limited and 100% of Academies Australasia College Pte. Limited. All incorporated in Singapore.

Signed:

Stephanie Noble
(Group Finance Manager)

Date: 10 February 2015

ACADEMIES AUSTRALASIA GROUP LIMITED
ABN 93 000 003 725
AND CONTROLLED ENTITIES

HALF YEAR CONSOLIDATED FINANCIAL REPORT
31 DECEMBER 2014

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ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
DIRECTORS' REPORT
For the half year ended 31 December 2014

Your directors submit the financial report of the economic entity for the half year ended 31 December 2014.

Directors

The names of directors who held office during or since the end of the half year are:

John Lewis Schlederer

Christopher Elmore Campbell

Chiang Meng Heng

Gabriela Del Carmen Rodriguez

Gary William Cobbledick (Appointed 23 October 2014)

Raphael Geminder (Appointed 23 October 2014)

Review of Operations

A summary of the Statement of Financial Performance for the half year ended 31 December 2014 is set out below:

	31.12.2014 \$000s	31.12.2013 \$000s
Total Revenue	<u>29,206</u>	<u>21,426</u>
Operating Profit Before Income Tax	<u>1,306</u>	<u>3,445</u>
Operating Profit After Income Tax	<u>1,135</u>	<u>2,771</u>

Earnings before tax, depreciation and amortisation was \$2,492,000, down 36% on the previous corresponding period.

Revenue from ordinary activities increased by 36% to \$29,206,000, operating profit before tax decreased by 62% to \$1,306,000, and operating profit after tax decreased by 59% to \$1,135,000.

The 36% increase in revenue came from the acquisitions that were completed from December 2013 to November 2014.

The lower profit was mainly because of the following factors:

International

- a. A university (pathway) partner raised their international student recruitment risk management criteria at short notice, several times. These actions adversely affected enrolments and necessitated substantial refunds in compliance with regulatory requirements.
- b. Another university partner imposed stringent restrictions on student recruitment as part of their risk mitigation strategy, also at short notice, that reduced enrolments.

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
DIRECTORS' REPORT
For the half year ended 31 December 2014

As the regulatory reforms to the international student visa programme settle, short-notice risk mitigation strategies are unlikely to recur.

Domestic

The domestic, government-funded, sector has been a more difficult space to operate in during the period under review. In Victoria, certain subsidies were cut back while the rollout of Smart and Skilled in New South Wales was slower than expected and the basis for funding allocations unclear. The adverse publicity arising from a large listed company operating in the vocational sector and the reports of bad practices by training organisations and brokers, contributed to lower domestic demand.

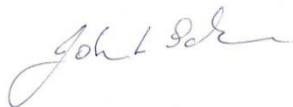
Expansion

We incurred higher rent for larger, and better quality, premises for our operations in Melbourne (where Academies Australasia Polytechnic relocated to 628 Bourke Street) and Brisbane. We are beginning to use the additional space for programme expansion.

Auditor's Declaration

The auditor's independence declaration under section 307C of the *Corporations Act 2001* for the half year ended 31 December 2014 is set out on page 3.

Signed in accordance with a resolution of the Board of Directors.



John Schlederer
Director



Christopher Campbell
Director

Sydney
10 February 2015



AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

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Academies Australasia Group Limited

I declare that to the best of my knowledge and belief, during the half year ended 31 December 2014, there have been:

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

PILOT PARTNERS
Chartered Accountants

DANIEL GILL
Partner

Signed on

10 FEBRUARY

2015

Level 10, Waterfront Place
1 Eagle Street
Brisbane Qld 4000

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
CONSOLIDATED INCOME STATEMENT
For the half year ended 31 December 2014

	Note	31.12.2014 \$000s	31.12.2013 \$000s
Revenue		29,206	21,426
Finance costs		(463)	(122)
Depreciation and amortisation expense		(724)	(339)
Cost of sales		-	(1,464)
Cost of services		(11,372)	(6,626)
Employee benefits expense		(8,173)	(4,617)
Insurance		(262)	(283)
Legal fees		(152)	(38)
Lease rental expense – operating leases		(3,462)	(2,214)
Other expenses		(3,292)	(1,934)
Profit on ordinary activities before income tax		1,306	3,789
Expenditure on non-recurring items		-	(344)
Profit before tax		1,306	3,445
Income tax attributable		(171)	(674)
Profit for the period		1,135	2,771
Other comprehensive income			
Exchange differences on translating foreign controlled entities		33	38
Net Loss on revaluation of assets		-	(719)
Other comprehensive income for the year, net of tax		33	(681)
Total comprehensive income for the year		1,168	2,090
Profit attributable to non-controlling interest		159	54
Profit attributable to members of the parent entity		976	2,717
		1,135	2,771
Total comprehensive income attributable to			
Owners of the parent entity		1,009	2,036
Non-controlling interest		159	54
Earnings per share:			
Basic earnings per share (cents per share)		1.60	5.20

The accompanying notes form part of these financial statements.

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
CONSOLIDATED BALANCE SHEET
For the half year ended 31 December 2014

	31.12.2014	30.06.2014
	\$000s	\$000s
Current Assets		
Cash and cash equivalents	4,365	7,833
Trade and other receivables	9,729	8,798
Other current assets	1,668	1,227
Total Current Assets	15,762	17,858
Non-Current Assets		
Trade and other receivables	5,156	6,225
Investments	3,369	2,618
Plant and equipment	6,612	6,637
Deferred tax assets	65	-
Intangible assets	31,330	28,770
Total Non-Current Assets	46,532	44,250
Total Assets	62,294	62,108
Current Liabilities		
Trade and other payables	11,112	18,852
Current tax liabilities	-	297
Borrowings	2,376	1,319
Provisions	1,698	1,556
Total Current Liabilities	15,186	22,024
Non-Current Liabilities		
Deferred tax liability	-	85
Borrowings	11,073	2,665
Provisions	5,200	5,740
Total Non-Current Liabilities	16,273	8,490
Total Liabilities	31,459	30,514
NET ASSETS	30,835	31,594
EQUITY		
Issued capital	32,533	25,446
Share capital contracted to be issued	-	7,087
Retained earnings	(2,205)	(1,319)
Foreign Currency Translation Reserve	91	58
Non-Controlling Interest	416	322
TOTAL EQUITY	30,835	31,594

The accompanying notes form part of these financial statements.

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the half year ended 31 December 2014

		\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
	Note	Ordinary Shares	Other Equity	Retained Profits	Reserves	Non - Controlling Interest	Total
Balance at 1.7.2013		18,372	-	(4,226)	1,146	-	15,292
Profit for the period		-	-	2,717	-	54	2,771
Asset Revaluation Reserve		-	-	344	(1,063)	-	(719)
Exchange differences on translating foreign operations		-	-	-	38	-	38
Total comprehensive income for the period		-	-	3,061	(1,025)	54	2,090
Share issue (New issue)		3,808	-	-	-	-	3,808
Share issue (Performance incentive plan-PIP)		(484)	-	-	-	-	(484)
Acquisition of subsidiary		3,750	-	-	-	59	3,809
Dividend paid		-	-	(1,298)	-	-	(1,298)
Balance at 31.12.2013		25,446	-	(2,463)	121	113	23,217
Balance at 1.7.2014		25,446	7,087	(1,319)	58	322	31,594
Profit for the period		-	-	976	-	159	1,135
Exchange differences on translating foreign operations		-	-	-	33	-	33
Total comprehensive income for the period		-	-	976	33	159	1,168
Share issue		7,087	(7,087)	-	-	-	-
Acquisition of subsidiary	6	-	-	-	-	15	15
Dividend paid	4	-	-	(1,862)	-	(80)	(1,942)
Balance at 31.12.2014		32,533	-	(2,205)	91	416	30,835

The accompanying notes form part of these financial statements.

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
CONSOLIDATED CASHFLOW STATEMENT
For the half year ended 31 December 2014

	Economic Entity	
	31.12.2014	31.12.2013
	\$000s	\$000s
Cash Flows From Operating Activities		
Receipts from customers	29,200	19,301
Payments to suppliers and employees	(29,941)	(19,448)
Interest received	44	75
Finance costs	(463)	(122)
Income taxes paid	(630)	(533)
Net cash provided by operating activities	(1,790)	(727)
Cash Flows From Investing Activities		
Proceeds from sale of plant & equipment	-	39
Purchase of non-current assets	(311)	(99)
Net cash on acquisition/disposal of subsidiary	(8,858)	(111)
Net cash used in investing activities	(9,169)	(171)
Cash Flows From Financing Activities		
Proceeds from borrowings	10,111	1,099
Proceeds from share issue	-	3,808
Non recurring payment on PIP	-	(1,007)
Dividends Paid	(1,942)	(1,298)
Repayment of borrowings	(678)	(523)
Net cash used in financing activities	7,491	2,079
Net increase/(decrease) in cash held	(3,468)	1,181
Cash at the beginning of period	7,833	4,992
Cash at the end of the period	4,365	6,173

The accompanying notes form part of these financial statements.

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: BASIS OF PREPARATION

The half year consolidated financial report is a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134: *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The half year financial report does not include full disclosures of the type normally included in an annual financial report and should be read in conjunction with the annual financial report for the year ended 30 June 2014 and any public announcements made by Academies Australasia Group Limited and its controlled entities during the half year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

(a) Significant Accounting Policies

The accounting policies applied by the consolidated entity in this consolidated half year financial report are the same as those applied by the consolidated entity in its consolidated financial report for the year ended 30 June 2014.

In the current period, the consolidated entity has adopted all new and revised Standards and Interpretations issued by the Australia Accounting Standards Board that are relevant to its operations and effective for reporting periods beginning on or after 1 July 2014. The adoption of these new and revised Standards and Interpretations has not resulted in any changes to the consolidated entity's accounting policies. Investments are held at fair value based on publicly available market prices at the reporting date.

(b) Comparative Figures

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

NOTE 2: SEGMENT REPORTING

	Fasteners		Education		Economic Entity	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Revenue	-	3,215	28,306	15,451	28,306	18,666
Other revenue	-	-	900	2,650	900	2,650
Total segment revenue	-	3,215	29,206	18,101	29,206	21,316
Unallocated revenue					-	110
Total revenue from ordinary activities					29,206	21,426
Segment profit	-	359	1,306	3,700	1,306	4,059
Unallocated expenses net of unallocated revenue					-	(614)
Profit before income tax					1,306	3,445
Income tax attributable					(171)	(674)
Profit after income tax					1,135	2,771
Segment assets	-	-	62,294	26,787	62,294	26,787
Unallocated					-	9,481
					62,294	36,268

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

NOTE 4: DIVIDEND PAID

On 26 September 2014, the Company paid a fully franked dividend of three cents per share. The payment amount was \$1,862,000 (2013: \$1,319,000).

NOTE 5: POST BALANCE DATE EVENTS

There are no other matters or circumstances that have arisen since 31 December 2014 which significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial years.

NOTE 6: BUSINESS COMBINATIONS

- 6.1 On 16 August 2014 the Group acquired 75% of the issued share capital of Language Links International Limited (LLI), an English Language college in Perth, for a purchase consideration of \$289,257 satisfied in cash. The group has gained control of the company.

On 20 November 2014 the Group acquired 100% of the issued share capital of Transformations – Pathways to Competence and Developing Excellence Pty Limited T/A Skills Training Australia (STA), a registered training organisation that specialises in the delivery of high quality training programs in Nursing, Disability Services, Community Services, Health and Aged Care in Melbourne, for a purchase consideration of \$3.75m in cash. \$1.25m was settled on 20 November 2014. The second tranche, based on 1.5 times FY15 EBIT is due by 31 August 2015 and the third tranche, based on 1 times FY16 EBIT is due by 31 August 2016.

The acquisitions are part of the group's overall strategy to expand its education operations.

- 6.2 The consolidated revenue and profit of the group if the acquisitions had taken place on 1 July 2014 has not been disclosed. This is because it is impracticable to determine what the results of these acquisitions might have been prior to the actual date of acquisition in accordance with the accounting policies of the group using available accounting information.

	LLI	STA
	Fair Value	Fair Value
	\$'000s	\$'000s
	75%	100%
Purchase consideration		
- Cash	289	1,250
- Cash payable to vendors	-	2,500
	289	3,750
Less:		
Cash	94	582
Receivables	-	1,025
Property, plant and equipment	127	119
Payables	(21)	(496)
Identifiable assets acquired and liabilities assumed	200	1,230

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS

Group share	150	1,230
Goodwill	139	2,520
Purchase consideration settled in cash	289	3,750
Cash inflow on acquisition	94	582

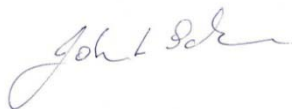
- 6.3 It is impracticable to disclose the profit of these acquisitions since acquisition and include it in the consolidated statement of comprehensive income. This is because they form part of the group's education segment which is managed as a unit. Consequently, it is not possible to determine separate results for them include all costs related to that company. Some costs can be determined only from an education segment or a group perspective and cannot be allocated specifically to them.

ACADEMIES AUSTRALASIA GROUP LIMITED ABN 93 000 003 725
AND CONTROLLED ENTITIES
DIRECTORS' DECLARATION

The directors of the company declare that, in the directors' opinion:

1. The financial statements and notes, as set out on pages 4 to 10, are in accordance with the *Corporations Act 2001*, including
 - a. Complying with accounting standard AASB 134: *Interim Financial Reporting*, and
 - b. Giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half year ended on that date.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors.



John Schlederer
Director



Christopher Campbell
Director

Sydney
10 February 2015



INDEPENDENT AUDIT REPORT TO THE MEMBERS OF

Academies Australasia Group Limited

PILOT PARTNERS

Chartered Accountants

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1 Eagle St. Brisbane 4000

PO Box 7095 Brisbane 4001
Queensland Australia

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F +61 7 3229 1227

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REPORT ON THE HALF YEAR FINANCIAL REPORT

We have reviewed the accompanying half year financial report of Academies Australasia Group Limited, which comprises the consolidated condensed balance sheet as at 31 December 2014 and the consolidated condensed income statement, consolidated condensed statement of changes in equity and consolidated condensed cash flow statement for the half year ended on that date, a statement of significant accounting policies, other selected explanatory notes and the directors' declaration as set out on pages 4 to 11.

DIRECTORS' RESPONSIBILITY FOR THE HALF YEAR FINANCIAL REPORT

The directors of Academies Australasia Group Limited are responsible for the preparation and fair presentation of the half year financial report that gives a true and fair view in accordance with Australian Accounting Standards and with the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half year financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express a conclusion on the half year financial report based on our review. We conducted our review in accordance with Australian Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Academies Australasia Group Limited financial position as at 31 December 2014 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*. As the auditor of Academies Australasia 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 audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Academies Australasia



Group Limited on 10 February 2015 would be in the same terms if given to the directors at the time of the auditor's review report.

OPINION

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half year financial report of Academies Australasia Group Limited is not in accordance with the *Corporations Act 2001*, including:

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

PILOT PARTNERS
Chartered Accountants

DANIEL GILL
Partner

Signed on

10 FEBRUARY

2015

Level 10
1 Eagle Street
Brisbane Qld 4000