

MARINER CORPORATION LIMITED
ABN 54 002 989 782
AND CONTROLLED ENTITIES

INTERIM FINANCIAL REPORT
HALF-YEAR ENDED 31 DECEMBER 2014

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MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES

DIRECTORS' REPORT

Your directors present their report together with the consolidated interim financial report of Mariner Corporation Limited ('the Company'), being the Company and its controlled entities (together referred to as 'the Group'), for the period ended 31 December 2014 and the review report thereon.

DIRECTORS

The following persons were directors of the Company during the whole of the financial half-year end up to the date of this report, unless otherwise stated.

NAME	POSITION
Mr Bill Murfitt	Executive Chairman (appointed 1 July 2014)
Mr Matthew MacDougall	Non-Executive Director (appointed 1 July 2014)
Mr Philip Barclay	Non-Executive Director (appointed 1 July 2014)
Mr Don Christie	Non-Executive Chairman (resigned 26 Aug 2014)
Mr Darren Olney-Fraser	Executive Director (resigned 14 Aug 2014)
Mr Garry Lemair	Non-Executive Director (resigned 22 September 2014)

CONSOLIDATED RESULTS

The consolidated net loss after tax attributable to members of the Company for the period was \$519,805 (2013: \$336,246). The basic loss per share for the period was 3.78 cents (2013: loss per share of 2.75 cents).

DIVIDENDS

There was no dividend declared for the period to 31 December 2014 (2013: Nil).

REVIEW OF OPERATIONS

The Group continues to invest in diversified investments, primarily in the equipment lease and financial services sectors.

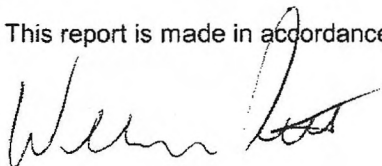
Mariner is continuing to look for opportunities to raise capital and other investments to grow the company.

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

A copy of the Auditors' independence declaration under Section 307C of the Corporations Act 2001 is set out on page 2 for the half-year ended 31 December 2014.

Dated this 27th day of February 2015.

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



BILL MURFITT
CHAIRMAN

**MARINER CORPORATION LIMITED
ABN 54 002 989 782
AND CONTROLLED ENTITIES**

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF MARINER CORPORATION LIMITED
AND ITS CONTROLLED ENTITIES**

SYDNEY

Level 40
2 Park Street
Sydney NSW 2000
Australia

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Sydney NSW 2001

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I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2014 there have been no contraventions of:

- (a) the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- (b) any applicable code of professional conduct in relation to the review.

H M Chadwick

HALL CHADWICK
Level 40, 2 Park Street
SYDNEY NSW 2000

G Webb

GRAHAM WEBB
Partner
Date: 27 February 2015

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MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014**

	NOTE	CONSOLIDATED	
		HALF-YEAR ENDED 31 DECEMBER 2014	HALF-YEAR ENDED 31 DECEMBER 2013
		\$	\$
REVENUE AND INCOME			
Interest income		-	343
Management fees		-	5,000
Income from participating interests	16	200,000	-
Other income		32,569	-
TOTAL REVENUE AND INCOME		232,569	5,343
EXPENSES			
Administration and office costs		(15,553)	(122,570)
Finance costs		(311,158)	(67,920)
Professional fees and investment costs		(424,558)	(148,139)
Other expenses		(1,105)	-
Net change in fair value of financial assets at fair value through profit or loss		-	(2,960)
TOTAL EXPENSES		(752,374)	(341,589)
LOSS BEFORE INCOME TAX		(519,805)	(336,246)
Income tax expense		-	-
NET LOSS FOR THE PERIOD		(519,805)	(336,246)
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(519,805)	(336,246)
EARNINGS PER SHARE			
Basic and diluted earnings per share		(3.78) cents	(2.75) cents

The accompanying notes form part of these financial statements.

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As At 31 DECEMBER 2014**

	Note	Consolidated	
		31 DECEMBER 2014	30 June 2014
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	7	236,564	14,013
Other receivables	8	43,254	10,848
Financial assets	9	2,368	2,368
TOTAL CURRENT ASSETS		282,186	27,229
TOTAL ASSETS		282,186	27,229
CURRENT LIABILITIES			
Trade and other payables	10	107,718	173,814
Borrowings	11	2,496,557	1,655,699
TOTAL CURRENT LIABILITIES		2,604,275	1,829,513
TOTAL LIABILITIES		2,604,275	1,829,513
NET ASSETS		(2,322,089)	(1,802,284)
EQUITY			
Issued capital	12	133,587,098	133,587,098
Reserves		250,547	250,547
Accumulated losses		(136,159,734)	(135,639,929)
TOTAL EQUITY		(2,322,089)	(1,802,284)

The accompanying notes form part of these financial statements.

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014**

31 DECEMBER 2014	CONSOLIDATED				
	SHARE CAPITAL	OTHER RESERVES	AVAILABLE FOR SALE RESERVE	RETAINED EARNINGS/ (LOSSES)	TOTAL
	\$	\$	\$	\$	\$
Balance at 1 July 2014	133,587,098	250,547	-	(135,639,929)	(1,802,284)
Valuation increase on available for sale financial assets	-	-	-	-	-
Shares issued during the period:					
-rights issue	-	-	-	-	-
-exercise options	-	-	-	-	-
Dividends paid (Note 6)	-	-	-	-	-
Total loss for the period	-	-	-	(519,805)	(519,805)
Balance at 31 December 2014	133,587,098	250,547	-	(136,159,734)	(2,322,089)

31 DECEMBER 2013	CONSOLIDATED				
	SHARE CAPITAL	OTHER RESERVES	AVAILABLE FOR SALE RESERVE	RETAINED EARNINGS/ (LOSSES)	TOTAL
	\$	\$	\$	\$	\$
Balance at 1 July 2013	133,437,098	250,547	149,739	(134,817,859)	(980,475)
Valuation increase on available for sale financial assets	-	-	-	-	-
Shares issued during the period:					
-rights issue	-	-	-	-	-
-exercise options	-	-	-	-	-
Dividends paid (Note 6)	-	-	-	-	-
Total loss for the period	-	-	-	(336,245)	(336,245)
Balance at 31 December 2013	133,437,098	250,547	149,739	(135,154,104)	(1,316,720)

The accompanying notes form part of these financial statements.

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014**

	NOTES	CONSOLIDATED	
		HALF-YEAR ENDED 31 DECEMBER 2014	HALF-YEAR ENDED 31 DECEMBER 2013
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		-	31,512
Cash payments in the course of operations		(123,166)	(92,690)
Finance costs paid		-	(67,919)
NET CASH FROM OPERATING ACTIVITIES		(123,166)	(129,097)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of investments		-	104,652
Purchase of financial assets		-	(692,500)
NET CASH FROM INVESTING ACTIVITIES		-	(587,848)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from convertible notes		345,717	750,000
Repayments of borrowings		-	(75,000)
Loans received from/(paid to) related parties		-	34,550
NET CASH FROM FINANCING ACTIVITIES		345,717	709,550
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS		222,551	(7,395)
CASH AND CASH EQUIVALENTS AT 1 JULY		14,013	9,846
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	7	236,564	2,451

The accompanying notes form part of these financial statements.

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES
NOTES TO THE INETRIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

1 REPORTING ENTITY

Mariner Corporation Limited is a company domiciled in Australia. The consolidated interim financial report of the Company for the half-year ended 31 December 2014 comprises the Company and its subsidiaries (together referred to as 'the Group'). The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The consolidated annual financial report of the Group for the year ended 31 December 2014 is available upon request from the Company's registered office at Level 9, 32 Walker Street, North Sydney, NSW, 2060 or at www.marinercorporation.com.au.

2 BASIS OF PREPARATION

These general purpose financial statements for the half-year reporting period ended 31 December 2014 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standards AASB 134: Interim Financial Reporting.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Mariner Corporation Limited and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 December 2014, together with any public announcements made during the following half-year.

3 ACCOUNTING POLICIES

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of interim financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this consolidated interim financial report, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report as at and for the year ended 31 December 2014.

During the half-year ended 31 December 2014, management reassessed its estimates in respect of the fair value of financial assets (Note 9).

5 NEW AND REVISED ACCOUNTING REQUIREMENTS APPLICABLE TO THE CURRENT HALF-YEAR REPORTING PERIOD

The group has considered the implications of the new or revised accounting standards issued during the current half-year reporting period and determined none of which to be applicable.

6 DIVIDENDS

No dividends were paid or provided for during the period.

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES
NOTES TO THE INETRIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

7 CASH AND CASH EQUIVALENTS

	CONSOLIDATED	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
CASH AND CASH EQUIVALENTS		
Cash at bank and on hand	236,564	14,013
	236,564	14,013

8 OTHER RECEIVABLES

	CONSOLIDATED	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
CURRENT		
Other debtors	43,254	10,848
	43,254	10,848

9 FINANCIAL ASSETS

	CONSOLIDATED	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
CURRENT		
Investment in listed shares, available for sale	2,368	2,368
	2,368	2,368

10 PAYABLES

	CONSOLIDATED	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
CURRENT		
Trade creditors	68,816	124,147
Other creditors and accruals	38,902	49,667
	107,718	173,814

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES
NOTES TO THE INETRIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

11 LOANS AND BORROWINGS

CONSOLIDATED				
	Expiry date	Nominal Interest rate	31 DECEMBER 2014	30 JUNE 2014
			\$	\$
Current				
<i>Secured</i>				
Loan – Global SPV10 Pty Ltd	31/10/2015	18%	711,777	652,269
<i>Unsecured</i>				
Convertible Note – FMOF Pty Ltd		0%	150,000	150,000
Convertible Note – Global Clean Energy & Finance Pty Ltd (a)		0%	1,254,780	100,000
Loan – Global Clean Energy & Finance Pty Ltd			-	373,430
Loan – Global Clean Energy & Finance Pty Ltd		0%	380,000	380,000
Total			2,496,557	1,655,699

- a) The company issued a convertible note to Global Clean Energy & Finance Pty Ltd, the proceeds of the convertible note were used to pay existing creditors and provide working capital. The convertible note has a facility limit of \$1,500,000.

12 CONTRIBUTED EQUITY

(A) ISSUED CAPITAL

	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
13,738,082 ordinary shares, fully paid (June 2014: 13,738,082)	133,587,098	133,587,098

During the half-year the Company has not issued any shares

(B) OPTIONS

During the half-year the Company has not issued any options.

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES
NOTES TO THE INETRIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

13 INTEREST IN SUBSIDIARIES

Set out below are the Group's subsidiaries at 31 December 2014

Name of entity	Country of Incorporation	Ownership Interest	
		2014 %	2013 %
Controlled entities			
Mariner Asset Management Limited	Australia	100	100
Hermitage (Management) Pty Ltd	Australia	-	100
Hermitage (Development) Pty Ltd	Australia	-	100

The subsidiary Mariner Asset Management Limited is not an operating entity and is in process of deregistration, the only asset being cash at bank (\$2,402) has been transferred to the parent in preparation for deregistration.

The Hermitage subsidiaries were de-recognised in May 2014 after a dispute occurred prior to settlement of the acquisition and ultimately resulting in the transaction being discontinued.

14 EVENTS SUBSEQUENT TO REPORTING DATE

Since 31 December 2014, there were no matters which significantly affected:

- a) the Group's operations in future financial years; or
- b) the results of those operations in future financial years; or
- c) the Group's state of affairs in future financial years.

15 GOING CONCERN

The consolidated net loss after tax attributable to members of the Company for the period was \$519,805, with a negative cash flow from operating activities of \$123,166 and a working capital deficit of \$2,322,089.

The Directors have nevertheless reached the conclusion that based on all available facts and information currently available, there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable and is a going concern.

In reaching this conclusion, the Directors have had regard to, amongst other things, the following:

- The company has changed management and have strengthened relationships with its lenders by executing assignments of debt instruments to related parties;
- The company acquired a participating interest in a series of rental assets during the period which is forecast to provide an income stream in later periods;
- The directors are considering further investment opportunities and equity raising to increase operating cash flows and diversify its asset base prior to 30 June 2015.

MARINER CORPORATION LIMITED AND CONTROLLED ENTITIES
NOTES TO THE INETRIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

16 CONTINGENCIES

Rental Assets and Vendor Finance

On the 1st of July 2014, Mariner Corporation acquired a participating interest in a series of rental contracts. Given the uncertainty as to the forecast cash flows, vendor finance was utilised such that \$2,000,000 would be brought to account as income over the loan term as a reduction of the liability. The amount brought to account as at 31 December 2014 is \$200,000.

The expiry date of the vendor finance is December 2016 and therefore a contingent liability may arise at this date depending on the forecast cash flows from the rental contracts.

ASIC Proceedings

As detailed in the prior period, ASIC commenced proceedings against three former directors alleging contraventions of the Corporations Act. ASIC are no longer seeking any penalties or costs from Mariner Corporation and have during the period made clear their intent to pursue the former directors of the company and not the company itself as the proceedings are yet to be finalised.

The directors of Mariner therefore do not anticipate any further costs being incurred by Mariner.

17 OPERATING SEGMENTS

The Group presently operates in one segment being investment products in Australia.

18 CONTROL GAINED OR LOST OVER ENTITIES HAVING A MATERIAL EFFECT

The Group has not gained or lost control over any entity during the financial period.

DIRECTORS' DECLARATION

The directors of Mariner Corporation Limited ('the Company') declare that:

1. the financial statements and notes set out on pages 4 to 11 are in accordance with the Corporations Act 2001, including:
 - a) complying with Accounting Standards 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.

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



BILL MURFITT
CHAIRMAN

Dated this 27th day of February 2015

**MARINER CORPORATION LIMITED
ABN 54 002 989 782
AND CONTROLLED ENTITIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO
THE MEMBERS OF MARINER CORPORATION LIMITED**

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Australia

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Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Mariner Corporation Limited, which comprises the consolidated statement of financial position as at 31 December 2014, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity, and the consolidated 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 Mariner Corporation Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of Mariner Corporation Limited's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Mariner Corporation 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 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*.

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**MARINER CORPORATION LIMITED
ABN 54 002 989 782
AND CONTROLLED ENTITIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO
THE MEMBERS OF MARINER CORPORATION LIMITED**

Conclusion

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

- (i) giving a true and fair view of Mariner Corporation Limited's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Emphasis of Matter

Without modifying our conclusion we draw attention to Note 15 to the financial report which indicates that the consolidated entity incurred a net loss of \$519,805 during the half year ended 31 December 2014 and, as of that date, the consolidated entity's total liabilities exceeded its total assets by \$2,322,089. These conditions, along with other matters as set forth in Note 15, indicate the existence of a material uncertainty which may cast doubt about the consolidated entity's ability to continue as a going concern and therefore the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the half-year financial report.

Hall Chadwick

HALL CHADWICK
Level 40, 2 Park Street
SYDNEY NSW 2000

G Webb

GRAHAM WEBB

Partner

Date: 27 February 2015

**MARINER****CORPORATION
LIMITED**

27 February 2015

Company Announcements Platform

ASX Limited

Exchange Centre

20 Bridge Street

Sydney NSW 2000

MARINER CORPORATION LIMITED**APPENDIX 4D – INTERIM FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

The directors of Mariner Corporation Limited are pleased to announce the results of the Company for the half year ended 31 December 2014 as follows:

RESULTS FOR ANNOUNCEMENTS TO THE MARKET

Key Information	Movement	% Change	Half Year Ended 31 December 2014
Revenue from ordinary activities	Increase	4,253%	\$232,569
Net Profit/loss from ordinary activities attributable to members	Decrease	54%	(\$519,805)
Net Profit/loss after tax attributable to members	Decrease	54%	(\$519,805)

DIVIDENDS

No dividends have been paid or declared during the current financial period.

NET TANGIBLE ASSET PER SHARE

Key Information	31 December 2014	31 December 2013
Net tangible asset per share	(16.90) cents per share	(10.78) cents per share

This information should be read in conjunction with the 2014 Annual Financial Report of Mariner Corporation Limited and Controlled Entities and any public announcements made in the period by Mariner Corporation Limited in accordance with the continuous disclosure requirements of the Corporations Act 2001 and Listing Rules.



MARINER

CORPORATION
LIMITED

Additional Appendix 4D disclosure requirements can be found in the Directors' Report and the consolidated financial statements for the half-year ended 31 December 2014.

This report is based on the consolidated financial statements for the half-year ended 31 December 2014 of Mariner Corporation Limited and its controlled entities, which have been reviewed by Hall Chadwick.

The Independent Auditor's Report provided by Hall Chadwick is included in the consolidated financial statements for the half-year ended 31 December 2014.

Signed

Bill Murfitt

Chairman