

**PINE CAPITAL LIMITED**  
**HALF YEAR REVIEW REPORT**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

---

## DIRECTORS' REPORT

Your directors submit the financial report of the Company 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:

Michael Pixley held office as a director since the start of the half-year and remains in office as at the date of this report.

Brett Crowley held office as a director since the start of the half-year until his resignation on 13 January 2015.

Daniel Middleton-Clifford held office as a director since the start of the half-year until his resignation on 13 January 2015.

Hai-En Michael Chan was appointed as a director on 13 January 2015 and remains in office as at the date of this report.

Djohan Widodo was appointed as a director on 13 January 2015 and remains in office as at the date of this report.

### Review of Operations

The directors are satisfied with the results and operations of the Company for the half-year ended 31 December 2014. Throughout the half year ended 31 December 2014, the Company raised a total of \$390,400 pursuant to its prospectus dated 12 September 2014. This is in addition to the \$66,000 raised to 30 June 2014. As at 31 December 2014, shares are yet to be issued for the funds raised. Further capital raising has been undertaken since the end of the half year period such that, on admission to the Official List of ASX Limited in January 2015, the Company issued 3,250,000 ordinary fully paid shares at an issue price of \$0.20 per share.

On 16 January 2015, the Company acquired a 100% interest in Story-I Pte Limited for consideration of \$22,224,742. Story-I Pte Limited operates retail information technology stores in Indonesia. Consideration for the purchase was satisfied by issue of 111,123,708 shares in the company. The effect of this transaction will be recognised in the next financial statements.

### Auditor's Independence Declaration

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

This directors' report is signed in accordance with a resolution of the Board of Directors.



Michael Pixley  
Director

Dated this 27th day of February 2015



Bentleys NSW Audit Pty Ltd

Level 10, 10 Spring Street  
Sydney NSW 2000  
Australia

ABN 49 141 611 896

T +61 2 9220 0700

F +61 2 9220 0777

directors@bentleysnsw.com.au

bentleys.com.au

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

**TO THE DIRECTORS OF PINE CAPITAL LIMITED**

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.

ROBERT EVETT  
Director

BENTLEYS NSW AUDIT PTY LTD  
Chartered Accountants

*Dated this 27th day of February at SYDNEY*



A member of Bentleys, an association of independent accounting firms in Australia. The member firms of the Bentleys association are affiliated only and not in partnership. Liability limited by a scheme approved under Professional Standards Legislation. A member of Kreston International. A global network of independent accounting firms.

- Accountants
- Auditors
- Advisors

Pine Capital Limited ACN 163 916 989

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

	Note	Company	
		Half-year Ended 31 DECEMBER 2014 \$	Half-year Ended 31 DECEMBER 2013 \$
Interest income		-	-
Finance costs		(75)	(60)
Other expenses		(104,675)	-
<b>Loss before income tax</b>		<b>(104,750)</b>	<b>(60)</b>
Income tax expense		-	-
<b>Loss from continuing operations</b>		<b>(104,750)</b>	<b>(60)</b>
Other comprehensive income		-	-
<b>Loss for the period</b>	2	<b>(104,750)</b>	<b>(60)</b>
<b>Earnings per share</b>			
From continuing operations:			
- basic earnings per share (cents)		(1.74)	-

The accompanying notes form part of these financial statements.

Pine Capital Limited ACN 163 916 989

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014

		Company	
		As at 31 DECEMBER 2014	As at 30 JUNE 2014
	Note	\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	389,550	65,870
Deferred expenditure	4	70,640	-
<b>TOTAL CURRENT ASSETS</b>		<b>460,190</b>	<b>65,870</b>
<b>TOTAL ASSETS</b>		<b>460,190</b>	<b>65,870</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables		39,105	5,500
Amount due to related party	5	75,065	-
Other liabilities	6	456,400	66,000
<b>TOTAL CURRENT LIABILITIES</b>		<b>570,570</b>	<b>71,500</b>
<b>TOTAL LIABILITIES</b>		<b>570,570</b>	<b>71,500</b>
<b>NET LIABILITIES</b>		<b>(110,380)</b>	<b>(5,630)</b>
<b>EQUITY</b>			
Issued capital		1	1
Retained earnings		(110,381)	(5,631)
<b>TOTAL DEFICIENCY OF EQUITY</b>		<b>(110,380)</b>	<b>(5,630)</b>

The accompanying notes form part of these financial statements.

Pine Capital Limited ACN 163 916 989

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

Company	Ordinary Share Capital \$	Retained Earnings \$	Total \$
<b>Balance at 1 JULY 2013</b>	1	(10)	(9)
<b>Comprehensive income</b>			
Loss for the period	-	(60)	(60)
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	-	(60)	(60)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>			
Shares issued during the period	-	-	-
<b>Total transactions with owners and other transfers</b>	-	-	-
<b>Balance at 31 DECEMBER 2013</b>	1	(70)	(69)
<b>Balance at 1 JULY 2014</b>	1	(5,631)	(5,630)
<b>Comprehensive income</b>			
Loss for the period	-	(104,750)	(104,750)
Other comprehensive income for the period	-	-	-
<b>Total comprehensive income for the period</b>	-	(104,750)	(104,750)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>			
Shares issued during the period	-	-	-
<b>Total transactions with owners and other transfers</b>	-	-	-
<b>Balance at 31 DECEMBER 2014</b>	1	(110,381)	(110,380)

The accompanying notes form part of these financial statements.

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

	Note	Company	
		Half-year Ended 31 DECEMBER 2014 \$	Half-year Ended 31 DECEMBER 2013 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers and employees		(141,710)	-
Finance costs		(75)	(60)
Net cash used in operating activities	7	(141,785)	(60)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of shares		390,400	300
Proceeds from borrowings		75,065	-
Net cash provided by financing activities		465,465	300
Net increase in cash held		323,680	240
Cash and cash equivalents at beginning of period		65,870	291
Cash and cash equivalents at end of period		389,550	531

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Statement of compliance**

The half-year financial report is a general purpose financial report prepared in accordance with 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 report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent prospectus.

**Basis of preparation**

The condensed financial statements have been prepared on the basis of historical Cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The company is a company of the kind referred to in ASIC Class Order 98/100, dated 10 July 1998, and in accordance with that Class Order amounts in the directors' report and the half-year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's financial report as disclosed in the prospectus dated 12 September 2014. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

The Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current half-year.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- AASB 1031 'Materiality' (2013)
- AASB 2012-3 'Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities'
- AASB 2013-3 'Amendments to AASB 136 – Recoverable Amount Disclosures for Non-Financial Assets'
- AASB 2013-5 'Amendments to Australian Accounting Standards – Investment Entities'
- AASB 2013-9 'Amendments to Australian Accounting Standards' – Part B: 'Materiality'
- AASB 2014-1 'Amendments to Australian Accounting Standards'
  - Part A: 'Annual Improvements 2010-2012 and 2011-2013 Cycles'
  - Part B: 'Defined Benefit Plans: Employee Contributions (Amendments to AASB 119)'
  - Part C: 'Materiality'

The application of these amendments does not have any material impact on the disclosures in the Company's condensed financial statements.



NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

NOTE 2: LOSS FOR THE PERIOD

	Company	
	Half-year Ended 31 DECEMBER 2014	Half-year Ended 31 DECEMBER 2013
	\$	\$

The following revenue and expense items are relevant in explaining the financial performance for the interim period:

Stock exchange listing fees	75,065	-
-----------------------------	--------	---

NOTE 3: CASH AND CASH EQUIVALENTS

	Company	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
Cash at bank	389,549	65,869
Cash on hand	1	1
	<u>389,550</u>	<u>65,870</u>

NOTE 4: DEFERRED EXPENDITURE

	Company	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
Capital raising costs in connection with the prospectus	70,640	-

NOTE 5: AMOUNT DUE TO RELATED PARTY

	Company	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
Loan from Story-I Pte Limited	75,065	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

NOTE 6: OTHER LIABILITIES

	Company	
	31 DECEMBER 2014	30 JUNE 2014
	\$	\$
Funds received for share subscriptions	456,400	66,000

NOTE 7: RECONCILIATION OF PROFIT (LOSS) AFTER INCOME TAX TO NET CASH FLOWS FROM OPERATING ACTIVITIES

	Company	
	Half-year Ended 31 DECEMBER 2014	Half-year Ended 31 DECEMBER 2013
	\$	\$
Net loss after income tax	(104,750)	(60)
<i>Changes in assets and liabilities:</i>		
Increase in trade creditors and accruals	(37,035)	-
Net cash flows from operating activities	(141,785)	(60)

NOTE 8: DIVIDENDS

No dividends were paid or declared by the company during the half-year.

NOTE 9: CONTINGENT ASSETS AND LIABILITIES

As at the date of this report there are no material commitments or contingent liabilities exist, other than those disclosed in this Prospectus dated 12 September 2014.

NOTE 10: RELATED PARTIES

There are no related party transactions, other than those disclosed in note-5 to these interim financial report and the Prospectors dated 12 September 2014.

NOTE 11: EVENTS AFTER THE END OF THE INTERIM PERIOD

Other than the following, the directors are not aware of any significant events since the end of the interim period.

The Company raised a total of \$650,000 pursuant to its prospectus dated 12 September 2014. On admission to official quotation on the Australian Stock Exchange on 15 January 2015, the Company issued 3,250,000 ordinary fully paid shares at an issue price of \$0.20 per share.

On 16 January 2015, the Company acquired a 100% interest in Story-I Pte Limited for consideration of \$22,224,742. Story-I Pte Limited operates retail information technology stores in Indonesia. Consideration for the purchase was satisfied by issue of 111,123,708 shares in the company. The effect of this transaction will be recognised in the next financial statements.

**DIRECTORS' DECLARATION**

In accordance with a resolution of the directors of Pine Capital Limited, the directors of the company declare that:

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.



Michael Pixley  
Director

Dated this 27th day of February 2015

Bentleys NSW Audit Pty Ltd

Level 10, 10 Spring Street  
Sydney NSW 2000  
Australia

ABN 49 141 611 896

T +61 2 9220 0700

F +61 2 9220 0777

directors@bentleysnsw.com.au  
bentleys.com.au

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF PINE CAPITAL LIMITED

### Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Pine Capital Limited (the Company"), which comprises the condensed statement of financial position as at 31 December 2014, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity and the condensed 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 (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 Company's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Company, 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if provided to the directors as at the time of this auditor's review report.

#### *Conclusion*

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

- (i) giving a true and fair view of Company'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*.



ROBERT EVETT  
Director



BENTLEYS NSW AUDIT PTY LTD  
Chartered Accountants

*Dated this 27<sup>th</sup> day of February at SYDNEY*