

**Byte Power Group Limited
(ACN 009 268 571)
and Controlled Entities**

COMMENTARY ON RESULTS

Your Directors submit the preliminary final report for Byte Power Group Limited ("the group") and the entities it controlled at the end of, or during, the year ended 30 June 2015.

Directors

The names of the Directors of the Company during the year and at the date of this report are:

Alvin Phua
Raphael Tham
Howard Shi

Review of Operations

Summary

For the year ended 30 June 2015, the group reports a net profit of \$308K. This represents a 667% increase when compared to last year's reported profit of \$40K. EBITDA gain for the year was \$0.864 million compared to an EBITDA gain of \$0.590 million the previous year.

Revenues from ordinary activities in the financial year ended 30 June 2015 were \$4.848 million compared to \$4.320 million in the financial year ended 30 June 2014. Revenues in the Power Management and IT&T divisions for the financial year of 30 June 2015 decreased when compared to the previous financial year. However, the Asian Business Division experienced an increase in operating profit of 26% contributing to an overall increase in operating revenue of 12% for the group.

Wine Power Pty Ltd, which is under the group's Asian Business Division developed its own range of prestigious wines, "8 Eagles" (www.winepower.com.au). It was with great honour that the 8 Eagles Platinum Label 2010 Shiraz was awarded a Bronze medal in the category of Shiraz 2011 to 2009 in the Royal Melbourne Wine Awards 2014. Additionally, 8 Eagles Red Label 2009 Shiraz was a finalist at the Sydney International Wine Competition for 2015 which meant it was rated amongst the top 20% of total entries judged with food.

The company also distributes prestigious wines such as Penfolds, Wolf Blass, Wynns Coonawarra Estate, Rosemount Estate, Lindeman's and Saltram to name a few.

Comments on the Group's operations and results

Detailed results are as follows:

Year ended 30 June 2015	2015 \$'000	2014 \$'000	% change
Revenue from ordinary activities	4,848	4,320	12%
EBITDA	864	590	46%
Depreciation/Amortisation	<u>(10)</u>	<u>(2)</u>	446%
EBIT	854	588	45%
Financial costs	<u>(546)</u>	<u>(548)</u>	(0.5)%
Operating profit/(loss) before income tax	308	40	667%
Income tax expense	<u>-</u>	<u>-</u>	
Net profit/(loss)	<u>308</u>	<u>40</u>	667%

Business Unit Results are set out below:

	Revenues		Results	
	2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000
Segment:				
Power Management	50	79	(56)	11
IT&T	854	974	52	(115)
Asia Business Division	4,025	3,203	1,307	1,156
Other	<u>(81)</u>	<u>64</u>	<u>(995)</u>	<u>(1,012)</u>
	4,848	4,320	308	40
Income tax expense			<u>-</u>	<u>-</u>
Profit for the year			<u>308</u>	<u>40</u>

Outlook

As announced to the market on 5 August 2015, ASX has re-classified BPG's GICS code from Information Technology, Software & Services to Consumer Discretionary, Retailing in order to reflect its existing business focus in the Asian Business Division.

The group continues to explore export opportunities into Asia in order to further develop the Asian Business Division and to continue to build up the profile and management team. Wine Power continues to develop and market its 8 Eagles brand as well as its existing portfolio of wines throughout Australia and Asia. Despite the slow global market, the group believes there is still potential for significant growth as the group's business is still at its infancy.

Although growing the Asian Business Division has been a main focus for the company over the last 2 years, the group continues to run the IT&T and Power Management businesses. While the sector remains to be difficult, the group continues to explore current and new opportunities within these segments.

Based on the positive outcomes over the recent years, the Board anticipates the group to continue its growth as new and existing opportunities continue to be developed.

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



Alvin Phua
Chairman & CEO
Brisbane, 31 August 2015

Appendix 4E

Preliminary Final Report

Results for announcement to the market
for the year ended 30 June 2015

1. Company details

Name of entity

BYTE POWER GROUP LIMITED AND CONTROLLED ENTITIES

ABN or equivalent company reference

80 009 268 571

Full year ended ('current period')

30 June 2015

Full year ended ('previous period')

30 June 2014

2. Results for announcement to the market

Extracts from this report for announcement to the market (see note 1).

	Current Period	Previous Period	Movement	
	\$A	\$A	\$A	%
2.1 Revenues from ordinary activities	4,848,379	4,320,047	528,332	12
2.2 Profit (loss) from ordinary activities after tax attributable to members	307,802	40,143	267,659	667
2.3 Net profit (loss) for the period attributable to members	307,802	40,143	267,659	667
2.4 Dividends (distributions)	Amount per security	Franked amount per security		
Interim dividend declared	Nil ¢	Nil ¢		
The Directors do not propose to pay any dividend for the year.				
2.5 Record date for determining entitlements to the dividend	Not applicable			
2.6 Brief explanation of any figures in 2.1 to 2.4 necessary to enable the figures to be understood				

3. NTA backing

	Current period - A cents	Previous corresponding period - A cents
3.1 Net tangible asset backing per ordinary security	(0.23)	(0.24)
3.2 Brief explanation of any figures necessary to enable the figures to be understood		

4 Changes in group structure

4.1	Control gained over entities			
	Name of entity (or group of entities)	Not applicable		
	Date control gained	Not applicable		
	Contribution of such entities to the reporting entity's profit (loss) from ordinary activities during the period (where material).	Not applicable		
	Profit / (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the whole of the previous corresponding period.	Not applicable		

4.2	Loss of control of entities			
	Name of entity (or group of entities)	Not applicable		
	Date control lost	Not applicable		
	Contribution of such entities to the reporting entity's profit / (loss) from ordinary activities during the period (where material).	Not applicable		
	Consolidated profit / (loss) from ordinary activities of the controlled entity (or group of entities) whilst controlled during the whole of the previous corresponding period (where material).	Not applicable		

5. Dividends

5.1	Individual dividends per security			
	Date dividend is payable	Amount per Security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
	Interim dividend:			
	Current year	Not applicable	Nil ¢	Nil ¢
	Previous year	Not applicable	Nil ¢	Nil ¢

6. Dividend reinvestment plans


6.1	The dividend or distribution reinvestment plans shown below are in operation.			
	Not applicable			
	The last date for receipt of election notices for the dividend or distribution plans	Not applicable		

7. Details of associates and joint venture entities

Name of Entity	Entity's percentage holding in each of these entities		Entity's investment in each of these entities	
	Current Period %	Previous Corresponding Period %	Current Period \$A	Previous Corresponding Period \$A
Not applicable	Not applicable		Not applicable	
Groups' aggregate share of associates' and joint venture entities' profits / (losses) (where material).			Current Period \$A	Previous corresponding period - \$A
Profit (loss) from ordinary activities before tax			-	-
Income tax on ordinary activities			-	-
Net profit (loss)			-	-
Adjustments			-	-
Share of net profit (loss) of associates and joint venture entities.			-	-

The consolidated entity's financial report for the year ended 30 June 2015 is yet to be audited.

The Directors anticipate that the independent auditor's report on the consolidated entity's financial report for the year ended 30 June 2015 will contain an emphasis of matter relating to the preparation of the financial report on a going concern basis.

Sign here:  _____ Date: 31-Aug-15
 (Company Secretary)
 Anna Cheng

BYTE POWER GROUP LIMITED

ABN 80 009 268 571

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015**

	Note	30 JUNE 2015 A\$	30 JUNE 2014 A\$
Revenue			
Revenue from continuing activities		4,524,171	4,217,724
Cost of goods sold		<u>(2,522,624)</u>	<u>(2,626,666)</u>
Gross Profit		<u>2,001,547</u>	<u>1,591,058</u>
Other income / (expense)		324,208	102,323
Depreciation and amortisation expenses		(9,946)	(1,822)
Finance cost expenses		(545,622)	(547,954)
Salaries and employee benefits expenses		(856,176)	(562,490)
Directors' fees		(90,700)	(103,385)
Rent and outgoings		(70,857)	(76,007)
Travel, accommodation and entertainment		(232,311)	(136,462)
Consultants / Professional fees		(101,312)	(101,325)
Other expenses from ordinary activities		<u>(111,029)</u>	<u>(123,794)</u>
Profit / (Loss) before related income tax		307,802	40,143
Income tax expense/(benefit)		<u>-</u>	<u>-</u>
Net Profit / (Loss) for the year		<u>307,802</u>	<u>40,143</u>
Other comprehensive income			
Exchange differences arising on translation of foreign operations		(112,511)	(24,848)
Income tax relating to components of other comprehensive income		<u>-</u>	<u>-</u>
Total other comprehensive income for the period, net of tax		<u>(112,511)</u>	<u>(24,848)</u>
Total comprehensive income attributable to members of the parent entity		<u>195,292</u>	<u>15,295</u>
		cents per share	cents per share
Basic earnings per share	5	0.014	0.002
Diluted earnings per share	5	0.014	0.002

The accompanying notes form part of these financial statements.

BYTE POWER GROUP LIMITED
ABN 80 009 268 571

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Note	30 JUNE 2015 A\$	30 JUNE 2014 A\$
CURRENT ASSETS			
Cash and cash equivalents	8	3,680	66,921
Receivables		3,631,811	1,986,995
Inventories		270,666	408,379
Other		9,324	9,324
TOTAL CURRENT ASSETS		3,915,482	2,471,619
NON-CURRENT ASSETS			
Property, plant and equipment		147,524	7,868
Other		56,709	56,631
TOTAL NON-CURRENT ASSETS		204,233	64,499
TOTAL ASSETS		4,119,715	2,536,118
CURRENT LIABILITIES			
Payables	9	1,994,944	1,530,380
Related Party Payables	11	1,078,370	-
Provisions		256,269	300,887
Borrowings		28,990	-
TOTAL CURRENT LIABILITIES		3,358,573	1,831,267
NON-CURRENT LIABILITIES			
Convertible loans / Interest bearing liabilities		559,538	525,693
Related Party Payables	12	1,721,359	2,321,085
Interest bearing liabilities - related parties	12	3,284,117	3,053,972
Long term liabilities		150,590	82,312
Borrowings		128,457	-
TOTAL NON-CURRENT LIABILITIES		5,844,061	5,983,062
TOTAL LIABILITIES		9,202,633	7,814,330
NET ASSETS		(5,082,919)	(5,278,211)
EQUITY			
Contributed equity	10	53,109,922	53,109,922
Reserves		(101,382)	11,129
Accumulated losses		(58,091,459)	(58,399,262)
TOTAL EQUITY		(5,082,919)	(5,278,211)

The accompanying notes form part of these financial statements.

BYTE POWER GROUP LIMITED
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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2015

	Contributed equity	Reserve	Accumulated losses	Total
	A\$	A\$	A\$	A\$
Balance at 1 July 2013	51,610,922	35,976	(58,439,406)	(6,792,507)
Profit for the period	-	-	40,143	40,143
Total other comprehensive income	-	(24,848)	-	(24,848)
Total comprehensive income	-	(24,848)	40,143	15,296
Transactions with equity holders in their capacity as equity holders:				
Shares issued during the period	1,499,000	-	-	1,499,000
Share issue costs	-	-	-	-
Contribution by members	1,499,000	-	-	1,499,000
Sub-total	53,109,922	11,129	(58,399,263)	(5,278,211)
Dividends paid or provided for	-	-	-	-
Balance at 30 June 2014	53,109,922	11,129	(58,399,263)	(5,278,211)
Balance at 1 July 2014	53,109,922	11,129	(58,399,263)	(5,278,212)
Profit for the period	-	-	307,803	307,803
Total other comprehensive income	-	(112,511)	-	(112,511)
Total comprehensive income	-	(112,511)	307,803	195,293
Transactions with equity holders in their capacity as equity holders:				
Shares issued during the period	-	-	-	-
Share issue costs	-	-	-	-
Contribution by members	-	-	-	-
Sub-total	53,109,922 -	101,382	(58,091,460)	(5,082,919)
Dividends paid or provided for	-	-	-	-
Balance at 30 June 2015	53,109,922 -	101,382	(58,091,460)	(5,082,919)

The accompanying notes form part of these financial statements.

BYTE POWER GROUP LIMITED

ABN 80 009 268 571

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

	Note	30 JUNE 2015 A\$	30 JUNE 2014 A\$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		3,511,716	3,668,457
Payments to suppliers and employees		(3,158,459)	(4,815,460)
Interest received		15	19
Interest and other costs of finance paid		(281,633)	(440,256)
		<hr/>	<hr/>
Net cash provided by/(used in) operating activities		71,639	(1,587,240)
CASH FLOW FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		649	(1,250)
Proceeds from sale of property plant & equipment		-	-
		<hr/>	<hr/>
Net cash provided by/(used in) investing activities		649	(1,250)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issues of share capital		-	1,499,000
Share issue costs		-	-
Proceeds from / (Repayment of) borrowings		(20,605)	-
Payment for lease liabilities		(2,413)	-
		<hr/>	<hr/>
Net cash provided by/(used in) financing activities		(23,018)	1,499,000
Net increase/(decrease) in cash held		49,270	(89,490)
Effects of functional currency exchange rate change		(112,511)	(24,848)
Cash at beginning of year		66,921	181,259
		<hr/>	<hr/>
Cash at end of year	8	3,680	66,921

The above consolidated cash flow statement should be read in conjunction with the accompanying notes.

BYTE POWER GROUP LIMITED
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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: BASIS OF PREPARATION

The preliminary final report has been prepared in accordance with ASX listing rules, the disclosure requirements of ASX Appendix 4E, Australian Accounting Standards and the Corporations Act 2001.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

The preliminary final report does not include all the notes of the type normally included in an annual report and should be read in conjunction with the annual report for Byte Power Group Limited for the financial year ended 30 June 2014, the December 2014 half-year report and any public announcements made by Byte Power Group Limited and its controlled entities during the year ended 30 June 2014 in accordance with the continuous disclosure requirements of the Listing Rules of the Australian Securities Exchange.

The accounting policies and methods of computation adopted in the preparation of the preliminary final report are consistent with those adopted and disclosed in Byte Power Group Limited's annual report for the year ended 30 June 2014. Where appropriate, comparative information is reclassified to enhance comparability.

The preliminary final report was authorised for issue by the Directors on 31 August 2015.

Going Concern

The preliminary final report has been prepared on a going concern basis, which contemplates the continuity of normal business activities and realisation of assets and discharge of liabilities in the ordinary course of business.

The consolidated entity has made a profit from continuing operations after tax of \$307,802 (2014: Profit of \$40,143) for the year ended 30 June 2015. The consolidated entity was also in a net current asset position of \$556,909 (2014: net current liability \$640,352) as at 30 June 2015. There are also significant non-current liabilities.

Given the consolidated entity's net liability position, the ability of the consolidated entity to continue as a going concern, including Byte Power Group Limited's ability to pay its debts as and when they fall due needs to be considered. The continuation of the consolidated entity as a going concern is dependent upon its ability to achieve the following:

- the continued support of major creditors and loans from the major shareholders;
- obtaining an overdraft or working capital facility to assist the consolidated entity to pay its debts on a timely basis;
- obtaining additional equity in the form of capital raising or longer term debt to enable the consolidated entity to fund operating and investing activities cash flow requirements; and
- the generation of future profits by the underlying businesses.

It is on the basis of the consolidated entity's ability to secure the above arrangements, facilities and the generation of future profits, that the Directors have prepared the financial report on a going concern basis. In the event that the above arrangements and facilities are not entered into, there is significant uncertainty as to whether the consolidated entity will continue as a going concern and, therefore, whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements. The preliminary final report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the consolidated entity not continue as a going concern.

NOTE 2: REVENUES AND EXPENSES

	2015	2014
	\$A	\$A
Revenue streams:		
Sales	4,499,039	4,165,253
Service	25,132	52,472
Interest	15	19
Other income	324,193	102,304
Revenue from ordinary activities	4,848,379	4,320,047
Finance costs	545,622	547,954
Amortisation	8,259	248
Depreciation	1,687	1,573

BYTE POWER GROUP LIMITED

ABN 80 009 268 571

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)**
NOTE 3: INCOME TAX

The consolidated entity incurred a taxable loss for the financial year and is also in an income and capital tax loss carried forward position. No deferred tax assets have been brought to account.

NOTE 4: DIVIDENDS

The company does not have any dividend or distribution reinvestment plans in operation. The Directors do not propose to pay any dividends for the year.

NOTE 5: EARNINGS PER SHARE

	2015	2014
Weighted average number of ordinary shares outstanding during the year used in the calculation of:	2,232,569,989	1,873,996,473
(a) Basic EPS - cents per share	0.014	0.002
(b) Diluted EPS - cents per share	0.014	0.002

NOTE 6: NET TANGIBLE ASSETS (LIABILITIES)

	2015 SA	2014 SA
Net assets (liabilities)	(5,082,919)	(5,278,211)
Intangible assets	-	-
Net tangible assets (liabilities)	(5,082,919)	(5,278,211)
Number of shares on issue	2,232,569,989	2,232,569,989
NTA backing - cents per share	(0.23)	(0.24)

NOTE 7: SEGMENT INFORMATION

AS\$	Power Management		IT&T		Asian Business Division		Corporate		Total	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Revenue										
Sales to customers outside the group	50,311	76,354	859,784	1,042,709	3,614,075	3,098,662	-	-	4,524,171	4,217,724
Other revenue	(194)	2,684	(5,227)	(68,309)	410,606	104,566	(80,976)	63,382	324,208	102,323
Total segment revenue	50,117	79,037	854,557	974,400	4,024,681	3,203,228	(80,976)	63,382	4,848,379	4,320,047
Results										
Segment result	(55,506)	11,270	51,516	(114,868)	1,307,158	1,156,048	(995,365)	(1,012,308)	307,803	40,143
Interest expense	832	53	29,380	75,959	68,203	18,028	447,207	453,914	545,622	547,954
Depreciation	38	72	204	501	-	-	9,703	1,249	9,946	1,822
Net profit / (loss) before tax	(55,506)	11,270	51,516	(114,868)	1,307,158	1,156,048	(995,365)	(1,012,308)	307,803	40,143
Tax	-	-	-	-	-	-	-	-	-	-
Net profit / (loss) after tax	(55,506)	11,270	51,516	(114,868)	1,307,158	1,156,048	(995,365)	(1,012,308)	307,803	40,143
Assets										
Segment assets	10,422	77,572	1,304	3,202	4,427,022	2,946,888	659,508	446,224	5,098,256	3,473,885
Inter segment elimination					(623,929)	(623,929)	(203,029)	(313,838)	(978,541)	(937,767)
Total group assets	10,422	77,572	1,304	3,202	3,803,093	2,322,959	456,479	132,385	4,119,715	2,536,118

BYTE POWER GROUP LIMITED

ABN 80 009 268 571

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)****NOTE 8: RECONCILIATION OF CASH**

Reconciliation of cash at the end of the year (as shown in the consolidated cash flow statement) to the related items in the accounts is as follows :

Cash on hand and at bank

Total cash at end of financial year

2015 SA	2014 SA
3,680	66,921
3,680	66,921

NOTE 9: PAYABLES

Trade creditors

Other creditors and accruals

Total cash at end of financial year

2015 SA	2014 SA
764,530	642,097
1,230,414	888,283
1,994,944	1,530,380

NOTE 10: SHARE CAPITAL

Issued and paid up capital

Movement in share capital during the year

Opening balance

30 October 2013

4 April 2014

22 May 2014

2015 SA	2014 SA
53,109,922	53,109,922

	Number		SA	
	2015	2014	2015	2014
Opening balance	2,232,569,989	1,732,903,322	53,109,922	51,610,922
30 October 2013		113,000,000		339,000
4 April 2014		186,666,667		560,000
22 May 2014		200,000,000		600,000
	2,232,569,989	2,232,569,989	53,109,922	53,109,922

NOTE 11: RELATED PARTY PAYABLES - CURRENT

The current related party payables represents amounts payable to related entities which have been reclassified from non current payables to current liabilities.

NOTE 12: RELATED PARTY PAYABLES - NON CURRENT

The non current related party payables represents amounts payable to director related entities.

NOTE 13: EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs for the consolidated entity in future financial years.