



ABN 89 008 108 227

IRONBARK CAPITAL LIMITED
APPENDIX 4D

FOR THE HALF-YEAR
ENDED 31 DECEMBER 2015

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The documents comprise the information required under Listing Rule 4.2A and should be read in conjunction with the Annual Report as at 30 June 2015.

RESULTS FOR ANNOUNCEMENT TO THE MARKET HALF-YEAR ENDED 31 DECEMBER 2015

The previous corresponding period is the half-year ended 31 December 2014. The Half-Year Financial Report has been subject to review by the Company's auditors.

- Net loss after tax for the half year was \$60,000, 108.8% down from the previous period.
- Investment revenue from ordinary activities, which includes unrealised losses was negative \$340,000, 148.3% down from the previous period.
- NTA before provision for tax on unrealised losses was \$0.526, compared to \$0.552 from the previous period.
- NTA after provision for tax on unrealised losses was \$0.541, compared to \$0.556 from the previous period.
- The interim dividend paid in this financial year was 0.75 cents per share, fully franked. The previous corresponding period was 2.0 cents per share fully franked.
- The final dividend paid for the 2015 year was a fully franked dividend of 1 cent per share, the same as the previous year.
- The Dividend Reinvestment Plan remains suspended.
- It is the Directors' policy to only pay fully franked dividends and to distribute the majority of franking credits received each year. Franking credits are generated by receiving fully franked dividends from shares held in the Company's investment portfolio, and from the payment of corporate tax on its other investment income, namely share option premiums, unfranked income and net realised gains.

I will provide a brief comment on investment performance and a final comment on the off market share tender previously advised to shareholders:

Investment Performance

The investment manager's report by Kaplan Funds Management (KFM) which follows, sets out in detail the investment experience in the latest half year. As previously advised IBC Directors have agreed with KFM that the performance benchmark for the IBC investment portfolio should be reset at the 1 year swap rate plus 6% per annum. This benchmark better aligns the investment performance target of 1% per month with the high yield, low volatility focus of the portfolio. For the latest half year the portfolio return was -0.34% (inclusive of franking credits), with the S&P/ASX 300 returning -0.35%. The portfolio underperformed the new benchmark return of 4.05%. This underperformance was due primarily to a reassessment of the relative value of hybrid securities to the perceived equity market risk. This revision had an adverse impact on the pricing of the securities held in the IBC portfolio. This negative impact was most acute in the September quarter and the portfolio comfortably outperformed the benchmark in the December quarter.

In the current half year the IBC portfolio is anticipated to provide its usual downside protection if the current bear equity market continues.

Underlying yield of the portfolio remains sound at 7.2% inclusive of franking credits.

Off-Market IBC Share Tender

A total of 26.51% of the issued shares were tendered by Ironbark shareholders under the Off-Market Buy-Back and the Buy-Back price of 55.2 cents per share was entirely a capital component. As a result of the Buy-Back, as at 27 July 2015 the total number of shares on issue is 125,820,582.

The Buy-Back provided the opportunity for Ironbark shareholders to tender all or some of their shares and either:

- Exit their investment in Ironbark at NTA less transaction costs and deferred tax asset, or
- Continue their investment in Ironbark, accessing Ironbark's investment style with its income focus, which remains a relevant part of an investor's portfolio in today's climate of low interest rates.

The Directors expect that a similar Tender Offer process will be repeated every three years to give Shareholders certainty to obtain the full value of their shares at regular intervals. Following the recent Share Buy Back sufficient Shareholders have retained their holdings to support a market capitalisation that allows IBC to continue to offer its very attractive investment strategy through a listed investment company (LIC) on the ASX.

Dividend Outlook

Ironbark's capacity to pay fully franked dividends continues to depend on the accumulation of franking credits and income generation. Franking credits continue to accumulate within the portfolio however Ironbark will only be in a position to pay fully franked dividends as corporate profits emerge and the markets recover.

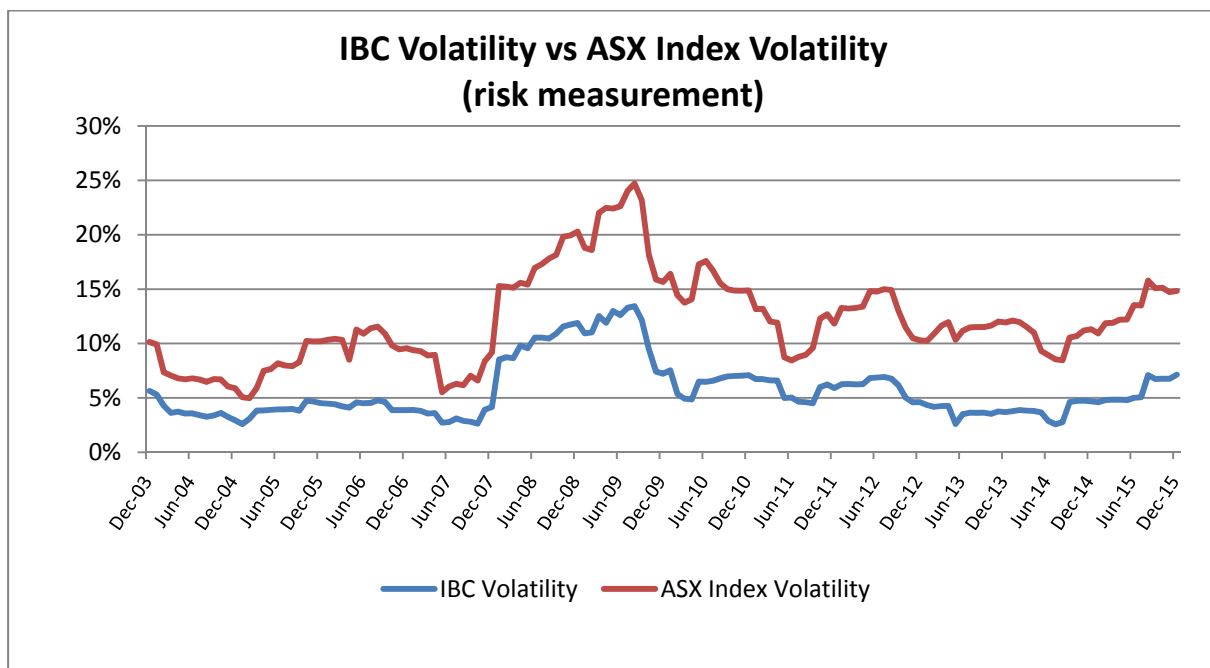
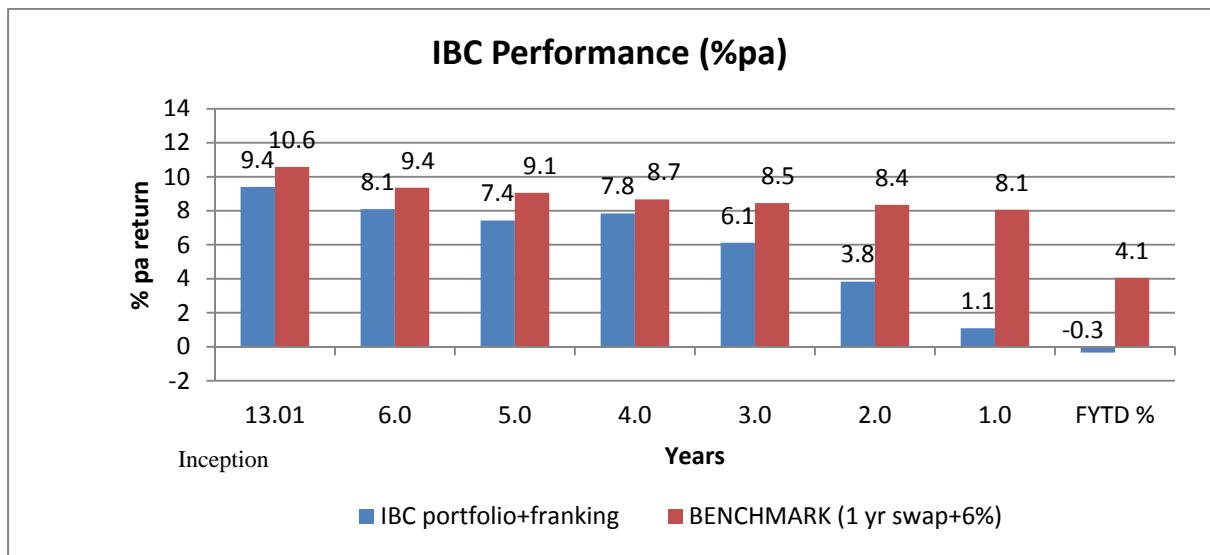
Michael J Cole
Chairman

Half Year Performance

The manager's focus is to deliver consistent returns and a high fully franked dividend yield from the portfolio. Commensurate with its investment objective IBC's performance benchmark is the 1 year swap rate plus 6%. Performance measurement includes franking credits as franking credits are a significant source of return from IBC's hybrid investments and for shareholders.

The half year period was a challenging investment environment as seen by the share market loss of -0.35%. IBC recorded a portfolio return of -0.34% for the six months to December 2015 and 9.4%pa since inception over 13 years including two years of the disastrous GFC. Over the medium 3-6 year term the return has ranged from 6.1%pa to 8.1%pa.

The focus on income generation and capital preservation from a balanced portfolio structure has delivered these returns with low to medium volatility. By comparison, IBC's portfolio risk as measured by volatility has consistently ranged between 40%-50% of the ASX Index volatility.



Portfolio

The portfolio is structured with an emphasis on income through yield orientated securities (hybrids and corporate bonds, utilities, property trusts) and buy & write positions in Banks, BHP, Telstra and other leading companies.

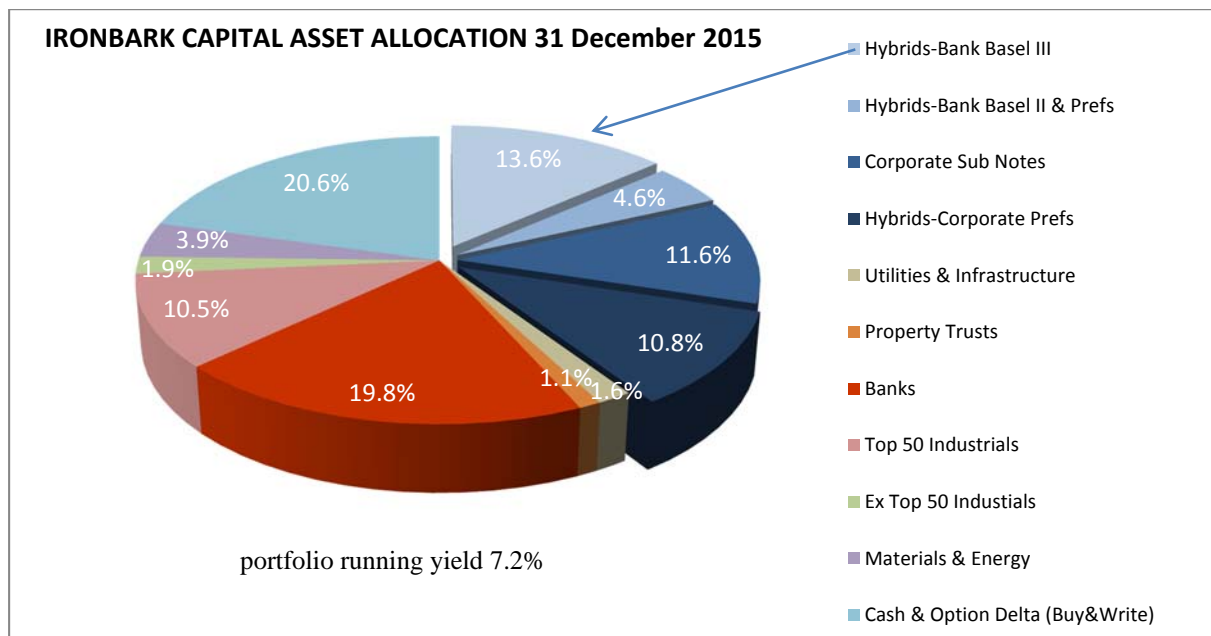
The buy & write strategy involves buying selective shares and selling, subject to appropriate timing, call options over those shares. This strategy gives away some of the upside potential from a shareholding but generates option premium income consistent with the income emphasis of the portfolio.

The portfolio is well diversified with investments in 26 different entities. Higher risk exposures in: banks, industrials and resources are largely held through buy & write option positions for income enhancement or added protection. The portfolio's hybrid and corporate bond holdings are floating rate securities, which benefit from higher interest rates with little duration risk.

Approximately 41% of the portfolio was held in hybrids and corporate bonds and 34% in buy & writes in Banks, Telstra and BHP. Of the balance, 21% was held in cash & option delta, 1.9% in mid-cap and small companies, 1.1% in property trusts and 1.6% in utilities.

The portfolio's investments have a running yield of 7.2% (inclusive of franking credits).

Asset allocation reflects a cautious stance.



Portfolio Performance-half year to 31 December 2015

Elevated equity and credit risk during the period produced a challenging environment to achieve positive returns. The portfolio return of -0.34% for the 6 month period reflected the subdued performance from hybrids and corporate bonds (up 1.0%) and negative returns from buy & writes (down 2.4%). Buy & writes held in BHP and Telstra experienced losses and bank buy & writes delivered mixed returns. Good gains were achieved in property trusts and utilities however the portfolio contribution was minor with a combined weighting of 2.7%.

Tier 1 Basel III hybrids experienced a derating in the September quarter and some recovery in the December quarter. Approximately one third of credit holdings are Basel III type or 13.5% of the whole portfolio, with yields to maturity of around 6.5%-7.5%. These returns are considered attractive with current regulatory driven initiatives aimed at strengthening bank core capital providing improved capital protection for bank hybrids.

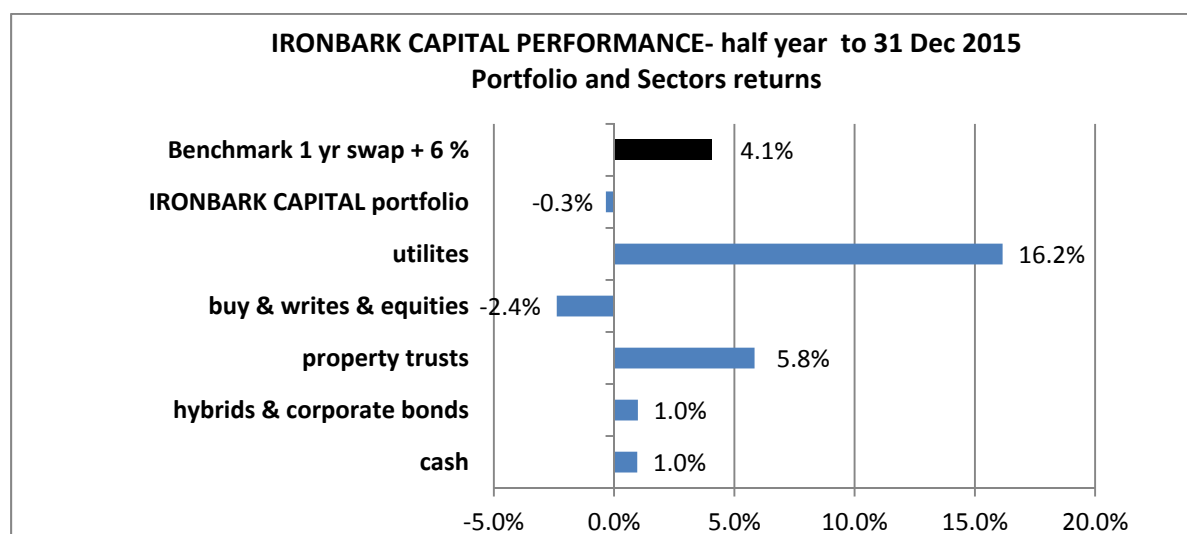
Hybrids and corporate bond spreads have generally widened over the period in sympathy with higher equity volatility and overseas credit trends. Credit concerns were largely confined to overseas markets, below investment grade issuers and oil related corporates. In the US the high yield junk bond market has suffered large losses.

Around 9% of the hybrid and corporate bond portfolio matures during 2016 which will contribute to the portfolio's liquidity.

The running yield on hybrid and corporate bond holdings was 6.4%.

Written call options over buy & write holdings that expired worthless in December were re-established out to September to take advantage of end of year rally in the banks and Telstra and higher volatility in BHP. Strike prices were reset closer to the money for greater downside protection, in line with our cautious outlook for equities.

Cash exposure (including option delta) was 20.6% at the end of the period.



Ironbark Capital Limited
ABN 89 008 108 227
Portfolio Shareholdings
For the half-year ended 31 December 2015

Portfolio Shareholdings at 31 December 2015

ASX Code	Security	Market Value* \$'000	% of portfolio	% exposure**
Banks				
ANZ	ANZ Banking Group Limited	3,351	5.1	5.0
CBA	Commonwealth Bank of Australia Limited	7,174	10.9	6.4
NAB	National Australia Bank Limited	2,077	3.1	2.5
WBC	Westpac Banking Corporation Limited	7,135	10.8	5.9
		19,737	29.9	19.8
Hybrids				
AGLHA	AGL Energy Limited - Subordinated Notes	817	1.2	1.2
AMPPA	AMP Limited - Capital Notes	311	0.5	0.5
ANZPA	ANZ Banking Group Limited - Convertible Preference Securities	1,249	1.9	1.9
BOQPD	Bank of Queensland - Convertible Preference Securities	829	1.2	1.2
CBAPC/PD/PCAPA	Commonwealth Bank Perls VI & Perls VII & Perls III	4,207	6.4	6.4
CTXHA	Caltex Australia Limited - Subordinated Notes	1,943	2.9	2.9
CWNHA	Crown Limited - Subordinated Notes	903	1.4	1.4
IAGPC	Insurance Australia Group - Convertible Preference Securities	3,162	4.8	4.8
IANG	IAG Finance (NZ) - Perpetual Reset Exchangeable Notes	2,506	3.8	3.8
MQGPB	Macquarie Group Limited - Capital Notes	601	0.9	0.9
NABPA	National Australia Bank Limited - Convertible Preference Securities	1,323	2.0	2.0
ORGHA	Origin Energy - Subordinated Notes	2,969	4.5	4.5
RHCPA	Ramsay Healthcare Limited - Convertible Preference Securities	587	0.9	0.9
SUNPC/PE	Suncorp Group Limited - Convertible Preference Securities	2,565	3.9	3.9
SVWPA	Seven Group Holdings Limited - Convertible Preference Securities	571	0.8	0.8
WCTPA	Westpac - Convertible Preference Securities	320	0.5	0.5
BENPE/PD	Bendigo Bank - Convertible Preference Securities	928	1.4	1.4
AQHHA	APA Group - Subordinated Notes	1,051	1.6	1.6
		26,842	40.6	40.6
Large industrial				
TLS	Telstra Corporation Limited	8,949	13.5	10.5
		8,949	13.5	10.5
Materials & energy				
BHP	BHP Billiton Limited	2,798	4.2	3.9
		2,798	4.2	3.9
Property Trusts				
FLK	Folkestone Limited	53	0.1	0.1
GMF	GPT Metro Office fund	644	1.0	1.0
		697	1.1	1.1
Small industrial				
AHX	Apiam Animal Health Limited	104	0.2	0.2
IGL	Ive Group Limited	100	0.1	0.1
MX1	Micro-X Limited	116	0.2	0.2
SDF	Steadfast Group Limited	944	1.4	1.4
		1,264	1.9	1.9

Portfolio Shareholdings at 31 December 2015 (continued)

ASX Code	Security	Market Value* \$'000	% of portfolio	% exposure**
DUE	Utilities & infrastructure			
	Duet Group	1,086	1.6	1.6
		1,086	1.6	1.6
	Cash and net receivables	4,704	7.2	20.6
	Total	66,077	100.0	100.0

*Includes market value of options written against holdings

** Includes option delta written against holdings

Ironbark Capital Limited
ABN 89 008 108 227

Financial Report
For the half-year ended 31 December 2015

Directors	Michael J Cole, Chairman Ross J Finley Ian J Hunter
Company Secretary	Jill E Brewster
Principal Registered Office	Level 27 45 Clarence Street Sydney NSW 2000 Telephone: (02) 8917 0399
Share Registrar	Boardroom Pty Limited GPO Box 3993 Sydney NSW 2001 Shareholder enquiries telephone: (02) 9290 9600
Investment Manager	Kaplan Funds Management Pty Limited Level 27 45 Clarence Street Sydney NSW 2000 Telephone: (02) 8917 0300
Accounting & Administration	Kaplan Funds Management Pty Ltd Level 27 45 Clarence Street Sydney NSW 2000 Telephone: (02) 8917 0399 Fax: (02) 8917 0355
Auditors	MNSA Pty Ltd Level 1 283 George Street Sydney NSW 2000
Website	www.ironbarkcapital.com
Company Secretarial & all other enquiries	Telephone: (02) 8917 0399 Email: enquiries@ironbarkcapital.com
Stock Exchange	Australian Securities Exchange ASX code: IBC

Directors' Report

Your Directors present their report on the Company for the half-year ended 31 December 2015.

Directors

The following persons were Directors of Ironbark Capital Limited during the period and up to the date of this report:

Michael J Cole, Chairman
Ross J Finley
Ian J Hunter

Review of Operations

The loss from ordinary activities after income tax for the half-year to 31 December 2015 amounted to \$60,000 (2014: profit of \$681,000)

The 45,394,884 (26.5%) shares tendered under the off-market tender process ("Buy-Back") were accepted in July 2015 with the payment of proceeds of \$25.058m. Following cancellation of the Buy-Back shares, the total number of shares on issue is 125,820,582.

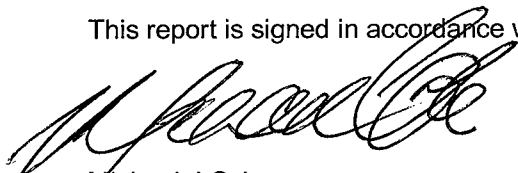
Rounding of amounts

The Company is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments commission, relating to the 'rounding off' of amounts in the Directors' Report. Amounts in the Directors' Report have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, to the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 12.

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



Michael J Cole
Director

Sydney
19 February 2016



IRONBARK CAPITAL LIMITED
ABN 89 008 108 227

**AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF THE
CORPORATIONS ACT 2001
TO THE DIRECTORS OF IRONBARK CAPITAL 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:

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

MNSA Pty Ltd

MNSA Pty Ltd

Mark Schiliro
Director

Sydney
Dated this 19th day of February 2016

Ironbark Capital Limited
ABN 89 008 108 227
Statement of Profit or Loss and Other
Comprehensive Income
For the half-year ended 31 December 2015

		Half-year ended	
		31 December 2015 \$'000	31 December 2014 \$'000
Notes			
Investment income from trading portfolio			
	3	1,770	2,401
		(2,110)	(1,696)
		(340)	705
Expenses			
		(145)	(317)
		(18)	(61)
		(21)	(27)
		(18)	(22)
		(20)	(16)
		(5)	(5)
		(10)	(11)
		(33)	(33)
		(27)	(27)
		(13)	(13)
		(11)	(13)
		(22)	(32)
		(343)	(577)
		(683)	128
		623	553
		(60)	681
		-	-
		(60)	681
		Cents	Cents
	6	(0.05)	0.42

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Ironbark Capital Limited
ABN 89 008 108 227
Statement of Financial Position
As at 31 December 2015

		31 December 2015 \$'000	30 June 2015 \$'000
	Notes		
ASSETS			
Current assets			
Cash and cash equivalents		4,664	18,098
Trade and other receivables		126	2,858
Trading portfolio		61,373	71,936
Current tax assets		149	368
Other assets		33	4
Total current assets		66,345	93,264
Non- current assets			
Deferred tax assets		1,939	1,081
Total non-current assets		1,939	1,081
Total assets		68,284	94,345
LIABILITIES			
Current liabilities			
Trade and other payables		86	102
Total current liabilities		86	102
Non-current liabilities			
Deferred tax liabilities		27	10
Total non-current liabilities		27	10
Total liabilities		113	112
Net assets		68,171	94,233
Equity			
Issued capital	7(a)	69,537	94,595
Profit reserve		13	748
2015 Profit reserve		-	209
Accumulated losses		(1,379)	(1,319)
Total equity		68,171	94,233

The above Statement of Financial Position should be read in conjunction with the accompanying notes

Ironbark Capital Limited
ABN 89 008 108 227
Statement of Changes in Equity
For the half-year ended 31 December 2015

	Notes	Issued capital \$'000	Profit reserve \$'000	2015 Profit reserve \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 1 July 2015		94,595	748	209	(1,319)	94,233
Loss for the period		-	-	-	(60)	(60)
Total comprehensive income for the period		-	-	-	(60)	(60)
Transactions with owners in their capacity as owners:						
Dividends provided for or paid	5	-	(735)	(209)	-	(944)
Buy-back of shares	7(b),(c)	(25,058)	-	-	-	(25,058)
Balance at 31 December 2015		69,537	13	-	(1,379)	68,171
Balance at 1 July 2014		86,901	1,058	-	(613)	87,346
Profit for the period		-	-	-	681	681
Transfer to profit reserve		-	-	681	(681)	-
Total comprehensive income for the period		-	-	681	-	681
Transactions with owners in their capacity as owners:						
Dividends recognised	5	-	(310)	-	-	(310)
Contributions of equity from rights issue, net of transaction costs		7,694	-	-	-	7,694
Balance at 31 December 2014		94,595	748	681	(613)	95,411

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes

Ironbark Capital Limited
ABN 89 008 108 227
Statement of Cash Flows
For the half-year ended 31 December 2015

		Half-year ended	
		31 December 2015 \$'000	31 December 2014 \$'000
Notes			
Cash flows from operating activities			
		324	353
		13,639	29,480
		(2,856)	(35,730)
		1,817	2,398
		3	35
		(175)	(313)
		(184)	(292)
		-	(575)
		12,568	(4,644)
Cash flows from financing activities			
	5	(944)	(3,424)
	7(b),(c)	(25,058)	-
		-	7,750
		-	(80)
		(26,002)	4,246
Net decrease in cash and cash equivalents		(13,434)	(398)
Cash and cash equivalents at beginning of period		18,098	977
Cash and cash equivalents at the end of period		4,664	579

The above Statement of Cash Flows should be read in conjunction with the accompanying notes

1. Basis of preparation of half-year report

These general purpose interim financial statements for the half-year ended 31 December 2015 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim *Financial Reporting*. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Ironbark Capital Limited. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2015, together with any public announcements made during the following half-year. The accounting policies adopted are consistent with those of the previous financial year end and corresponding interim reporting period.

These interim financial statements were authorised for issue on 19 February 2016.

2. Segment information

The Company has only one reportable segment. The Company operates predominantly in Australia and in one industry being the securities industry, deriving revenue from dividend income, interest income and from the sale of its trading portfolio.

3. Revenue

	Half-year ended	
	31 December 2015	31 December 2014
	\$'000	\$'000
Dividends	1,367	1,950
Interest	333	357
Distributions	67	58
Other income	3	36
	<u>1,770</u>	<u>2,401</u>

4. Fair value measurements

The Company measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets at fair value through profit or loss

AASB 13 Fair Value Measurement requires disclosure of fair value measurements by level of the following fair value measurement hierarchy (consistent with the hierarchy applied to financial assets and financial liabilities):

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (level 2), and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

4. Fair value measurements (continued)

The following table presents the Company's financial assets and liabilities measured and recognised at fair value according to the fair value hierarchy at 31 December 2015:

31 December 2015

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Trading portfolio	61,373	-	-	61,373
Total	61,373	-	-	61,373

30 June 2015

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Trading portfolio	71,936	-	-	71,936
Total	71,936	-	-	71,936

There were no transfers between levels for recurring fair value measurements during the period. The Company's policy is to recognise transfers into and out of fair value hierarchy as at the end of the reporting period.

5. Dividends

(a) Ordinary Shares

	Half-year ended	
	31 December 2015	31 December 2014
	\$'000	\$'000
Dividends provided for or paid during the half-year	944	310
	944	310

(b) Dividend rate

Dividends provided for or paid and fully franked at 30% tax rate

	Record Date	Dividend Rate	Total Amount \$'000	Date of Payment	% Franked
2016					
Ordinary shares – Interim	09/12/2015	0.75cps	\$944	23/12/2015	100
2015					
Ordinary shares - Final	20/03/2015	1.0cps	\$1,712	09/04/2015	100
Ordinary shares – Interim	17/12/2014	2.0cps	\$3,424	30/12/2014	100

6. Earnings per share

(a) Basic and diluted earnings per share

	Half-year ended	
	31 December 2015	31 December 2014
	Cents	Cents
From continuing operations attributable to the ordinary equity holders of the company	(0.05)	0.42

(b) Weighted average number of shares used as denominator

	Half-year ended	
	31 December 2015	31 December 2014
	Number	Number
Weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share	132,481,788	163,549,711

7. Issued capital

(a) Issued capital

	31 December 2015	30 June 2015	31 December 2015	30 June 2015
	Shares	Shares	\$'000	\$'000
Ordinary shares - fully paid	125,820,582	171,215,466	69,537	94,595

(b) Movements in ordinary share capital

	Number of shares	\$'000
Balance at 1 July 2015	171,215,466	94,595
Off-market share buy-back	(45,394,884)	(25,058)
Balance at 31 December 2015	125,820,582	69,537

(c) Off-market share buy-back

The 45,394,884 (26.5%) shares tendered under the off-market tender process ("Buy-Back") were accepted in July 2015 with the payment of proceeds of \$25.058m. Following cancellation of the Buy-Back shares, the total number of shares on issue is 125,820,582.

8. Contingencies

The Investment Management Agreement entered into by the Company with Kaplan Funds Management Pty Ltd may be terminated by either party giving to the other no less than one-year written notice of its intention to do so.

The Company had no other contingent liabilities at 31 December 2015 (2014: nil).

9. Events occurring after the reporting period

No matter or circumstance has occurred subsequent to the period end that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company or economic entity in subsequent financial years.

In the Directors' opinion:

- (a) the Interim Financial Statements and notes set out on pages 13 to 20 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*, and
 - (ii) giving a true and fair view of the entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date, 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.

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



Michael J Cole
Director

Sydney
19 February 2016

IRONBARK CAPITAL LIMITED
ABN 89 008 108 227

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
IRONBARK CAPITAL LIMITED**
ABN 89 008 108 227

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Ironbark Capital Limited, which comprises the statement of financial position as at 31 December 2015, the statement of profit or loss and other comprehensive income, the 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 Ironbark Capital 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 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 Ironbark Capital 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*.

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 Ironbark Capital Limited is not in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of Ironbark Capital Limited's financial position as at 31 December 2015 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*.

MNSA Pty Ltd

MNSA Pty Ltd



Mark Schiliro
Director

Sydney
Dated this 19th day of February 2016