

JATENERGY LIMITED
ABN 31 122 826 242
ASX APPENDIX 4D
RESULTS FOR ANNOUNCEMENT TO THE MARKET
FOR THE SIX MONTHS ENDED 31 DECEMBER 2015

The following information should be read in conjunction with both the Financial Report for the year ended 30 June 2015 and the Interim Report for the half year ended 31 December 2015 and the attached auditors' review report.

This Appendix 4D is prepared in accordance with ASX Listing Rule 4.2A.3.

Reporting period: Half-year from 1 July 2015 to 31 December 2015.

Previous corresponding period: Half-year from 1 July 2014 to 31 December 2014.

Financial Results

Revenue from ordinary activities for the period:	Up 1,194% by \$265,193 to \$289,436.
Loss from ordinary activities after tax for the period attributable to members:	Down 184 % by \$806,289 to \$1,767,114
Net loss after tax for the period attributable to members:	Down 184 % by \$806,289 to \$1,767,114

The Company does not propose to pay dividends in the current period.

The Group incurred an after tax loss attributed to members of \$1,767,114 for the six months to 31 December 2015 (2014: \$960,825 loss).

While the Group incurred a loss over the six months, this was mainly due to the impairment of the coal assets in Indonesia. The Group has established during the six months trading activities, being the sale of FMCG products into China. In the period the gross profit from this activity was \$39,066 and it is expected this will increase in the future as the customer base and product ranges expanded increases.

Significant Events since Balance Sheet Date

No matters have arisen since 31 December 2015 that have significantly affected, or may significantly affect the Company's operations in future financial years, the results of those operations in future financial years or the Company's state of affairs in future financial years.

Net Tangible Assets

	As at 31/12/2015	As at 30/06/2015
Net tangible assets per ordinary share	0.02 cents	0.15 cents

The accounts presented include an auditors' review report with an emphasis of matter regarding the going concern.



JATENERGY LIMITED
ACN 122 826 242

INTERIM REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2015

Contents

Directors' Report	3
Auditor's Independence Declaration	4
Statement of Profit or Loss and other Comprehensive Income for the Half Year ended 31 December 2015	5
Statement of Financial Position as at 31 December 2015	6
Statement of Changes in Equity for the Half Year ended 31 December 2015	7
Statement of Cash Flows for the Half Year ended 31 December 2015	8
Notes to the Financial Statements for the Half Year ended 31 December 2015	9
Directors' Declaration	15
Independent Auditor's Review Report	16

JATENERGY LIMITED

ACN 122 826 242

Directors' Report

Your Directors present their report on the Company, Jatenergy Limited and its consolidated entities, for the half-year ended 31 December 2015.

Directors

The followings persons were Directors of Jatenergy Limited during or since the end of the financial half year;

- Mr Anthony Crimmins, Executive Chairman
- Mr Xipeng Li, Non-Executive Director
- Mr Wilton Yao, Non-Executive Director

Review of operations

The Group incurred an after tax loss attributed to members of \$1,767,114 for the six months to 31 December 2015 (2014: \$960,826 loss).

This result includes a \$1,225,800 impairment of the assets previously held for resale. Without this impairment the result would have been a loss of \$541,314. The group's trading activities include selling FMCG (Fast Moving Consumer Goods) such as milk powder, baby formulae and health care products to China. These provided a gross profit of \$39,066 in the first six months of operation. The Directors are endeavouring to increase the range of products that it trades over the next 6 months, including the development of a Jat product range which will only be available for sale in China.

On 8th December 2015, the deregistration of Blackrock Energy Pte Ltd commenced and it is expected it will be deregistered on 8th March 2016. As a result, this company has been derecognised from the Group. There is no material impact as a result of the derecognition because its shareholder in PT Barata and associated intercompany loans were transferred at cost to Blackrock Resources Pty Ltd.

On 23 December 2015, Jatenergy Limited became a 50% shareholder in a company, Aus Jat Pty Ltd which is a company that is a joint venture with Ausline Shipping Consultants Pty Ltd. On 25 November the Company announced a MOU with Ausline Shipping Consultants Pty Ltd and this joint venture company was seen as the best option for future operations of the MOU. There is no impact of this company on the consolidation because Jatenergy's share was issued at \$1 and the company has not traded to the date of this report.

Significant Events since Balance Sheet Date

No matters have arisen since 31 December 2015 that have significantly affected, or may significantly affect the Group's operations in future financial years, the results of those operations in future financial years or the Group's state of affairs in future financial years.

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 4.

This report is made in accordance with a resolution of directors.



Tony Crimmins
Chairman

Dated this 29th day of February 2016

JATENERGY LIMITED
ABN 31 122 826 242

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF JATENERGY 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.

Hall Chadwick

HALL CHADWICK
Level 40, 2 Park Street
Sydney, NSW 2000

G Webb

GRAHAM WEBB

Partner

Dated: 29 February 2016

SYDNEY

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JATENERGY LIMITED

ACN 122 826 242

Statement of Profit or Loss and Other Comprehensive Income for the half year ended 31 December 2015

		Half-year	
	Note	31 Dec 2015	31 Dec 2014
		(\$)	(\$)
Revenue		277,692	-
Cost of Sales		(238,626)	-
Gross Profit		39,066	-
Other revenue		12,772	24,243
Consultancy expense		(50,338)	(111,136)
Directors remuneration		(144,000)	(22,500)
Depreciation and amortisation expense		(281)	(605)
Professional fees		(263,200)	(24,157)
Impairment of assets		(1,225,800)	(428,953)
Finance costs		(1,197)	(1,660)
Foreign exchange gains/(losses)		(435)	(1,839)
Other expenses		(127,572)	(190,303)
Loss from continuing operations before income tax		(1,760,985)	(756,910)
Income tax expense		-	-
Loss from continuing operations after income tax		(1,760,985)	(756,910)
Loss/Profit from Discontinued operations	3	(-)	(305,247)
Loss for the period		(1,760,985)	(1,062,157)
Other comprehensive loss:			
Items that may be reclassified to the profit or loss			
Exchange differences on translating foreign operations		9,137	55,441
Total comprehensive loss for the period		(1,751,848)	(1,006,716)
Loss attributable to:			
- Members of the parent entity		(1,767,114)	(960,825)
- Non-controlling interest		6,129	(101,332)
		(1,760,985)	(1,062,157)
Total comprehensive loss attributable to:			
- Members of the parent entity		(1,757,977)	(905,384)
- Non-controlling interest		6,129	(101,332)
		(1,751,848)	(1,006,716)
Earnings per share:			
Basic and diluted (loss) per share from continuing and discontinued operations (cents per share)		(1.2) cents	(0.9) cents
Basic and diluted (loss) per share from continuing operations (cents per share)		(1.2) cents	(0.7) cents

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

JATENERGY LIMITED

ACN 122 826 242

Statement of Financial Position as at 31 December 2015

	Note	31 Dec 2015	30 Jun 2015
		(\$)	(\$)
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		297,633	429,687
Trade and other receivables		98,459	36,484
Assets Held for Sale	6	-	1,225,800
TOTAL CURRENT ASSETS		396,092	1,691,971
NON-CURRENT ASSETS			
Property, plant and equipment		5,744	6,025
TOTAL NON CURRENT ASSETS		5,744	6,025
TOTAL ASSETS		401,836	1,697,996
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		371,783	261,283
TOTAL CURRENT LIABILITIES		371,783	261,283
TOTAL LIABILITIES		371,783	261,283
NET ASSETS		30,053	1,436,713
EQUITY			
Contributed equity	7	27,765,852	27,420,664
Non-controlling interest		890,270	884,141
Reserves	8	(115,547)	(124,684)
Accumulated losses		(28,510,522)	(26,743,408)
TOTAL EQUITY		30,053	1,436,713

The above statement of financial position should be read in conjunction with the accompanying notes.

JATENERGY LIMITED

ACN 122 826 242

Statement of Changes in Equity for the Half Year ended 31 December 2015

	Contributed equity	Non- controlling Interest	Reserves	Accumulated losses	Total
	(\$)	(\$)	(\$)	(\$)	(\$)
Balance as at 1 July 2014	26,526,160	954,328	(252,270)	(25,322,711)	1,905,507
Other comprehensive income	-	-	55,441	-	55,441
Loss for period	-	(101,332)	-	(960,825)	(1,062,157)
Total comprehensive income for the period	-	(101,332)	55,441	(960,825)	(1,006,716)
Transactions with owners in their capacity as owners:					
Conversion of Convertible Notes	300,000	-	-	-	300,000
Shares issued during the period	269,004	-	-	-	269,004
Balance as at 31 December 2014	27,095,164	852,996	(196,829)	(26,283,536)	1,467,795
Balance as at 1 July 2015	27,420,664	884,141	(124,684)	(26,743,408)	1,436,713
Loss for period	-	6,129	-	(1,767,114)	(1,760,985)
Other comprehensive income	-	-	9,137	-	9,137
Total comprehensive income for the period	27,420,664	890,270	(115,547)	(28,510,522)	(315,135)
Transactions with owners in their capacity as owners:					
Shares issued during the period net of costs	345,188	-	-	-	345,188
Balance as at 31 December 2015	27,765,852	890,270	(115,547)	(28,510,522)	30,053

The above statement of changes in equity should be read in conjunction with the accompanying notes.

JATENERGY LIMITED

ACN 122 826 242

**Statement of Cash Flows
for the Half Year ended 31 December 2015**

	31 Dec 2015	31 Dec 2014
	(\$)	(\$)
Cash flows from operating activities		
Cash receipts from customers	216,372	23,225
Payments to suppliers and employees (inclusive of GST)	(694,642)	(348,465)
Interest received	1,028	3,130
Net cash outflow from operating activities	(477,242)	(322,110)
Cash flows from financing activities		
Proceeds from convertible note	-	200,000
Proceeds from issue of shares net of costs	345,188	284,586
Net cash inflow from financing activities	345,188	484,586
Net (decrease)/increase in cash and cash equivalents	(132,054)	162,476
Cash and cash equivalents at the beginning of the half-year	429,687	258,342
Effect of exchange rates on cash holdings in foreign currencies	-	1,935
Cash and cash equivalents at the end of the half-year	297,633	422,753

The above statement of cash flows should be read in conjunction with the accompanying notes.

JATENERGY LIMITED

ACN 122 826 242

Notes to the Financial Statements for the Half Year ended 31 December 2015

Note 1—Basis of Preparation of Half-Year Report

These general purpose interim financial statements for the half-year reporting period ended 31 December 2015 have been prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. The Group 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 financial statement of Jatenergy Limited and its controlled entities (referred to as the 'Consolidated Group' or '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 30 June 2015, together with any public announcements made during the following half-year.

These interim financial statements were authorised for issue on 29 February 2016.

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.

The Group has considered the implications of new or amended Accounting Standards, but determined that their application to the financial statements is either not relevant or not material.

Going Concern

The Group financial statements have been prepared and presented on a basis assuming it continues as a going concern. During the period ended 31 December 2015, the Group incurred a loss before tax of \$1,760,985 and had net cash outflows from operating activities of \$477,242 as disclosed in the statement of profit or loss and other comprehensive income and statement of cash flow respectively.

The Group has decided to impair the Indonesian coal assets held for sale because potential buyers have not completed due diligence. The coal assets are still for sale but it is unlikely a buyer will be found before the underlying coal licences expire. The focus of management is the expansion of the trading activities including plans to introduce the Company's own product range for sale in China. In time, it is expected that profits from these activities will cover underlying administration costs. In addition, management are actively managing the group's cash flows, controlling costs and will seek to raise equity as and when required. On the basis of these factors, the group's cash flow forecast supports the Directors' view that is appropriate for the accounts to be prepared on a going concern basis and that the Group will be able to meet its debts as when they become due and payable.

JATENERGY LIMITED

ACN 122 826 242

Notes to the Financial Statements for the Half Year ended 31 December 2015

Note 1—Basis of Preparation of Half-Year Report (cont)

Reporting Basis and Conventions

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Estimates

When preparing the interim financial statements, management undertakes a number of judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group's last annual financial statements for the year ended 30 June 2015.

Note 2—Loss from Continuing Operations

All revenue and expense items that are relevant in explaining the financial performance for the interim period have been included in the statement of profit or loss and other comprehensive income.

Note 3 – Loss form Discontinued Operations

During the period the Group has discontinued operations in relation to the coal assets in Indonesia.

	31 Dec 2015	31 Dec 2014
	(\$)	(\$)
Significant Revenue Items		
Impairment of Licence	-	265,743
Licence Expenses	-	39,504

JATENERGY LIMITED

ACN 122 826 242

Notes to the Financial Statements for the Half Year ended 31 December 2015

Note 4—Dividends

No dividends have been declared or paid during the period.

Note 5—Operating Segments

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

With the Group's decision to exit its Indonesian coal assets the new primary business segment for the period ended 31 December 2015 is trading activities. For primary reporting purposes, the Entity now operates in only one geographical area, being Australia.

JATENERGY LIMITED

ACN 122 826 242

Notes to the Financial Statements for the Half Year ended 31 December 2015

The revenues and profit generated by each of the Group's operating segments and segment assets are summarised as follows:

Six months to 31 December 2015	Trading Activities (\$)
Revenue	
From external customers	333,603
From other segments	-
Segment revenues	333,603
Segment operating profit	39,066
Segment assets	109,769

Six months to 31 December 2014	Coal 2014 (\$)
Revenue	
From external customers	-
From other segments	-
Segment revenues	-
Segment operating (loss)/profit	(511,094)
Segment assets	(1,245,035)

The Group's segment operating profit reconciles to the Group's profit before tax as presented in its financial statements as follows:

	Six months to 31 Dec 2015 (\$)	Six months to 31 Dec 2014 (\$)
Profit or loss		
Total reporting segment operating profit/(loss)	39,066	(511,094)
Other corporate expenses	(1,799,882)	(247,189)
Group operating loss	-	(666,397)
Finance costs	(1,197)	(1,757)
Finance income	1,028	3,130
Group loss for the period	(1,760,985)	(756,910)

JATENERGY LIMITED

ACN 122 826 242

Notes to the Financial Statements for the Half Year ended 31 December 2015

Note 6 – Assets held for sale

	As at 31 December 2015	As at 30 June 2015
	(\$)	(\$)
Deposits	176,513	176,513
Tenements	1,478,240	1,478,240
Impairment	(1,654,753)	(428,953)
Assets held for sale	-	1,225,800

The Directors had attempted to sell the assets classified as intangible assets, however, the potential vendors have not completed the sale and so the Directors have decided to fully impair the assets on the basis the assets will not be sold prior to the expiry of the licences.

Note 7— Contributed Equity

(a) Share Capital

	Note	As at 31 December 2015	As at 30 June 2015
		(\$)	(\$)
Ordinary Shares 161,762,035 (30 June 2015 (141,456,840))			
Fully paid shares	(b)	27,765,852	27,420,664
		27,765,852	27,420,664

(b) Movements in Ordinary Share Capital

	As at 31 December 2015	As at 30 June 2015	As at 31 December 2015	As at 30 June 2015
	\$	\$	No:	No:
At the beginning on reporting period	\$27,420,664	26,526,160	141,456,840	103,565,568
23 July 2014	-	100,000	-	5,000,000
17 December 2014	-	200,000	-	10,000,000
17 December 2014	-	269,004	-	10,760,161
11 March 2015	-	25,500	-	1,020,000
6 May 2015	-	300,000	-	11,111,111
6 November 2015	2,596	-	152,686	-
11 December 2015	342,592	-	20,152,509	-
Closing Balance	27,765,852	27,420,664	161,762,035	141,456,840

JATENERGY LIMITED

ACN 122 826 242

Notes to the Financial Statements for the Half Year ended 31 December 2015

Note 8 – Reserves

	As at 31 December 15	As at 30 June 15
	(\$)	(\$)
Foreign currency translation reserve	(115,547)	(124,684)

Note 9 —Contingent Liabilities

The Group had a contingent liability in relation to the Jong Kang 2 operations in Indonesia as at 30 June 2015. On 2 December 2013 the Group entered into a profit share agreement in relation to Jong Kang 2 with Chapmans Limited, under which \$200,000 was provided by Chapmans Limited. Chapmans Limited filed a Statement of Claim against Jatenergy Limited on 15 December 2014. The proceedings have now been settled and both parties have executed a Deed of Settlement and Release dated 27 October 2015. The terms of the Deed are confidential.

Note 10—Events Occurring after the Balance Sheet Date

No matters have arisen since 31 December 2015 that have significantly affected, or may significantly affect the Company's operations in future financial years, the results of those operations in future financial years or the Company's state of affairs in future financial years.

Note 11- Related Party Transactions

During the half year ended 31 December 2015 there were no significant changes to the related party transactions to those disclosed in the 30 June 2015 annual report

JATENERGY LIMITED

ACN 122 826 242

Directors' Declaration

In the directors' opinion:

- (a) the financial statements and notes set out on pages 5 to 14 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standard AASB 134 Interim Financial Reporting, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Group'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 Jatenergy Limited 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 directors.



Tony Crimmins, Chairman
Sydney

Dated this 29th day of February 2016.

JATENERGY LIMITED
ABN 31 122 826 242**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
JATENERGY LIMITED****SYDNEY**Level 40
2 Park Street
Sydney NSW 2000
AustraliaGPO Box 3555
Sydney NSW 2001Ph: (612) 9263 2600
Fx: (612) 9263 2800**Report on the Half-year Financial Report**

We have reviewed the accompanying half-year financial report of Jatenergy Limited, which comprises the consolidated statement of financial position as at 31 December 2015, 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 Jatenergy 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 Jatenergy Limited'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 Jatenergy 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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JATENERGY LIMITED
ABN 31 122 826 242

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
JATENERGY 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 Jatenergy Limited is not in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of Jatenergy 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.

Emphasis of Matter

Without modifying our conclusion, we draw attention to Note 1 in the financial report, which indicates that the consolidated entity incurred a net loss before tax of \$1,760,985 and incurred net operating cash outflows of \$477,242 during the period ended 31 December 2015. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant 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

Dated: 29 February 2016