



## **AUSTRALIAN NATURAL PROTEINS LIMITED**

**ACN 095 821 971**

### **Appendix 4E** **Preliminary Final Report**

**For the Year Ended 30 June 2016**

**In Compliance with ASX Listing Rule 4.3A**

## AUSTRALIAN NATURAL PROTEINS LIMITED

### APPENDIX 4E - PRELIMINARY FINAL REPORT

(ASX Listing rule 4.2A)

Company Name: Australian Natural Proteins Limited

ACN: 095 821 971

Reporting Period: Financial year ended 30 June 2016

Previous Reporting Period: Financial year ended 30 June 2015

### RESULTS FOR ANNOUNCEMENT TO THE MARKET

The results of Australian Natural Proteins Limited for the year ended 30 June 2016 are as follows:

		% Change	Amount of Change \$'000		\$'000
<b>Revenue</b> from ordinary activities	Up	4054%	3	to	3
<b>(Loss)</b> from continuing operations	Up	109.40%	(329)	to	(688)
<b>(Loss)</b> from discontinued operations	Down	65.68%	1,662	to	(868)
<b>(Loss)</b> for period after tax attributable to members	Down	45.60%	1,305	to	(1,556)

#### Brief explanation of figures reported above

The loss for the Company after income tax for the reporting period was \$1,556,193.

For further details relating to the current period's results, refer to the Review of Operations contained within this document.

#### Dividends

No dividends have been paid or declared by the Group since the beginning of the current reporting period. No dividends were paid for the previous reporting period.

## AUSTRALIAN NATURAL PROTEINS LIMITED

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### APPENDIX 4E - PRELIMINARY FINAL REPORT

(ASX Listing rule 4.2A)

	30 June 2016	30 June 2015
<b>Net Tangible Assets</b>		
Net Tangible Assets / (Liabilities)	115,833	276,493
Shares (No)	315,531,854	151,836,687
Net Tangible Assets / (liabilities) – (cents)	0.037 cents	0.18 cents
<b>Loss per Share</b>		
Basic earnings (loss) per ordinary share (cents)	(0.49) cents	(1.89) cents
Diluted Earnings (loss) per ordinary share	(0.49) cents	(1.89) cents

#### Status of Audit of Accounts

These accounts are currently in the process of being audited. An Annual Report for the year ended 30 Jun 2016 containing the Audit Report shall be provided in due course.

# AUSTRALIAN NATURAL PROTEINS LIMITED

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## APPENDIX 4E - PRELIMINARY FINAL REPORT

(ASX Listing rule 4.2A)

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# AUSTRALIAN NATURAL PROTEINS LIMITED

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## APPENDIX 4E - PRELIMINARY FINAL REPORT

(ASX Listing rule 4.2A)

### REVIEW OF OPERATIONS

Your directors present their report, together with the financial statements of Australian Natural Proteins Limited for the year ended 30 June 2016.

### DIRECTORS

The directors at any time during or since the financial year are:

Paul Duckett	Executive Chairman
Raymond Taylor	Non-Executive Director
Ping Huang	Non-Executive Director
Trevor Kelly	Non-Executive Director

### PRINCIPAL ACTIVITIES

Since early 2015, the Company has focussed on capital raising and establishing an initial dairy hub of 2 dairy farms, growing to 5 farms by the end of 2016 with the potential acquisition in Fiji.

#### Operations

Since early 2015, the Company has been focussed on establishing an initial dairy hub of 2 dairy farms, growing to 5 farms by the end of 2016.

Due Diligence on the farms has been completed and the Board is currently working on funding options for the purchases. Both farms have operated profitably over the past three years. With funding complete Directors see the farms continuing to operate in an efficient and profitable manner, with potential for significant expansion.

Lusona Capital have been mandated to act as funding advisor and facilitator. Currently they have identified several funding groups with an interest in supporting the dairy acquisition using a combination of debt and equity. Alternatively, the Board may consider a Bond proposal through an Australian broking firm. The Board will continue to explore both options.

The Board and Lusona are confident of being successful in the near future. The drop in Milk Prices resulting from recent Murray Goulburn announcements has had a slowing effect on funding completion, however this should be finalised by September/October 2016.

Directors can report that the falls announced by Murray Goulburn have had a minimal effect on the farms identified. Only 1 of the 5 farms supplies Murray Goulburn and secondly, the other Dairy companies who these farms sell to, have confirmed they will continue to purchase at higher prices.

The Board has continued its day to day activities and is currently seeking to lease up to 2 cropping farms to generate income and also be in a position of servicing our dairy farms when the funding and transaction is completed.

The Board are also conscious of maintaining the Company's Working Capital during this period.

## AUSTRALIAN NATURAL PROTEINS LIMITED

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During 2016, the Company sold its shareholding in its subsidiary Envy Lamb Pty Ltd. As it was deemed unlikely that any loan advances made to Envy up to the date of sale would be realisable and consequently has been written off and taken up as an expense of the Company.

Further details on the Company's funding raising activities and progress on the acquisition of farms will be announced as soon as they are available.

For and on behalf of the Company,

A handwritten signature in black ink, appearing to read 'Paul Duckett', is displayed on a light blue rectangular background.

**Paul Duckett**  
**Chair of Directors**  
**Australian Natural Proteins Limited**  
On this day the 31 August 2016

**Statement of Profit or Loss and Other Comprehensive Income  
for Year Ended 30 June 2016**

	2016 \$	2015 \$
<b>REVENUE FROM OPERATING ACTIVITIES</b>		
Revenue	2,825	68
Financing expenses	(17,433)	(5,593)
Employee benefits expense	(20,883)	(40,484)
Consultant & contractor expenses	(312,448)	(132,444)
Depreciation expenses	(14,920)	(15,058)
Other expenses	(325,075)	(130,686)
Loss on disposal of plant & equipment	-	(4,332)
<b>Total expenses</b>	<b>(690,759)</b>	<b>(328,597)</b>
<b>Loss from operating activities</b>	<b>(687,934)</b>	<b>(328,529)</b>
<b>REVENUE FROM DISCONTINUED OPERATIONS</b>		
Revenue	-	-
Employee benefits expense	-	(1,682)
Other expenses	-	(2,202)
Loan write off due to impairment / disposal	(868,259)	(2,526,311)
<b>Total Expenses</b>	<b>(868,259)</b>	<b>(2,530,195)</b>
<b>Loss from discontinued operations</b>	<b>(868,259)</b>	<b>(2,530,195)</b>
<b>LOSS BEFORE INCOME TAX</b>	<b>(1,556,193)</b>	<b>(2,858,724)</b>
Income tax expense	-	-
<b>Loss for the year</b>	<b>(1,556,193)</b>	<b>(2,860,866)</b>
Other comprehensive income	-	-
<b>Total comprehensive income (loss) for the year</b>	<b>(1,556,193)</b>	<b>(2,860,866)</b>
<b>Earnings per share</b>		
Basic earnings per share (cents)	(0.49)	(1.89)
Diluted earnings per share (cents)	(0.49)	(1.89)

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

**Statement of Financial Position**  
**As at 30 June 2016**

		2016 \$	2015 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents		535,916	175,341
Loans		-	868,259
Inventories and consumables		-	-
Biological assets		-	-
Other current assets		-	2,166
<b>Total Current Assets</b>		<b>535,916</b>	<b>1,045,766</b>
<b>Non-current Assets</b>			
Property, plant and equipment	6	29,756	44,676
Investments		69,672	100
<b>Total Non-current Assets</b>		<b>99,428</b>	<b>44,776</b>
<b>TOTAL ASSETS</b>		<b>635,344</b>	<b>1,090,542</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables		255,719	87,580
Loans and borrowings		263,792	726,468
<b>Total Current Liabilities</b>		<b>519,511</b>	<b>814,048</b>
<b>TOTAL LIABILITIES</b>		<b>519,511</b>	<b>814,049</b>
<b>NET ASSETS</b>		<b>115,833</b>	<b>276,493</b>
<b>EQUITY</b>			
Contributed equity		19,296,794	17,901,261
Accumulated losses		(19,180,961)	(17,624,768)
<b>TOTAL EQUITY</b>		<b>115,833</b>	<b>276,493</b>



**Statement of Changes in Equity  
for the Year Ended 30 June 2016**

	<i>Issued capital</i>	<i>Accumulated losses</i>	<i>Reserves</i>	<i>Total</i>
	\$	\$		\$
<b>At 30 June 2014</b>	17,901,261	(14,766,044)	-	3,135,217
Shares issued during the period	-	-	-	-
Net loss for period	-	(2,858,724)	-	(2,858,724)
Deconsolidation of controlled entity				-
<b>At 30 June 2015</b>	<b>17,901,261</b>	<b>(17,624,768)</b>	<b>-</b>	<b>276,493</b>
<b>At 01 July 2015</b>	17,901,261	(17,624,768)	-	276,493
Shares issued during the period	1,395,533	-	-	1,395,533
Net loss for period	-	(1,556,193)	-	(1,556,193)
<b>At 30 June 2016</b>	<b>19,296,794</b>	<b>(19,180,961)</b>	<b>-</b>	<b>115,833</b>

**Statement of Cash Flows**  
**for the Year Ended 30 June 2016**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Receipts from customers	2,500	-
Payments to suppliers, employees and others	(505,535)	(462,127)
Interest received	325	63
Interest paid	-	-
<b>Net cash flows from operating activities</b>	<b>(502,710)</b>	<b>(462,064)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(69,572)	-
Proceeds from sale of property, plant and equipment	-	27,300
<b>Net cash flows used in investing activities</b>	<b>(69,572)</b>	<b>27,300</b>
<b>Cash flows from financing activities</b>		
Net proceeds of Converting Note Loans	1,082,334	626,577
Net proceeds from / (repayment of) borrowings	(137,200)	-
Payment of hire purchase obligations	(12,277)	(32,674)
<b>Net cash flows from financing activities</b>	<b>932,857</b>	<b>593,903</b>
Net increase in cash and cash equivalents	360,575	159,139
Cash at beginning of financial period	175,341	16,202
Less cash released on deconsolidation	-	-
<b>Cash and cash equivalents at end of period</b>	<b>535,916</b>	<b>175,341</b>