

# IMPERIAL PACIFIC LIMITED

ABN 65 000 144 561



12 August 2016

## Appendix 4E - Preliminary Final Results for announcement to the market

### 1. Period Covered:

Year ended 30 June 2016

<b>2. Key Information</b>	<b>June 2016</b>	<b>June 2015</b>
	\$000	\$000
<b>Group's Net Worth Gain - before shareholder payout</b>		
- Gains in Investments	865	(106)
- Income Account during year	(168)	(162)
	<u>697</u>	<u>(268)</u>
<b>Change on Net Worth previous year</b>	<b>35%</b>	<b>-11%</b>
Revenue from Ordinary Activities	288	67
<i>Change on previous year</i>	330%	
Profit (Loss) from Ordinary Activities after tax	(168)	(162)
<i>Change on previous year</i>	4%	
Profit (Loss) from all Activities after tax	(168)	(162)
<i>Change on previous year</i>	4%	
Net Tangible Assets	2,518	1,966
Per Share	\$0.87	\$0.68
<i>Change on previous year</i>	28%	
Amount of Dividend Proposed (Cents):	5.00	5.00
Amount of Franking:	100%	100%
Record Date for dividend entitlements	3 Oct 16	1 Oct 15
Payment Date for dividend	13 Oct 16	15 Oct 15
Annual General Meeting Date:	27 Oct 16	22 Oct 15
<b>Brief Explanation and background to the above results:</b>		
<p>1. Imperial Pacific had an excellent year with net worth rising 35% before dividend payout. One investment, a 2% shareholding in funds administration group, MainstreamBPO was sold during the year for a gain of \$306,000.</p>		
<p>2. 30% owned associate, London City Equities Limited, the key client of Imperial Pacific's subsidiary Imperial Pacific Asset Management, recorded an excellent uplift in Shareholder net worth and franking credits assisted especially by its 5.7% shareholding in Fiducian Group Limited. Its modest 2.0% shareholding in Coffey International was sold via a takeover.</p>		
<p>3. A major debt in Penrice Soda of \$5 million was purchased and that company continues to be examined for legal redress.</p>		
<p>4. Preliminary work continues on creating an Activist Investment Fund, but stalled by the lack of attractive candidates. A target list continues to be monitored.</p>		
<p>5. Imperial Pacific's net assets per share climbed 28% to 87 cents, notwithstanding the payment of a 5.0 cent fully franked dividend in October 2015. NTA has risen since year end.</p>		
<p>6. The Board is finalising arrangements for a Share Purchase Plan to be offered to shareholders at 75 cents a share, payable by 30 September. It will not participate in the 2016 final dividend. The Record Date will be 11 August 2016. The purpose is to increase the asset base to reduce the pro rata impact of overheads on earnings and to allow smaller holders to increase their investment.</p>		



**3. Consolidated Income Statement**  
**[ See Attached Account Summary]**

	June 2016	June 2015
	\$000	\$000
<b>Revenues:</b>		
Management Fees Received	58	47
Dividends Received	3	3
Interest Received	13	17
Sales - Trading Investments	213	-
Other	1	-
	288	67
<b>Less Costs:</b>		
Cost of Trading Investments Sold	(205)	-
Various Expenses:	(263)	(247)
	(180)	(180)
Plus: Equity Share of Associated Company:	12	18
<b>Profit (Loss) Before Tax:</b>	(168)	(162)
Plus / Less Income Tax Gain (Expense)	-	-
<b>Net Profit (Loss) after Tax attributable to Members</b>	(168)	(162)

**4. Balance Sheet**  
**[ See Attached Account Summary]**

<b>Shareholders Equity</b>	2,518	1,966
Per Ordinary Share	\$ 0.87	\$ 0.68

**5. Cash Flow Statement**  
**[ See Attached Account Summary]**

**6. Dividends Paid**

Amount paid during year (\$000)	\$ 145	\$ 145
Date Paid	15 Oct 2015	9 Oct 2014
Per Share	5.0 cents	5.0 cents
Amount of Franking:	100%	100%

**7. Dividend Reinvestment Plan**

The company has no Dividend Reinvestment Plan in place.

**8. Net Asset Backing Per Share:**

As at 30 June:	\$ 0.87	\$ 0.68
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**9. Details of entities over which control has been gained or lost during period.**

There were no such entities.

**10. Details of Associates**

Name of Associate:	London City Equities Limited	
Percentage of ownership held:	30.1%	30.1%
Share of Profit (Loss) for period (\$000)	13	18

**11. Other Information:**

**Issued Capital - shares on Issue:**

Ordinary Shares	2,906,504	2,906,504
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## 12. Commentary on Results

### (a) General

1. The combined Asset / Income situation was enhanced during the year, but low management fees from client London City Equities continue to impact. Penrice attracted more attention as the Imperial Pacific group acquired a \$5 million debt in that company and will pursue redress.
2. Imperial Pacific had approx \$0.7 million in cash on hand at year end.

<b>(b) Earnings Per Share:</b>	<b>June 2016</b>	<b>June 2015</b>
Cents Per Share	(5.8)	(5.6)
Note: Nil dilution during year - no options on issue.		

### (c) Return to Shareholders

Profit ( - Loss) after tax to Shareholders Equity at year end	-6.7%	-8.2%
Profit ( - Loss) after tax to Shareholders Equity prior year.	-8.5%	-6.8%

### (d) Segmental Disclosure:

	<b>Investment</b>	<b>Financial Services</b>	<b>Consol.</b>
<b>2016</b>			
Revenue	\$000	\$000	\$000
Investment /other revenue	229	59	288
Segment Result			
Profit (Loss) after Tax	(42)	(126)	(168)
Segment Assets	2,499	136	2,635
Segment Liabilities	(35)	(83)	(118)
Net cash inflow from operating activities	16	(138)	(122)
<b>2015</b>			
Revenue	\$000	\$000	\$000
Investment /other revenue	21	47	68
Segment Result			
Profit (Loss) after Tax	(36)	(126)	(162)
Segment Assets	1,981	66	2,047
Segment Liabilities	(25)	(57)	(82)
Net cash inflow from operating activities	(22)	(91)	(113)

## 13. Status - Audit:

1. The above Preliminary Final Report has been based on accounts which are in the process of being audited.
2. There are no items in dispute in relation to the accounts of the company.

Signed for and on behalf of the Board

Peter EJ Murray - Director and Chief Operating Officer

12 August 2016

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## Consolidated Income Statement for the year ended 30 June 2016

	<i>Notes</i>	<b>2016</b> \$	<b>2015</b> \$
Revenue from ordinary activities	3	287,763	67,298
<b>Less:</b>			
Expenses from ordinary activities	4	(467,985)	(246,978)
Share of net profit of associate accounted for by using the equity accounting method	3	12,541	17,728
<b>Profit from ordinary activities before income tax</b>		(167,681)	(161,952)
Income tax credit (expense)	5	-	-
<b>Net Profit (Loss) attributable to members of Imperial Pacific Limited</b>		<b>(167,681)</b>	<b>(161,952)</b>
<b>Earnings per share:</b>			
Earnings per share from profit from continuing operations attributable to the ordinary equity holders of the company.			
Basic and diluted earnings per share (Cents)	30	(5.77)	(5.57)

The accompanying notes form part of these financial statements.

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## Consolidated Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2016

	<i>Notes</i>	2016 \$	2015 \$
<b>Profit (Loss) for Year</b>		<b>(167,681)</b>	<b>(161,952)</b>
<b>Other Comprehensive Income (Expense)</b>			
Items that will not be recycled through the Income Statement:			
Net Realised and Unrealised Gain (Loss) for the period on securities in the Investment Portfolio:	14	865,080	(106,337)
<b>Total Other Comprehensive Income (Expense)</b>		<b>865,080</b>	<b>(106,337)</b>
<b>Total Comprehensive Income (Expense) for the year for equity holders</b>		<b>697,399</b>	<b>(268,289)</b>

The accompanying notes form part of these financial statements.

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## Consolidated Balance Sheet as at 30 June 2016

	<i>Notes</i>	2016 \$	2015 \$
<b>Current assets</b>			
Cash and cash equivalents	6	597,956	415,917
Receivables	7	76,099	24,784
<b>Total current assets</b>		<b>674,055</b>	<b>440,701</b>
<b>Non-current assets</b>			
Investment Portfolio	9	1,892,370	1,545,734
Tax Asset	8	69,100	61,404
<b>Total non-current assets</b>		<b>1,961,470</b>	<b>1,607,138</b>
<b>Total assets</b>		<b>2,635,525</b>	<b>2,047,839</b>
<b>Current liabilities</b>			
Trade and other payables	10	117,594	81,983
Tax liabilities	11	-	-
<b>Total current liabilities</b>		<b>117,594</b>	<b>81,983</b>
<b>Total liabilities</b>		<b>117,594</b>	<b>81,983</b>
<b>Net assets</b>		<b>2,517,931</b>	<b>1,965,856</b>
<b>Equity</b>			
Share Capital	12	1,560,970	1,560,970
Reserves	14	3,233,500	2,368,420
Retained Profits (Accumulated losses)	14	(2,276,539)	(1,963,534)
<b>Total equity</b>		<b>2,517,931</b>	<b>1,965,856</b>

The accompanying notes form part of these financial statements.

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## Consolidated Cash Flow Statement for the year ended 30 June 2016

	<i>Notes</i>	2016 \$	2015 \$
<b>Cash flows from operating activities</b>			
Receipts from Customers (inclusive of goods and services tax)		47,254	59,148
Cash paid to suppliers and management (inclusive of goods and services tax)		(259,293)	(257,007)
Interest Received		14,846	67,612
Dividends Received		68,147	16,893
Trading Investments - Purchased		(205,248)	
Trading Investments - Sold		212,500	
Income Tax Refunded (Paid)		-	-
Net Cash provided by (used in) operating activities	29	<b>(121,794)</b>	<b>(113,354)</b>
<b>Cash flows from investing activities</b>			
Purchase of investments		(37,242)	(130,837)
Proceeds from sale of investments		486,400	-
Net Cash provided by (used in) investing activities		<b>449,158</b>	<b>(130,837)</b>
<b>Cash flows from financing activities</b>			
Receipts (Payments) - related companies		-	16,765
Dividends Paid		(145,325)	(145,325)
Net Cash used in financing activities		<b>(145,325)</b>	<b>(128,560)</b>
Net increase (decrease) in cash held		182,039	(372,751)
Cash at beginning of the financial year		415,917	788,668
Cash at end of the financial year	6	<b>597,956</b>	<b>415,917</b>

The accompanying notes form part of these financial statements.