

Preliminary Final Report

Appendix 4E

Year ended 30 June 2016

Name of Entity: Wakenby Limited ACN 120 394 194.

Reporting Period

Current period:	1 July 2015 - 30 June 2016
Previous corresponding period:	1 July 2014 - 30 June 2015

Results for announcement to the market

	2016 ¹	2015	Change	Change
	\$'000	\$'000	\$'000	%
Revenues from Continuing operations	-	12,852	12,852	100
Net profit/(loss) from continuing operations attributable to members	-	(6,855)	(6,855)	(100)
Net profit/(loss) for the year attributable to members	11,156	(28,896)	40,052	Note 1
Net tangible assets per security (\$)²	-	-		Note 2
Dividends				
Final Distribution	-	-		
Interim Distribution	-	-		
The Dividend and Distribution Reinvestment Plan is operational for this distribution				

¹ During the year the Company ("Group") effectuated a Deed of Company Arrangement extinguishing debt owing at that time resulting in an accounting profit for the year.

² Upon effectuation of the Deed of Company Arrangement the Net Tangible Assets of the Company were nominal. During the year the Company issued 465,132,151 shares in order to effectuate the Deed of Company Arrangement.

Consolidated Statement of Financial Position

	CONSOLIDATED	
	2016 \$	2015 \$
ASSETS		
Current Assets		
Cash and cash equivalents	469	1,003,462
Trade and other receivables	12,600	-
Total Current Assets	13,069	1,003,462
Non-Current Assets		
Deferred tax assets	0	-
Total Non-Current Assets	0	-
TOTAL ASSETS	13,069	-
LIABILITIES		
Current Liabilities		
Trade and other payables	69,293	820,672
Interest-bearing loans and borrowings	-	11,938,334
Total Current Liabilities	69,293	12,759,006
Non-Current Liabilities		
Interest-bearing loans and borrowings	125,000	-
Total Non-Current Liabilities	125,000	-
TOTAL LIABILITIES	194,293	12,759,006
NET ASSET (DEFICIENCY) / NET ASSETS	(181,224)	(11,755,544)
EQUITY		
Contributed equity	41,834,718	41,415,857
Accumulated losses	(42,015,942)	(53,171,401)
TOTAL EQUITY	(181,224)	(11,755,544)



Wakenby Limited

Consolidated Statement of Profit or Loss and other comprehensive income

	CONSOLIDATED	
	2016 \$	2015 \$
Revenue from continuing operation		
Professional fees	-	12,852,019
Total revenue	-	12,852,019
Movement in fair value of financial liabilities	-	78,763
Interest revenue	7,654	30,414
Other income	-	618
Total revenue from continuing operation	7,654	109,795
Occupancy expenses	-	(1,147,163)
Salaries and employee benefits expenses	-	(9,207,202)
Depreciation and amortisation expenses	-	(248,160)
Advertising and marketing expenses	-	(148,020)
Administrative expenses	(751,822)	(1,682,587)
Other expenses	-	(4,825,503)
Net loss on disposal of subsidiaries	-	(1,845,553)
Finance costs	-	(712,691)
Share based payments expense	-	-
Total expenses	-751,822	(19,816,879)
Profit/(Loss) before tax from continuing operations	-744,168	(6,855,065)
Income tax benefit / (expense)	-	(15,743)
Profit/(Loss) for the year from continuing operations	-744,168	(6,870,808)
Impairment expense – Work in progress	-	(2,149,489)
Impairment expense – Dividends Receivable	-	(112,513)
Impairment expense – Investment in Associate	-	(2,811,044)
Impairment expense – Deferred Tax Assets	-	(1,564,453)
Impairment expense – Goodwill	-	(14,553,221)
Impairment expense – Plant and Equipment	-	(609,797)
Impairment expense – Intangibles	-	(225,000)
Net Profit/(loss) for the period after impairments	-744,168	(28,896,325)
Profit from discontinued operations after tax	11,899,626	
Total comprehensive income/(loss) for the year	11,155,458	(28,896,325)
Basic earnings per share (cents)	2.33	(0.15)
Diluted earnings per share (cents)	1.93	(0.15)

Consolidated Statement of Cash Flows

	CONSOLIDATED	
	2016 \$	2015 \$
Cash flows from operating activities		
Receipts from customers	378,842	17,354,050
Interest received	7,654	30,414
Dividends received	-	-
Other revenue	-	618
Payments to suppliers and employees	(1,513,631)	(14,718,173)
Interest and other costs of finance paid	(312,333)	(237,181)
Income tax paid	-	(78,640)
Net cash provided by/(used) in operating activities	(1,439,4698)	2,351,088
Cash flows from investing activities		
Purchase of plant and equipment	-	(97,207)
Payment for intangible assets	-	(41,085)
Proceeds from the disposal of subsidiaries	-	4,436,086
Proceeds from the disposal of plant and equipment	-	-
Proceeds from available-for-sale investments	-	52,000
Payment for the acquisition of businesses	-	(1,993,536)
Net cash flows provided by/(used) in investing activities	-	2,356,258
Cash flows from financing activities		
Proceeds from borrowings	437,163	523,933
Repayment of borrowings	(417,550)	(3,675,615)
Dividends paid	-	-
Proceeds from issue of shares	451,000	-
Payments for share issue expenses	(32,139)	(1,614)
Net cash flows provided by/(used) in financing activities	438,474	(3,153,296)
Net increase/(decrease) in cash held	(1,002,993)	1,554,050
Cash and cash equivalents at the beginning of the financial Year	1,003,462	(550,588)
Cash and cash equivalents at the end of the financial year	469	1,003,462

Consolidated Statement of Changes in Equity

CONSOLIDATED	Contributed Equity \$	Accumulated Losses \$	Net Unrealised Losses Reserve \$	General Reserve \$	Total Equity \$
Balance as at 1 July 2014	38,862,375	(26,323,477)	1,610	2,046,791	14,587,299
Loss for the year	-	(28,896,325)	-	-	(28,896,325)
Other comprehensive gains	-	-	-	-	-
Total comprehensive loss for the year	-	(28,896,325)	-	-	(28,896,325)
Transactions with owners in their capacity as owners					
Dividends paid	-	2,048,401	(1,610)	(2,046,791)	-
Share based payments	-	-	-	-	-
Issue of shares	2,553,482	-	-	-	2,553,482
Transaction costs on issue of shares	-	-	-	-	-
Income tax on items taken directly to or transferred from equity	-	-	-	-	-
Balance as at 30 June 2015	41,415,857	(53,171,401)	-	-	(11,755,544)

CONSOLIDATED	Contributed Equity \$	Accumulated Losses \$	Net Unrealised Losses Reserve \$	General Reserve \$	Total Equity \$
Balance as at 1 July 2015	41,415,857	(53,171,401)	-	-	(11,755,544)
Profit/(Loss) for the year	-	11,155,458	-	-	11,155,458
Other comprehensive gains	-	-	-	-	-
Total comprehensive loss for the year	-	11,155,458	-	-	11,155,458
Transactions with owners in their capacity as owners					
Transfer	-	-	-	-	-
Share based payments	-	-	-	-	-
Issue of shares	451,000	-	-	-	451,000
Transaction costs on issue of shares	(32,139)	-	-	-	(32,139)
Income tax on items taken directly to or transferred from equity	-	-	-	-	-
Balance as at 30 June 2016	41,834,718	(42,015,943)	-	-	(181,225)

Notes to the Preliminary Final Results

1. Nature of Operations

The principal activity of the entity is intended to be the acquisition of financial interests in retirement and aged care assets subject to shareholder approval at the next General Meeting of shareholders.

Wakenby Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the ASX. The company is domiciled in Australia and is a for-profit entity for the purposes of preparing the financial statements

The nature of the operations and principal activities of the Company are described in the Directors' Report.

2. Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board. The financial report has also been prepared on a historical cost basis, except for available-for-sale investments, which have been measured at fair value.

The financial report is presented in Australian dollars.

3. Incomplete Records

The management and affairs of the Company and all its controlled entities have not been under the control of the Directors of the Company from the date it entered into voluntary administration on 17 December 2014 until 8 April 2016.

To prepare the financial report, the Directors have reconstructed the financial records of the Company using data extracted from the Company's accounting systems and the record of receipts and payments made available by the Administrator of the Company and its subsidiaries for the period from their appointment. However, it has not been possible for the Directors to obtain all the books and records of the Company or the previous Group.

Consequently, although the Directors have prepared this financial report to the best of their knowledge based on the information made available to them, they are of the opinion that it is not possible to state that this financial report has been prepared in accordance with Australian Accounting Standards including Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001, nor is it possible to state this financial report gives a true and fair view of the Company's financial position.

4. Contributed Equity

	Consolidated 2016 Shares	Consolidated 2015 Shares	Consolidated 2016 \$	Consolidated 2015 \$
Fully paid shares	478,723,850	*267,320,780	41,834,718	41,415,857
Partly paid shares	-	-	-	-
Forfeited shares held in trust	-	-	-	-
	-	*267,320,780	41,834,718	41,415,857

*On 12 April 2016, 258,233,808 were the subject of a 1:19 consolidation reducing the number of shares to 13,591,252

Fully paid ordinary shares carry one vote per share and carry the right to dividends. The shares have no par value.

Movement in Ordinary Shares on Issue

	Shares	\$
Opening balance as at 1 July 2015	<u>267,320,780</u>	<u>41,415,857</u>
Shares on issue after 1:19 consolidation	13,591,699	41,415,857
Issue of shares at 0.00006608445 cents per share	15,132,151	1,000
Issue of shares at 0.001 cents per share	450,000,000	450,000
Capital raising costs	-	(32,1390)
Balance as at 30 June 2016	478,723,850	41,834,718

	Shares	\$
Opening balance as at 1 July 2014	167,156,892	38,862,375
Issue of shares at 2.55 cents per share being part consideration for the acquisition of Capricorn Investment Partners Limited and The Pentad Group	105,659,259	2,694,318
Issue of shares at 2.55 cents per share being satisfaction of member profit share entitlements	6,385,216	162,823
Issue of shares at 2.55 cents per share being directors remuneration	1,374,980	35,062
Shares approved by shareholders but not issued	(13,255,567)	(338,721)
Balance as at 30 June 2015	267,320,780	41,415,857

5. Audit status

These preliminary accounts are based on the Annual Financial Report which is currently being audited by Stantons International. Accordingly, these preliminary accounts are unaudited.

Aron Harkham
Director
31 August 2016