Appendix 4E

PRELIMINARY FINAL REPORT
12 MONTHS ENDED 30 JUNE 2009

Details of the reporting period and the previous corresponding period

Name of entity
AUTOMOTIVE TECHNOLOGY GROUP LIMITED

ACN	Reporting Period	Previous Corresponding Period
106 337 599	Year ended 30/06/2009	Year ended 30/06/2008

Results for announcement to the market

		Change		Amount
Revenue from ordinary activities	Down	20%	to	$463,717
Loss for ordinary activities after tax attributable to members	Up	6%	to	$5,793,738
Basic loss per share cents per share	Down	33%	to	6 cents

Dividends	Amount per Security	Franked amount per Security
Interim Dividend	Nil	Nil
Final Dividend	Nil	Nil

Record Date for determining dividend – N/A

Commentary on results and other significant information

Please refer to the attached 2009 unaudited financial statements for further information on a review of the Group's financial position and performance of the Group for the year ended 30 June 2009.

Dividend reinvestment plans

The Company does not operate dividend reinvestment plans.

Net Tangible Asset Backing

	2009 (cents)	2008 (cents)
Net Tangible Asset per ordinary share	1 cent	6 cents

Details of controlled entities acquired or disposed of

The Company has not acquired or disposed of any controlled entities during the year.

Details of associates and joint venture entities

The Company does not hold any interests in associated entities or joint venture entities.

Audit

This report is based on financial statements which are in the process of being audited.

JAY STEPHENSON
COMPANY SECRETARY

Review of Operations

During the first six months of the financial year ended 30 June 2009, as stated in the 2009 Half Year Report, ATG expanded its distribution network into China and United Arab Emirates (UAE) regions. In December 2008, ATG appointed Huachuang Zhenxin Automotive Technology Development Co Ltd as the exclusive distributor of ATG's Sprintex® Superchargers products in Greater China Region. It also signed a prototype evaluation agreement with Al Futtaim Motors with a view to securing exclusive distribution agreements for Sprintex® Supercharger Systems in the UAE.

ATG entered into initial feasibility studies with a party in China in respect of setting up volume production facilities and also entered into its first significant agreement with a Chinese Original Equipment Manufacturer (OEM).

ATG has built and commissioned a Society of Australian Engineers (SAE) compliant testing facility for automotive and industrial compressor applications.

ATG has received certification to ISO 9001/2008 and also achieved TUV certification ("Technischer Überwachungsverein" German safety and standards institution).

The Company continues to receive high levels of enquiry for its patented green Sprintex® Supercharging technology.

In the second half of the financial year ended 30 June 2009, ATG continued to expand its international distribution network. In February 2009, ATG signed a distribution agreement with a German Automotive Group, IAP Project Management GmbH for the distribution of ATG's Sprintex® supercharger products in Europe.

ATG has completed the development of the Sprintex® Series 5 superchargers and has filed an application for the patent on the compressor system.

Financial Review

The financial results for the 2009 financial year reflect tremendous research and development activities in the commercialisation and product testing of the new range of patented Sprintex® Superchargers as well as the negative impacts from the global financial crisis on automotive industry as a whole.

Operating results
The loss for the financial year was $5,793,738 when compared to a loss of $5,457,159 in the 2008 financial year, Sales for the year 2009 were $463,717 (2008, $580,863), representing a decrease of 20%. This was largely a result of continuous significant market testing and development of new product range during the second half of 2008 which continued to impact on sales revenues. It is evidenced by the dramatic increase in research and development cost by 100% in 2009. This trend is expected to be reversed as new products are released or scheduled to release to the markets in first half of the 2010 financial year.

Gross profit for the year ended 30 June 2009 was $42,075, compared to $279,221 in 2008. The reduction in gross profit was contributed by a vigorous discount sales program on Vee Two aftermarket and performance motorcycle accessories during the second half of the financial year as a result of strategic decision to focus on the development and manufacture of Sprintex® products in the coming year.

Results for 2009 year were also affected by:

- As a result of the strategic decision to have future focus on the development and manufacturing of Sprintex® products, provision for inventory was increased substantially in the amount of $653,442 (2008: $135,335)
- Foreign exchange loss of $1,950 during the year when compared to foreign exchange gain of $132,352 in 2008
- Research and development expenses increased by $1,259,278 during the year
- Recognition of share based payment of $57,500
- Increased marketing costs incurred by marketing consultants in Europe, quality control costs relating to ISO 9001/2008 compliance and audit costs and product quality assurance costs incurred in Europe
- Increased costs in trade mark and patent management

Outlook

The severity of the present economic global crisis and its effect on the automotive industry in turn affected the Company's future performance to an extent. However, management has plans to respond to the difficult operating environment by making future improvements in efficiency and implement cost reductions. These measures include:

- Implement restructuring programme to reduce operating cost base
- Cost reduction in all areas, particularly in areas that do not contribute to sales revenue
- Renegotiation of supply contracts or source alternative supply resources
- Outsourcing of manufacturing at lower costs; and
- Expanding manufacturing facilities in countries with lower cost base

28 August 2009

INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2009

		CONSOLIDATED ENTITY		PARENT ENTITY	
		2009	**2008**	**2009**	**2008**
		$	**$**	**$**	**$**
Revenue	4	463,717	580,863	463,717	580,863
Cost of goods sold		(421,642)	(301,642)	(421,642)	(301,642)
Gross profit		**42,075**	**279,221**	**42,075**	**279,221**
Other revenue and gains/(losses)	4	52,644	396,156	53,180	396,130
Distribution & marketing expenses		(358,237)	(533,758)	(358,237)	(533,758)
Occupancy expenses		(26,141)	(134,219)	(26,141)	(134,219)
Corporate expenses		(1,364,323)	(720,337)	(1,364,323)	(720,337)
Research & development expenses	4	(2,497,188)	(1,237,910)	(2,497,188)	(1,237,910)
Administration expenses		(1,081,858)	(2,856,169)	(1,076,994)	(2,846,370)
Other expenses	4	(760,722)	(801,028)	(760,722)	(264,643)
Impairment loss	4	-	-	(86,837)	(74,586)
Finance costs	4	(180,080)	(175,565)	(180,080)	(175,565)
Loss before income tax expense		**(6,173,830)**	**(5,783,609)**	**(6,255,267)**	**(5,848,422)**
Income tax benefit		380,092	326,450	380,092	326,450
Net loss for the year		**(5,793,738)**	**(5,457,159)**	**(5,875,175)**	**(5,521,972)**
Loss per share attributable to the ordinary equity holders of the Company					
Basic loss per share	5	(0.06)	(0.09)		
Diluted loss per share	5	(0.06)	(0.09)		

The above income statement should be read in conjunction with the accompanying notes.

BALANCE SHEET
AS AT 30 JUNE 2009

		CONSOLIDATED ENTITY		PARENT ENTITY	
	NOTES	2009 $	2008 $	2009 $	2008 $
CURRENT ASSETS					
Cash and cash equivalents	6	193,324	3,211,415	192,605	3,210,924
Trade and other receivables		159,104	325,108	159,104	325,108
Inventories		1,662,862	1,941,550	1,662,862	1,941,550
TOTAL CURRENT ASSETS		**2,015,290**	**5,478,073**	**2,014,571**	**5,477,582**
NON-CURRENT ASSETS					
Investments in controlled entities		-	-	536,699	623,536
Receivables		32,543	15,000	32,543	15,000
Property, plant and equipment		3,080,721	3,025,491	3,054,158	2,993,300
Goodwill & intellectual property		509,417	509,417	-	-
TOTAL NON-CURRENT ASSETS		**3,622,681**	**3,549,908**	**3,623,400**	**3,631,836**
TOTAL ASSETS		**5,637,971**	**9,027,981**	**5,637,971**	**9,109,418**
CURRENT LIABILITIES					
Trade and other payables		1,115,671	873,956	1,115,671	873,956
Interest bearing liabilities		2,054,209	1,021,216	2,054,209	1,021,216
Provisions		103,457	105,154	103,457	105,154
Other liabilities		509,085	17,972	509,085	17,972
TOTAL CURRENT LIABILITIES		**3,782,422**	**2,018,298**	**3,782,422**	**2,018,298**
NON-CURRENT LIABILITIES					
Interest bearing liabilities		**338,069**	**372,534**	**338,069**	**372,534**
TOTAL LIABILITIES		**4,120,491**	**2,390,832**	**4,120,491**	**2,390,832**
NET ASSETS		**1,517,480**	**6,637,149**	**1,517,480**	**6,718,586**
EQUITY					
Contributed equity	7	21,221,006	20,615,323	21,221,006	20,615,323
Reserves		1,301,524	1,233,138	1,301,524	1,233,138
Accumulated losses		(21,005,050)	(15,211,312)	(21,005,050)	(15,129,875)
TOTAL EQUITY		**1,517,480**	**6,637,149**	**1,517,480**	**6,718,586**

The above balance sheet should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2009

	Contributed equity		Reserves			
CONSOLIDATED ENTITY	**Ordinary shares**	**Convertible note equity**	**Asset revaluation reserve**	**Share option reserve**	**Accumulated losses**	**Total**
	$	$	$	$	$	$
Balance at 1 July 2007	**4,594,988**	**305,475**	**689,248**	-	**(9,754,153)**	**(4,164,442)**
Net income recognised directly in equity -						
Revaluation increase of land and buildings, net of deferred tax	-	-	142,840	-	-	142,840
Loss for the year	-	-	-	-	(5,457,159)	(5,457,159)
Total recognised income and expenses for the year	-	-	142,840	-	(5,457,159)	(5,314,319)
Issue of shares	15,425,643	-	-	-	-	15,425,643
Group reorganisation	4,399					4,399
Share issue expenses	(609,707)	-	-	-	-	(609,707)
Conversion of convertible note	1,200,000	(305,475)	-	-	-	894,525
Recognition of share-based payments	-	-	-	401,050	-	401,050
Balance at 30 June 2008	**20,615,323**	**-**	**832,088**	**401,050**	**(15,211,312)**	**6,637,149**
Loss for the year	-	-	-	-	(5,793,738)	(5,793,738)
Total recognised income and expenses for the year	-	-		-	(5,793,738)	(5,793,738)
Issue of shares (note 7)	621,090	-	-	-	-	621,090
Share issue expenses (note 7)	(15,407)	-	-	-	-	(15,407)
Issuance of Convertible note		10,886				10,886
Recognition of share-based payments		-	-	57,500		57,500
Balance at 30 June 2009	**21,221,006**	**10,886**	**832,088**	**458,550**	**(21,005,050)**	**1,517,480**

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

STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2009

	Contributed equity		Reserves			
PARENT ENTITY	**Ordinary shares**	**Convertible note equity**	**Asset revaluation reserve**	**Share option reserve**	**Accumulated losses**	**Total**
	$	$	$	$	$	$
Balance at 30 June 2007	**4,594,988**	**305,475**	**689,248**	**-**	**(9,607,903)**	**(4,018,192)**
Net income recognised directly in equity -						
Revaluation increase of land and buildings, net of deferred tax	-	-	142,840	-	-	142,840
Loss for the year	-	-	-	-	(5,521,972)	(5,521,972)
Total recognised income and expenses for the year	-	-	142,840	-	(5,521,972)	(5,379,132)
Issue of shares	15,425,643	-	-	-	-	15,425,643
Group reorganisation	4,399	-	-	-	-	4,399
Share issue expenses	(609,707)	-	-	-	-	(609,707)
Conversion of Convertible note	1,200,000	(305,475)	-	-	-	894,525
Recognition of share-based payments	-	-	-	401,050	-	401,050
Balance at 30 June 2008	**20,615,323**	**-**	**832,088**	**401,050**	**(15,129,875)**	**6,718,586**
Loss for the year	-	-		-	(5,875,175)	(5,875,175)
Total recognised income and expenses for the year	**-**	**-**		-	(5,875,175)	(5,875,175)
Issue of shares (note 7)	621,090	-	-	-	-	621,090
Share issue expenses (note 7)	(15,407)	-	-	-	-	(15,407)
Issuance of Convertible Note		10,886			-	10,886
Recognition of share-based payments		-	-	57,500	-	57,500
Balance at 30 June 2009	**21,221,006**	**10,886**	**832,088**	**458,550**	**(21,005,050)**	**1,517,480**

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

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2009

		CONSOLIDATED ENTITY		PARENT ENTITY	
	NOTES	**2009 $**	**2008 $**	**2009 $**	**2008 $**
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers		487,402	437,309	487,402	427,283
Payments to suppliers and employees		(5,421,989)	(6,386,695)	(5,421,989)	(6,314,392)
Interest and finance lease charges paid		(180,080)	(175,565)	(180,080)	(175,565)
Interest received		58,813	48,465	58,813	48,463
Grants received		380,092	326,450	380,092	326,450
Net cash flows used in operating activities	8	(4,675,762)	(5,750,036)	(4,675,762)	(5,687,761)
CASH FLOWS FROM INVESTING ACTIVITIES					
Advances to related parties		-	-	-	(74,586)
Advances to non-related parties		(17,543)	(15,000)	(17,543)	(15,000)
Placement of secured deposit		(60,000)	(140,000)	(60,000)	(140,000)
Proceeds from sale of property, plant and equipment		10,944	76,856	10,944	76,531
Payments for property, plant and equipment		(343,524)	(345,688)	(343,524)	(324,661)
Net cash flows used in investing activities		(410,123)	(423,832)	(410,123)	(477,716)
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from borrowings – related parties		1,333,083	1,278,452	1,333,083	1,278,452
Foreign exchange variance		-	132,352	-	132,328
Proceeds from borrowings – insurance premium funding		82,208	133,552	82,208	133,552
Proceeds from borrowings – others		88,518	-	88,518	-
Repayment of borrowings – related parties		(225,000)	-	(225,000)	
Repayment of borrowings - hire purchase contracts		(202,377)	(183,937)	(202,377)	(183,936)
Repayment of borrowings – insurance premium funding		(105,476)	(207,315)	(105,476)	(207,315)
Proceeds from convertible note		150,000	-	150,000	-
Proceeds from share capital raising		605,683	8,048,400	605,683	8,048,400
Capital raising costs capitalised		-	(609,707)	-	(609,707)
Net cash flows generated from financing activities		1,726,639	8,591,797	1,726,639	8,591,774
Net decrease)/increase in cash held		(3,359,245)	2,417,929	(3,359,245)	2,426,297
Net foreign exchange differences		(3,022)	-	(3,250)	-
Cash at the beginning of the financial period		2,348,073	(69,856)	2,347,582	(78,715)
Cash at the end of the financial period	6	(1,014,194)	2,348,073	(1,014,913)	2,347,582

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

1. Summary of significant accounting policies

The financial report for the year ended 30 June 2009 have been prepared in accordance with Australian equivalents to the International Financial Reporting Standards (AIRFSs), other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issuers Group Interpretations and the *Corporations Act 2001*.

This financial report does not include notes of the type normally included in an annual financial report.

It is recommended that the preliminary final report be read in conjunction with the annual report for the year ended 30 June 2008 and considered together with any public announcements made by the Company during the year in accordance with the continuous disclosure obligations of the ASX listing rules.

The accounting policies adopted are consistent with those of the previous financial year. Certain comparatives for the year ended 30 June 2008 have been reclassified where necessary for consistency with current year disclosures.

2. Basis of preparation of financial statements

The financial report has been prepared on the historical cost basis except for land and buildings which have been measured at fair value.

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements, and have been applied consistently by Group entities.

Going concern

The consolidated entity has net assets of $1,517,480 as at 30 June 2009 (2008: $6,637,149) and incurred an operating loss of $5,793,738 (2008: $5,457,159) for the year ended 30 June 2009. The consolidated entity's ability to continue as a going concern and meet its debts and future commitments as and when they fall due is dependent on a number of factors, including:

- the completion of the issuance of Placement Shares and Entitlement Issue as further disclosed in note 9 to the financial report;
- the ability to raise sufficient working capital to ensure the continued implementation of the Company's long term business plan; and
- delivery of existing and new products through the Group's distribution network to generate sales revenues and positive cash flows.

The financial report has been prepared on a going concern basis. In arriving at this position the directors have had regard to the fact that the Company has, or in the directors' opinion will have access to, sufficient cash to fund administrative and other committed expenditure for a period of not less than 12 months from the date of this report. Please refer to note 9 to the financial report for disclosure of funds raised subsequent to the balance sheet date.

Should the Group not achieve the matters set out above, there is significant uncertainty whether it will be able to continue as a going concern and therefore whether it will be able to pay its debts as and when they fall due and realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

3. Segment Information

The Group is operating in one segment, being the manufacture and distribution of the patented range of Sprintex® superchargers and Vee Two aftermarket and performance motorcycle accessories.

	CONSOLIDATED ENTITY		PARENT ENTITY	
	2009	**2008**	**2009**	**2008**
	$	**$**	**$**	**$**
4. Revenue and expenses				
Revenue				
Sales of goods and services	463,717	580,863	463,717	580,863
Other revenue and gains/(losses)				
Interest income	58,813	48,465	58,813	48,463
Convertible note interest forgiven	-	194,924	-	194,924
(Loss)/Gain on disposal of property, plant and equipment	(4,219)	20,415	(3,455)	20,415
Net exchange (loss)/gain	(1,950)	132,352	(2,178)	132,328
	52,644	396,156	53,180	396,130
Employee payments including benefits				
Salaries and wages	2,042,098	2,195,596	2,042,098	2,195,596
Superannuation expense	180,540	178,145	180,540	178,145
Annual leave expense	3,588	(18,915)	3,588	(18,915)
Long service leave expense	(1,021)	(4,872)	(1,021)	(4,872)
Other employment expense	199,098	28,886	199,098	28,886
	2,424,303	2,378,840	2,424,303	2,378,840
Less: Research & development staff costs	(609,671)	(644,888)	(609,671)	(644,888)
Total employee payments	1,814,632	1,733,952	1,814,632	1,733,952
Research & development expenses				
Research and development staff costs	609,671	644,888	609,671	644,888
Legal costs	-	38,462	-	38,462
Consultant costs	201,830	158,629	201,830	158,629
Materials / services costs	1,659,384	231,987	1,659,384	231,987
Travel expenses	26,303	163,944	26,303	163,944
Total research & development expenses	2,497,188	1,237,910	2,497,188	1,237,910
Depreciation and amortisation expenses				
Depreciation of property, plant and equipment	322,503	243,174	317,639	237,309
Amortisation for leasehold improvements	43,129	48,068	43,129	48,069
Total depreciation and amortisation	365,632	291,242	360,768	285,378
Impairment loss				
Intercompany receivable	-	-	-	74,586
Investment in controlled entities	-	-	86,837	-
Total impairment loss	-	-	86,837	74,586
Other expenses				
Capital raising expenses	49,780	264,643	49,780	264,643
Share based payments	57,500	401,050	57,500	401,050
Provision for inventory	653,442	135,335	653,442	135,335
Total other expenses	760,722	801,028	760,722	801,028
Finance costs				
Interest and finance charges paid	172,101	175,565	172,101	175,565
Convertible note interest	7,979	-	7,979	-
Total finance costs	180,080	175,565	180,080	175,565

5. Loss per share

The calculation of basic loss per share is based on the net loss from ordinary activities attributable to equity holders of the Company for the year of $5,793,738 (2008: $5,457,159) and the weighted average of 104,390,494 (2008: 62,173,045) ordinary shares in issue during the year.

Diluted loss per share amount for the year was the same as the basic loss per share as the share options outstanding as at 30 June 2009 had an anti-dilutive effect on the basic loss per share.

		CONSOLIDATED ENTITY		PARENT ENTITY	
		2009	**2008**	**2009**	**2008**
		$	**$**	**$**	**$**
6.	**Cash and cash equivalents**				
	Cash at bank	(6,721)	3,070,415	(7,440)	3,069,924
	Cash held on security deposit	200,000	140,000	200,000	140,000
	Cash on hand	45	1,000	45	1,000
		193,324	3,211,415	192,605	3,210,924
	Reconciliation to Cash Flow Statement				
	For the purpose of the Cash Flow Statement, cash and cash equivalents comprise the following at 30 June:				
	Cash assets	193,324	3,211,415	192,605	3,210,924
	Cash held on security deposit	(200,000)	(140,000)	(200,000)	(140,000)
	Bank overdrafts	(1,007,518)	(723,342)	(1,007,518)	(723,342)
		(1,014,194)	2,348,073	(1,014,913)	2,347,582

Cash held on security deposit represents fixed deposits for a term of 6 months maturing on 22 December 2009. The deposits bear interest at a weighted average rate of 2.7% per annum. The deposits are pledged against the bank facilities granted to the Company.

7.	**Contributed equity**				
	Paid up capital – ordinary shares	21,846,120	21,225,030	21,846,120	21,225,030
	Capital raising costs capitalised	(625,114)	(609,707)	(625,114)	(609,707)
		21,221,006	20,615,323	21,221,006	20,615,323

Ordinary shares

Movements in ordinary share capital	Date	Number of shares	$
Balance at 1 July 2008		102,944,000	20,615,323
Issue of Placement Shares at $0.12 each (note i)	Feb to Jun 2009	5,150,750	618,090
Issuance of shares at $0.12 each (note ii)	23 Mar 2009	25,000	3,000
Less capital raising costs capitalised			(15,407)
Contributions to equity net of transaction costs during the year			605,683
Balance as at 30 June 2009		108,119,750	21,221,006

Holders of ordinary shares are entitled to receive dividends from time to time and are entitled to one vote per share at shareholders meetings. In the event of a winding up of the Company, ordinary shareholders rank after all other shareholders and creditors, and are fully entitled to any surplus proceeds of liquidation.

(i) *Placement of 8,500,000 ordinary shares at an offer price of $0.12 per share*
On 11 February 2009, the Company announced its intention to issue up to 8,500,000 shares at an offer price of $0.12 per share to related parties and other sophisticated investors for working capital. The structure of the placement was a subscription of one ordinary shares of the Company for $0.12 per share ("Placement Shares") and purchase of one ordinary share from CMIH Enterprises Pty Limited, a controlled entity of Mr Anthony Hamilton for $0.05 per share. As of the date of this report, 5,150,750 Placement Shares has been allotted. A further of 3,349,250 shares shall be allotted to shareholders upon the approval from shareholders. Related subscription monies in total of $401,910 were recorded as unsecured loans to the Company

(ii) *Shares at $0.12 per share*
Pursuant to a board resolution dated 20 February 2009, 25,000 ordinary shares at $0.12 per share were issued on 23 March 2009 to a shareholder of the Company in consideration of the shareholder granting an unsecured loan of $100,000 to the Company on 30 December 2008. The loan was fully repaid on 20 January 2009.

	CONSOLIDATED ENTITY		PARENT ENTITY	
	2009 $	**2008 $**	**2009 $**	**2008 $**
8. Cash flow statement reconciliation				
(a) Reconciliation of cash flows from operating activities to operating loss after income tax				
Operating loss after income tax	(5,793,738)	(5,457,159)	(5,875,175)	(5,521,970)
Add non-cash items:				
Share based payments	57,500	401,050	57,500	401,050
Convertible note imputed interest over coupon interest	2,894	(194,924)	2,894	(194,924)
Depreciation and amortisation	365,632	291,242	360,768	285,378
Impairment loss	-	-	86,837	74,586
Net loss/(gain) on disposal of property, plant and equipment	4,219	(20,415)	3,455	(20,415)
Exchange difference	3,022	(132,352)	3,250	(132,328)
Changes in assets and liabilities				
Decrease/(increase) in trade and other receivables	166,003	(132,770)	166,003	(141,659)
Decrease/(increase) in inventories	278,688	(237,881)	278,688	(237,881)
Increase/(decrease) in trade and other payables	243,516	(213,252)	243,516	(184,890)
Decrease in provision for warranty	(6,161)	(26,021)	(6,161)	(10,390)
Increase/(decrease) in provision for employee entitlements	2,663	(27,554)	2,663	(4,318)
Net cash flows used in operating activities	(4,675,762)	(5,750,036)	(4,675,762)	(5,687,761)

(b) Non-cash financing and investing activities

During the year ended 30 June 2009, the Group and the Company acquired $92,500 of equipment under finance leases. This acquisition will be reflected in the cash flow statement over the term of the finance lease via lease repayments.

9. Events occurring after the balance sheet date

(a) As disclosed in the Company's announcement dated 13 August 2009, the Company has received and accepted the resignation of Mr Anthony Hamilton as Executive Director- Operations effective 31 August 2009. The Board has agreed terms with Mr Hamilton who will remain as a non-executive director until no later than 31 October 2009.

(b) As disclosed in more detail in the Company's announcement dated 26 August 2009, the Company entered into a Placement and Underwriting Agreement with an existing shareholder to raise up to $6,255,988. The Underwriting relates to an Entitlement Offer of a one for one non-renounceable rights issue of fully paid ordinary shares in the Company at an issue price of $0.05 per share ("Entitlement Issue") to raise up to approximately $5,830,988. The existing shareholder will subscribe 8,500,000 placement shares at $0.05 per share and will underwrite up to 20 million fully paid ordinary shares at $0.05 per share of the shortfall of the Entitlement Issue.