



Hostech Limited
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27 August 2010

ASX Announcement

2010 Annual Results

310% Revenue Growth

Hostech Limited (the Company) today announced its full year result for the 2010 financial year reporting a net loss of \$1.7m. This loss was a marked improvement on 2009's loss of \$7.9m. Revenue for the year grew by 310% to \$21.8m.

During the six months ended 30 June 2010 the Group acquired the following businesses through a \$9.1m capital raising and the exercising of existing options;

- Jan 10: 5 Star Telecom – telecommunications provider with a SME focus
- Jan 10: OfficeLink Plus – an IP network provider with IP telephony products
- Apr 10: Anittel– a national full service IT solutions provider that also offers telecommunications services
- Apr 10: Accord Technologies (WA)– IT solutions provider in WA focused on the education sector
- Apr10: Axxis Technology– IT solutions provider servicing central regional NSW
- Apr10: Aspirence – IT solutions provider servicing southern regional NSW

These acquisitions have expanded our team to 230 people in 15 locations servicing the IT and telephony needs of SMEs across Australia. The revitalised group has increased revenues from \$2.4m for the six months ended 31 December to \$19.4m for the six months ended 30 June 2010. The increased revenues have resulted in a small operational EBITDA profit before one-off acquisition related costs for the six months ended 30 June 2010. Even when incorporating these costs the Group's net loss of \$700k was a significant improvement on the \$1.0m loss for the six months ended 31 December 2010.

The Board would like to reaffirm its guidance for FY2011 with revenues of \$70-\$90m delivering an EBITDA profit in the range of \$7-\$9m. This result will be achieved through further acquisitions, a focus on organic growth in recurring service revenues and continuous improvement of the Group's processes and cost management.

The company will release its Annual report on Friday 24 September 2010.

Justyn Stedwell

Company Secretary

On behalf of the Board of Directors

Hostech Limited

About Hostech:

Hostech under the Anittel brand provides voice, data, mobility, PBX , IT and hosted IP telephony services to small and medium sized enterprises, with a particular focus on regional Australia. The company is expanding through organic growth and targeted acquisitions to offer the scale, geographic reach and expertise for existing and prospective customers in this underserved market space.

Appendix 4E

Preliminary Final Report

1. Company details

Name of entity

Hostech Limited

ABN or equivalent company reference Financial year ended ('current period') Period ended ('previous period'):

98 009 805 298	30 June 2010	30 June 2009
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2. Results for announcement to the market

\$A'000

2.1	Revenues from operations	Up 310%	to	21,781
2.2	(Loss) from operations after tax attributable to members	Down 78%	to	1,725
2.3	Net (loss) for the period attributable to members	Down 78%	to	1,725
2.4	Dividends	Amount per security	Franked amount per security	
	Final dividend proposed	NIL		NIL
	Interim dividend	NIL		NIL
2.5	Net tangible assets per security			
	As at 30 June 2010	(0.007) cents		
	As at 30 June 2009	0.002 cents		

3. This report is based on +accounts to which one of the following applies.

(Tick one)

The +accounts have been audited.

The +accounts have been subject to review.

The +accounts are in the process of being reviewed.

The +accounts are in the process of being audited.

The +accounts have *not* yet been audited or reviewed.

4 Brief Explanation of Results:

See covering announcement.

Sign here:



(Company Secretary)

Date: 26 August 2010

Print name: Justyn Stedwell

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30 June 2010

	Note	2010 \$	2009 \$
Continuing operations			
Sale of goods		13,520,720	3,552,581
Rendering of services		7,902,734	1,708,211
Finance revenue		40,192	22,928
Other income		317,073	24,775
Revenue		<u>21,780,719</u>	<u>5,308,495</u>
Cost of sales	2(a)	<u>(13,663,334)</u>	<u>(3,217,028)</u>
Gross Profit		8,117,385	2,091,467
Goodwill impairment		-	(6,315,241)
Occupancy expenses	2(b)	(604,597)	(291,114)
Finance expenses	2(c)	(455,614)	(36,285)
Administrative Expenses	2(d)	(7,629,253)	(3,092,833)
Other expenses	2(e)	<u>(1,153,584)</u>	<u>(737,646)</u>
Loss from continuing operations before income tax		(1,725,663)	(8,381,652)
Income tax credit		-	<u>354,287</u>
Loss from continuing operations after income tax		(1,725,663)	(8,027,365)
Discontinued operations			
Profit/(loss) from discontinued operations after income tax		-	<u>78,037</u>
Net loss attributable to members of Hostech Limited		(1,725,663)	(7,949,328)
Other Comprehensive Income			
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income for the period		-	-
Total comprehensive income for the period attributed to members of Hostech Limited		(1,725,663)	(7,949,328)
Loss per share (cents per share):			
Basic loss per share		(0.25)	(3.24)
Diluted loss per share		(0.25)	(3.24)

PROVISIONAL BALANCE SHEET

As at 30 June 2010

	Note	2010 \$	2009 \$
ASSETS			
Current Assets			
Cash and cash equivalents		756,312	1,900,368
Trade and other receivables		7,628,828	582,916
Inventories		821,386	-
Other current Assets		299,279	-
Total current assets		<u>9,505,805</u>	<u>2,483,284</u>
Non-current Assets			
Other non- current asset		358,395	-
Property, plant and equipment		1,848,922	235,813
Intangible assets and goodwill	3,8	38,094,080	4,815,601
Total non-current assets		<u>40,301,397</u>	<u>5,051,414</u>
TOTAL ASSETS		<u>49,807,202</u>	<u>7,534,698</u>
LIABILITIES			
Current Liabilities			
Trade and other payables		12,539,293	989,028
Convertible notes	4	104,985	104,985
Interest bearing loans and borrowings	11	3,760,847	41,410
Provisions		997,842	131,029
Total Current Liabilities		<u>17,402,967</u>	<u>1,266,452</u>
Non-current Liabilities			
Interest bearing loans and borrowings		3,674,590	83,982
Provisions		137,768	8,993
Total Non-current Liabilities		<u>3,812,358</u>	<u>92,975</u>
TOTAL LIABILITIES		<u>21,215,325</u>	<u>1,359,427</u>
NET ASSETS		<u>28,591,877</u>	<u>6,175,271</u>
EQUITY			
Contributed equity	4	50,133,378	31,191,109
Other Equity	5	5,200,000	-
Convertible notes	6	5,015	5,015
Accumulated losses	7	(26,746,516)	(25,020,853)
TOTAL EQUITY		<u>28,591,877</u>	<u>6,175,271</u>

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2010

	Issued Capital \$	Other Equity \$	Convertible Notes \$	Other Reserves \$	Accumulated Losses \$	Total Equity \$
As at 1 July 2008	28,543,859	-	13,298	387,062	(17,458,587)	11,485,632
Loss for the year					(7,949,328)	(7,949,328)
Issue of share capital	2,737,500	-	-	-	-	2,737,500
Share issue costs	(90,250)	-	-	-	-	(90,250)
Expired Share Options	-	-	-	(387,062)	387,062	-
Convertible notes redeemed or converted	-	-	(8,283)	-	-	(8,283)
As at 30 June 2009	31,191,109	-	5,015	-	(25,020,853)	6,175,271
As at 1 July 2009	31,191,109	-	5,015	-	(25,020,853)	6,175,271
Loss for the year					(1,725,663)	(1,725,663)
Shares issued	18,942,269	5,200,000	-	-	-	24,142,269
Issue of convertible notes	-	-	500,000	-	-	500,000
Convertible notes redeemed or converted	-	-	(500,000)	-	-	(500,000)
As at 30 June 2010	50,133,378	5,200,000	5,015	-	(26,746,516)	28,591,877

CASHFLOW STATEMENT

For the year ended 30 June 2010

	Note	2010 \$	2009 \$
Cash flows from operating activities			
Receipts from customers		20,200,574	6,171,793
Interest received		40,192	20,750
Interest paid		(43,221)	-
Income tax credits		-	354,287
Payments to suppliers and employees		(23,623,551)	(7,893,640)
Net cash flows from/(used in) operating Activities		<u>(3,426,006)</u>	<u>(1,346,810)</u>
Cash flows from investing activities			
Proceeds from other current assets		-	100,000
Loans to controlled entities		-	(18,500)
Payments for property, plant & equipment		(288,995)	-
Payment for subsidiary, net of cash acquired		(7,388,817)	-
Transfer to / refund of term deposit		-	(180,000)
Net cash flows from/(used in) investing Activities		<u>(7,677,812)</u>	<u>(98,500)</u>
Cash flows from financing activities			
Proceeds from issue of shares		9,867,625	2,537,500
Payments on redemption of convertible notes		-	(200,000)
Payment of share issue expenses		-	(11,000)
Proceeds from borrowings		1,594,232	-
Repayment of borrowings		(1,414,138)	-
Repayment of finance lease liabilities		(90,957)	-
Interest paid on convertible notes		-	(20,698)
Net cash flows from/(used in) financing Activities		<u>9,956,762</u>	<u>2,305,802</u>
Net increase/(decrease) in cash and cash Equivalents		(1,144,056)	860,492
Cash and cash equivalents at beginning of the year		<u>1,900,368</u>	<u>1,039,876</u>
Cash and cash equivalents at end of the year		<u>756,312</u>	<u>1,900,368</u>

NOTES TO THE PRELIMINARY FINAL REPORT

1. BASIS OF PREPARATION OF FINANCIAL REPORT

The financial report is a preliminary final report, which has been prepared in accordance with the requirements of the ASX listing rules, using the measurement rules under Australian Accounting Standards. It has also been prepared on a historical cost basis and is presented in Australian dollars.

2. EXPENSES

	2010	2009
	\$	\$
(a) COGS		
Purchases – components	(10,253,972)	(2,135,063)
Carriage Services	(2,573,815)	(1,061,389)
Other	(835,547)	(20,576)
	<u>(13,663,334)</u>	<u>(3,217,028)</u>
(b) OCCUPANCY EXPENSES		
Operating Lease Rentals	(604,597)	(291,114)
	<u>(604,597)</u>	<u>(291,114)</u>
(c) FINANCE EXPENSES		
Capital Fund Raising Expense	(281,750)	-
Charges, Other Persons/Corporations	(162,614)	(15,587)
Convertible notes interest	(11,250)	(20,698)
	<u>(455,614)</u>	<u>(36,285)</u>
(d) ADMINISTRATION EXPENSES		
Directors Fees	(192,302)	(73,049)
Depreciation	(316,331)	(151,055)
Management & Consultants fees	(423,301)	(158,738)
Salaries & Wages	(6,095,964)	(2,418,863)
Audit, accounting & legal	(601,355)	(291,128)
	<u>(7,629,253)</u>	<u>(3,092,833)</u>
(e) OTHER EXPENSES		
Advertising & Marketing	(61,010)	3,697
Regulatory	(117,464)	-
Travel expenses	(141,125)	(18,448)
Insurance	(81,955)	(42,065)
Telephones	(205,598)	(99,431)
Motor vehicle expenses	(116,863)	(70,042)
Other	(429,569)	(511,357)
	<u>(1,153,584)</u>	<u>(737,646)</u>

NOTES TO THE PRELIMINARY FINAL REPORT (continued)

3. INTANGIBLE ASSETS AND GOODWILL

	Intangible Assets	Goodwill	Total
	\$	\$	\$
Year ended 30 June 2010			
At 1 July 2009 net of accumulated amortisation and impairment	-	4,815,601	4,815,601
Acquisition of subsidiary	303,204	-	-
Additions	-	32,975,275	33,278,479
Impairment	-	-	-
At 30 June 2010 net of accumulated amortisation and impairment	<u>303,204</u>	<u>37,790,876</u>	<u>38,094,080</u>
At 30 June 2010			
Cost (gross carrying amount)	303,204	37,790,876	38,094,080
Accumulated amortisation and impairment	-	-	-
Net carrying amount	<u>303,204</u>	<u>37,790,876</u>	<u>38,094,080</u>
Year ended 30 June 2009			
At 1 July 2008 net of accumulated amortisation and impairment	-	11,130,842	11,130,842
Additions	-	-	-
Impairment	-	(6,315,241)	(6,315,241)
At 30 June 2009 net of accumulated amortisation and impairment	-	4,815,601	4,815,601
At 30 June 2009			
Cost (gross carrying amount)	3,520,562	12,154,222	15,674,784
Accumulated amortisation and impairment	(3,520,562)	(7,338,621)	(10,859,183)
Net carrying amount	<u>-</u>	<u>4,815,601</u>	<u>4,815,601</u>

*Goodwill is broken down as follows:

Sholl Communication (Aust) Pty Ltd	1,951,053
OneNetwork Pty Ltd	2,462,456
AK Communications Pty Ltd	402,092
Axxis Technology Pty Ltd	1,970,259
Accord Technologies (WA) Pty Ltd	7,494,934
Anittel Limited	20,858,714
Assets & Liabilities of Aspirence Pty Ltd	524,982
Assets & Liabilities of 5 Star Telecom Pty Ltd	1,273,743
Assets & Liabilities of OfficeLink Plus Pty Ltd	852,643
Total	<u>37,790,876</u>

NOTES TO THE PRELIMINARY FINAL REPORT (continued)

4. CONTRIBUTED EQUITY

	2010 \$	2009 \$
Ordinary shares		
Issued and fully paid		
(a)	50,133,378	31,191,109

(a) Issued ordinary shares during the year

	No. Of Ordinary Shares 2010	\$ 2010	No. Of Ordinary Shares 2009	\$ 2009
As at 1 July	494,216,942	31,191,109	220,466,942	28,543,859
Movement in ordinary shares on issue				
On 4 March 2009, issue of 20,000,000 fully paid ordinary shares at an issue price of \$0.01 per share	-	-	20,000,000	200,000
On 5 May 2009, issue of 3,750,000 fully paid ordinary shares at an issue price of \$0.01 per share	-	-	3,750,000	37,500
On 2 June 2009, issue of 250,000,000 fully paid ordinary shares at an issue price of \$0.01 per share	-	-	250,000,000	2,500,000
On 25 September 2009, issue of 2,500,000 fully paid shares at an issue price of \$0.02 per share	2,500,000	50,000	-	-
On 20 October 2009, issue of 17,500,000 fully paid shares at an issue price of \$0.02 per share	17,500,000	350,000	-	-
On 8 January 2010, issue of 500,000 fully paid shares at an issue price of \$0.013 per share	500,000	6,500	-	-
On 11 January 2010, issue of 2,500,000 fully paid shares at an issue price of \$0.02 per share	2,500,000	50,000	-	-
On 14 January 2010, issue of 45,000,000 fully paid shares at an issue price of \$0.02 per share (Closing Price-\$0.023)	45,000,000	1,035,000	-	-
On 19 January 2010, issue of 32,500,000 fully paid shares at an issue price of \$0.02 per share(Closing Price -\$0.023)	32,500,000	747,500	-	-
On 21 January 2010, issue of 2,500,000 fully paid shares at an issue price of \$0.02 per share	2,500,000	50,000	-	-
On 17 February 2010, issue of 125,000 fully paid shares at an issue price of \$0.013 per share	125,000	1,625	-	-
On 24 February 2010, issue of 1,000,000 fully paid shares at an issue price of \$0.013 per share	1,000,000	13,000	-	-
On 9 March 2010, issue of 1,250,000 fully paid shares at an issue price of \$0.01 per share	1,250,000	12,500	-	-
On 26 March 2010, issue of 1,000,000 fully paid shares at an issue price of \$0.013 per share	1,000,000	13,000	-	-
On 19 April 2010, issue of 87,500,000 fully paid shares at an issue price of \$0.02 per share(Closing Price -\$0.038)	87,500,000	3,325,000	-	-
On 21 April 2010, issue of 378,175,000 fully paid shares at an issue price of \$0.02 per share	378,175,000	7,563,500	-	-
On 21 April 2010, issue of 96,000,000 fully paid shares at an issue price of \$0.025 per share(Closing Price -\$0.35)	96,000,000	3,360,000	-	-
On 21 April 2010, issue of 3,571,428 fully paid shares at an issue price of \$0.028 per share(Closing Price -\$0.035)	3,571,428	125,000	-	-
On 21 April 2010, issue of 3,750,000 fully paid shares at an issue price of \$0.01 per share	3,750,000	37,500	-	-

On 23 April 2010, issue of 25,000,000 fully paid shares at an issue price of \$0.02 per share	25,000,000	500,000	-	-
On 30 April 2010, issue of 25,000,000 fully paid shares at an issue price of \$0.02 per share	25,000,000	500,000	-	-
On 30 April 2010, issue of 17,857,143 fully paid shares at an issue price of \$0.028 per share(Closing Price -\$0.028)	17,857,143	482,144	-	-
On 5 May 2010, issue of 62,000,000 fully paid shares at an issue price of \$0.01 per share	62,000,000	620,000	-	-
On 19 May 2010, issue of 10,000,000 fully paid shares at an issue price of \$0.01 per share	10,000,000	100,000	-	-
Transaction costs on share issue	-	-	-	(90,250)
Closing balance as at 30 June	<u>1,309,445,513</u>	<u>50,133,378</u>	<u>494,216,942</u>	<u>31,191,109</u>

5. OTHER EQUITY

	2010	2009
	\$	\$
Other Equity	<u>5,200,000</u>	-

As part of the consideration for the purchase of Anittel on 16 April 2010, Flaxton Hunter Pty Limited transferred 100,000,000 ordinary shares and 50,000,000 1 cent options to Anittel shareholders at an agreed value of 2.0 cents per share and 1 cent per option.

Australian accounting standards state that fair value of a stock listed on an exchange is its quoted price. The quoted price has therefore been used to measure the fair value of consideration given in the form of stock for the acquisition made on the date 'control' was achieved. That being the case, the transfers are valued at 3.8 cents per ordinary share and 2.8 cents per 1 cent option giving rise to the other equity balance of \$5,200,000.

6. CONVERTIBLE NOTES

	2010	2009
	\$	\$
Convertible Notes	<u>5,015</u>	<u>5,015</u>

As at 30 June 2010, convertible notes outstanding totalled \$110,000. These notes carry the following terms:

- \$100,000 1 year convertible notes at \$0.125 per share, 8% interest per annum
- \$10,000 2 years convertible notes at \$0.125 per share, 10% interest per annum

NOTES TO THE PRELIMINARY FINAL REPORT (continued)

The carrying amount of the convertible notes approximates their fair value.
 The convertible notes are redeemable at call.
 Fully paid ordinary shares carry one vote per share and carry the right to dividends.

7. CUMULATED LOSSES AND RESERVES

Movements in accumulated losses were as follows:

	2010 \$	2009 \$
Balance 1 July	(25,020,853)	(17,458,587)
Net Loss	(1,725,663)	(7,949,328)
Expired Share Options	-	387,062
Balance 30 June	<u>(26,746,516)</u>	<u>(25,020,853)</u>

8. DIVIDENDS

No dividend was paid during the financial year.

9. BUSINESS COMBINATIONS

OfficeLink Plus Pty Limited

On 1 January 2010, Hostech Limited acquired assets and liabilities of OfficeLink Plus Pty Limited.

The total cost of the combination was \$900,000 made up of \$250,000 cash and 32.5 million ordinary shares at an agreed value of 2.0 cents each.

Australian accounting standards state that fair value of a stock listed on an exchange is its quoted price. The quoted price has therefore been used to measure the fair value of consideration given in the form of stock for the acquisition made on the date 'control' was achieved. The share price on 1 January was 2.3 cents therefore the total cost of the combination was increased to \$997,500.

At the date of acquisition, Hostech was involved in the supply of IT and telephony goods and services. As a result of the combination, it has increased its national footprint of managed private network services to business customers.

The provisional fair value of identifiable assets and liabilities of OfficeLink as at the date of acquisition was \$144,857.

NOTES TO THE PRELIMINARY FINAL REPORT (continued)

5 Star Telecom Pty Limited

On 1 January 2010, Hostech Limited acquired assets and liabilities of 5 Star Telecom Pty Limited.

The total cost of the combination was \$1,030,000 made up of \$130,000 cash and 45.0 million ordinary shares at an agreed value of 2.0 cents each.

Australian accounting standards state that fair value of a stock listed on an exchange is its quoted price. The quoted price has therefore been used to measure the fair value of consideration given in the form of stock for the acquisition made on the date 'control' was achieved. The share price on 1 January was 2.3 cents therefore the total cost of the combination was increased to \$1,165,000.

At the date of acquisition, Hostech was involved in the supply of IT and telephony goods and services. As a result of the combination, it has increased its national footprint of telecommunication goods and services.

The provisional fair value of identifiable assets and liabilities of 5 Star as at the date of acquisition was net liabilities of \$108,743.

Anittel Limited

On 16 April 2010, Hostech Limited acquired 100% of the shares in Anittel Limited.

The total cost of the combination was \$4,978,873 made up of \$728,873 cash, 187.5 million ordinary shares at an agreed value of 2.0 cents each and 50.0 million 1 cent options at an agreed value of 1.0 cent.

Australian accounting standards state that fair value of a stock listed on an exchange is its quoted price. The quoted price has therefore been used to measure the fair value of consideration given in the form of stock for the acquisition made on the date 'control' was achieved. The share price on 16 April was 3.8 cents therefore the total cost of the combination was increased to \$9,253,873.

At the date of acquisition, Hostech was involved in the supply of IT and telephony goods and services. As a result of the combination, it has increased its national footprint in the provision of IT and telecommunication good and services.

The provisional fair value of identifiable assets and liabilities of Anittel as at the date of acquisition was net liabilities of \$11,604,841.

Aspirence

On 19 April 2010, Anittel Limited a 100% owned subsidiary of Hostech Limited acquired asset and liabilities of Aspirence Pty Limited.

The total cost of the combination was \$950,928 made up of \$750,357 cash, an earn-out cost estimated to be \$100,571 and 3,571,428 ordinary shares at an agreed value of 2.8 cents each.

NOTES TO THE PRELIMINARY FINAL REPORT (continued)

Australian accounting standards state that fair value of a stock listed on an exchange is its quoted price. The quoted price has therefore been used to measure the fair value of consideration given in the form of stock for the acquisition made on the date 'control' was achieved. The share price on 19 April was 3.5 cents therefore the total cost of the combination was increased to \$975,928.

At the date of acquisition, Hostech was involved in the supply of IT and telephony goods and services. As a result of the combination, it has increased its national footprint in providing IT and telecommunication good and services.

The provisional fair value of identifiable assets and liabilities of Aspirence as at the date of acquisition was \$450,946.

Accord Technologies (WA) Pty Limited

On 22 April 2010, Anittel Limited a 100% owned subsidiary of Hostech Limited acquired 100% of the shares in Accord Technologies (WA) Pty Limited.

The total cost of the combination was \$6,803,028 made up of \$4,403,028 in cash and 96.0 million ordinary shares with an agreed value of 2.5 cents each.

Australian accounting standards state that fair value of a stock listed on an exchange is its quoted price. The quoted price has therefore been used to measure the fair value of consideration given in the form of stock for the acquisition made on the date 'control' was achieved. The share price on 22 April was 3.5 cents therefore the total cost of the combination was increased to \$7,763,028.

At the date of acquisition, Hostech was involved in the supply of IT and telephony goods and services. As a result of the combination, it has increased its national footprint in providing IT and telecommunication good and services.

The provisional fair value of identifiable assets and liabilities of Accord as at the date of acquisition was \$268,094.

Axxis Technology Pty Limited

On 27 April 2010, Anittel Limited a 100% owned subsidiary of Hostech Limited acquired 100% of the shares in Axxis Technology Pty Limited.

The total cost of the combination was \$2,000,000 made up of \$1,500,000 in cash and 17,857,143 ordinary shares at an agreed value of 2.8 cents each.

Australian accounting standards state that fair value of a stock listed on an exchange is its quoted price. The quoted price has therefore been used to measure the fair value of consideration given in the form of stock for the acquisition made on the date 'control' was achieved. The share price on 27 April was 2.7 cents therefore the total cost of the combination was reduced to \$1,982,143.

At the date of acquisition, Hostech was involved in the supply of IT and telephony goods and services. As a result of the combination, it has increased its national footprint in providing IT and telecommunication good and services.

NOTES TO THE PRELIMINARY FINAL REPORT (continued)

The provisional fair value of identifiable assets and liabilities of Axxis as at the date of acquisition was \$11,885.

10. CONTINGENT LIABILITIES

There are no contingent liabilities that the Board is aware of as at the date of preparing this report.

11. SIGNIFICANT EVENTS AFTER BALANCE DATE

Since the 30 June 2010, Peter & Vicki Kazacos have confirmed that loans and interest accrued totalling \$3,436,883 included in current liabilities are now due and payable after 1 July 2011.

In July 2010, the NAB offered to extend its \$2.2m overdraft facility until 31 January 2011.

No other matters or circumstances have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.