CCK FINANCIAL SOLUTIONS LTD
ABN 20 009 296 673

APPENDIX 4D – HALF-YEAR REPORT

RESULTS FOR ANNOUNCEMENT TO THE MARKET

HALF-YEAR ENDED 31 DECEMBER 2011

(Corresponding prior period: half-year ended 31 December 2010)

	6 months to 31/12/2011 $'000	6 months to 31/12/2010 $'000	Increase / (Decrease) %
Revenue from ordinary activities	2,249	1,066	111%
Profit/ (loss) from ordinary activities after tax attributable to members	462	(1,544)	130%
Net profit/ (loss) for the period attributable to members	462	(1,544)	130%
Earning per share			
▪ Basic earnings/ (loss) (cents)	0.59	(2.71)	122%
▪ Diluted earnings/ loss) (cents)	0.59	(2.71)	122%
Net tangible asset backing per ordinary security	0.1 cents	1.0 cents	(90%)

Guava®

A new treasury solution that delivers on the needs of this new era

CCK Financial Solutions Ltd
Half-year ended 31 December 2011

Review of results and operations:

The revenue recorded for the half-year ended 31 December 2011 was $2.25M, 111% up on the corresponding period in the previous year.

The net profit recorded for the half-year was $0.5M as compared to a net loss of $1.5M in the corresponding period last year. The positive result for the period was mainly due to the winning of two new projects and a slight decrease in operational expenditure. The first of the two projects was Bank Papua, a regional development bank in Indonesia. This bank went live with Guava after an implementation time frame of 4 months, including their parallel run. The second project is the central bank of the Philippines. This project commenced shortly prior to the end of the half year.

During the half year, CCK signed a development agreement with Bloomberg to develop an interface from Bloomberg's TOMS system, which is a widely used front office and middle office system, with the aim of Guava being used as the back office for Bloomberg's clients in developing regions which require a complete front, middle and back office system. This is an exciting development for the Company as it enables us to tap into Bloomberg's sales capability. The Company has commenced presenting to prospective clients in a number of new markets in which the Company had not previously attempted sales.

Following the end of the half year, the Company released a new version of its system which is fully multi-lingual. This will allow clients to change the screens to another language, including languages like Chinese, Japanese and Korean, which require double byte character sets. This is the culmination of over 2 years of development effort. The Company made this concerted effort as our marketing has found that in many developing countries, the dealers are able to use a system in English, but the operations staff usually do not speak English. This will provide the Company's system with a significant advantage to competitors' systems, which typically do not support double byte character sets.

Dividends:

There were no dividends declared or paid in relation to the half-year ended 31 December 2011.

Basis of preparation:

The information provided in this Appendix 4D is based on the interim financial report attached which has been prepared in accordance with Australian Equivalents to International Financial Reporting Standards.

Independent review of the financial report:

The financial report has been independently reviewed. The report is not subject to a qualified independent review statement.

Financial Report

Half-year ended 31 December 2011

This half-year financial report is to be read in conjunction with the financial report for the year ended 30 June 2011.

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CCK Financial Solutions Ltd
ABN 20 009 296 673

Directors' Report

Your directors present the financial report of the consolidated group for the half-year ended 31 December 2011.

Directors

The names of directors in office at any time during or since the end of the half-year are:

Mr Michael Wright
Mr Joseph Wong
Ms Helen Glastras
Mr Gregory Major (resigned 1 October 2011)

Directors have been in office since the start of the financial year to the date of this report unless otherwise indicated.

Review of Results of Operations

The review of results and operations is set out on page 2.

Auditor's Independence Declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 6 for the half-year ended 31 December 2011, and forms part of this report.

This report is signed at Perth on 29th of February 2012 in accordance with a resolution of the Board of Directors.

JOSEPH WONG
Managing Director

Grant Thornton Audit Pty Ltd
ABN 94 269 609 023

10 Kings Park Road
West Perth WA 6005
PO Box 570
West Perth WA 6872

T +61 8 9480 2000
F +61 8 9322 7787
E info.wa@au.gt.com
W www.grantthornton.com.au

Auditor's Independence Declaration
To The Directors of CCK Financial Solutions Limited

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of CCK Financial Solutions Limited for the half-year ended 31 December 2011, I declare that, to the best of my knowledge and belief, there have been:

a no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and

b no contraventions of any applicable code of professional conduct in relation to the review.

Grant Thornton

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

C A Becker
Partner - Audit & Assurance

Perth, 29 February 2012

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CCK Financial Solutions Ltd
ABN 20 009 296 673

Consolidated Statement of Comprehensive Income
For the Half-Year ended 31 December 2011

	Consolidated Group	
	31 December 2011 $	31 December 2010 $
Revenue	2,249,310	1,065,502
Employee benefits expenses	(1,074,307)	(1,542,387)
Depreciation and amortisation expenses	(374,511)	(356,138)
Finance costs	(41,360)	(31,547)
Computer and software expenses	(8,895)	(23,535)
Travel and accommodation expenses	(103,660)	(146,083)
Rentals and communications expenses	(121,769)	(182,023)
Other expenses	(62,637)	(331,405)
Profit/(loss) before income tax	462,171	(1,547,616)
Income tax benefit	-	3,663
Profit/(loss) for the period	**462,171**	**(1,543,953)**
Other comprehensive income / (loss)		
Exchange differences from translation of foreign operations	(5,907)	(14,276)
Other comprehensive income / (loss) for the period, net of income tax	(5,907)	(14,276)
Total comprehensive income/(loss) for the period	456,264	(1,558,229)
Earnings/ (loss) per share	**Cents**	**Cents**
Basic earnings/(loss) per share	0.59	(2.71)
Diluted earnings/(loss) per share	0.59	(2.71)

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

CCK Financial Solutions Ltd
ABN 20 009 296 673

Consolidated Statement of Financial Position
As at 31 December 2011

	Note	Consolidated Group 31 December 2011 $	30 June 2011 $
CURRENT ASSETS			
Cash and cash equivalents		470,967	839,296
Trade and other receivables		1,639,901	831,482
Other current assets		81,828	87,492
TOTAL CURRENT ASSETS		**2,192,696**	**1,758,270**
NON-CURRENT ASSETS			
Plant and equipment		121,088	138,418
Intangible assets	7	3,877,890	3,719,348
Deferred tax asset		211,895	275,936
TOTAL NON-CURRENT ASSETS		**4,210,873**	**4,133,702**
TOTAL ASSETS		**6,403,569**	**5,891,972**
CURRENT LIABILITIES			
Trade and other payables		243,307	213,482
Borrowings		14,500	14,500
Short-term provisions		626,353	697,084
Deferred revenue		542,834	571,995
TOTAL CURRENT LIABILITIES		**1,426,994**	**1,497,061**
NON-CURRENT LIABILITIES			
Borrowings		806,042	613,292
Deferred tax liability		211,895	275,936
Long-term provisions		28,772	33,279
TOTAL NON-CURRENT LIABILITIES		**1,046,709**	**922,507**
TOTAL LIABILITIES		**2,473,703**	**2,419,568**
NET ASSETS		**3,929,866**	**3,472,404**
EQUITY			
Issued capital	3	18,408,937	18,408,937
Reserves		1,976	6,685
Accumulated losses		(14,481,047)	(14,943,218)
TOTAL EQUITY		**3,929,866**	**3,472,404**

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

CCK Financial Solutions Ltd
ABN 20 009 296 673

Consolidated Statement of Changes in Equity
For the Half-Year ended 31 December 2011

	Share Capital						
	Ordinary	Redeemable Preference	Retained Earnings	Dividend Reserve	Foreign Currency Translation Reserve	Option Reserve	Total Equity
Consolidated Group	$	$	$	$	$	$	$
Balance at 1 July 2010	**15,978,000**	**1,178,000**	**(12,357,252)**	**37,941**	**(38,951)**	**17,140**	**4,814,878**
Loss for the period	-	-	(1,543,953)	-	-	-	(1,543,953)
Other comprehensive income							
Exchange differences from translation of foreign operations	-	-	-	-	(14,276)	-	(14,276)
Total other comprehensive income for the period	-	-	-	-	(14,276)	-	(14,276)
Transactions with owners recorded directly in equity							
Issue of ordinary shares	2,491,113	-	-	-	-	-	2,491,113
Transaction costs, net of tax	(53,320)	-	-	-	-	-	(53,320)
Redemption of preference shares	-	(1,178,000)	-	-	-	-	(1,178,000)
Share-based payment transactions	-	-	-	-	-	222	222
Balance at 31 December 2010	**18,415,793**	**-**	**(13,901,205)**	**37,941**	**(53,227)**	**17,362**	**4,516,664**
Balance at 1 July 2011	**18,408,937**	**-**	**(14,943,218)**	**37,941**	**(64,810)**	**33,554**	**3,472,404**
Profit for the period	-	-	462,171	-	-	-	462,171
Other comprehensive income							
Exchange differences from translation of foreign operations	-	-	-	-	(5,907)	-	(5,907)
Total other comprehensive income for the period	-	-	-	-	(5,907)	-	(5,907)
Transactions with owners recorded directly in equity							
Share-based payment transactions	-	-	-	-	-	1,198	1,198
Balance at 31 December 2011	**18,408,937**	**-**	**(14,481,047)**	**37,941**	**(70,717)**	**34,752**	**3,929,866**

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

CCK Financial Solutions Ltd
ABN 20 009 296 673

Consolidated Statement of Cash Flows
For the Half-Year ended 31 December 2011

	Consolidated Group	
	31 December 2011 $	31 December 2010 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers (inclusive of GST)	1,439,754	1,086,432
Payments to suppliers and employees (inclusive of GST)	(1,964,867)	(2,703,538)
Interest received	3,850	9,098
Finance costs	(41,360)	(31,547)
Income tax paid	(388)	(3,217)
Net cash used in operating activities	**(563,011)**	**(1,642,772)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(6,350)	(31,256)
Net cash used in investing activities	**(6,350)**	**(31,256)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	1,313,113
Proceeds from borrowings	200,000	(76,172)
Net cash provided by financing activities	**200,000**	**1,236,941**
Net decrease in cash and cash equivalents	(369,361)	(437,087)
Effect of exchange rates on cash holdings in foreign currencies	(44,072)	(28,880)
Cash at the beginning of the financial year	884,400	1,416,669
Cash at the end of half-year	**470,967**	**950,702**

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the Condensed Financial Statements
For the half-year ended 31 December 2011

1. *Basis of Preparation*

These general purpose financial statements for the interim half-year reporting period ended 31 December 2011 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of CCK Financial Solutions Ltd and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2011, together with any public announcements made during the half-year.

The principal accounting policies adopted in the preparation of these interim financial statements are consistent with those applied by the Group in its consolidated financial statements as at and for the year ended 30 June 2011.

New or revised Standards and Interpretations that are first effective in the current reporting period

The Group has adopted the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current reporting period.

Impacts of new and revised Standards and amendments thereof and Interpretations effective for the current reporting period that are relevant to the Group include:

AASB 124 'Related Party Disclosures' (2009), AASB 2009-12 'Amendments to Australian Accounting Standards'

Amends the requirements of the previous version of AASB 124 to:

- Provide a partial exemption from related party disclosure requirements for government-related entities
- Clarify the definition of a related party
- Include an explicit requirement to disclose commitments involving related parties.

AASB 1054 'Australian Additional Disclosures', AASB 2011-1 'Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Project' and AASB 2011-2 'Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Project – Reduced Disclosure Requirements'.

These standards are a consequence of Phase 1 of the joint Trans-Tasman Convergence project of the AASB and the Financial Reporting Standards Board (FRSB) of the New Zealand Institute of Chartered Accountants, harmonising Australian Accounting Standards and New Zealand equivalents to IFRSs (NZ IFRSs), with a focus on eliminating differences between the standards in each jurisdiction relating to for-profit entities.

1. *Basis of Preparation (continued)*

AASB 2010-4 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project

Amends a number of pronouncements as a result of the IASB's 2009-2010 cycle of annual improvements including:

- Clarification of content of statement of changes in equity, financial disclosures and significant events.
- Accounting policy changes relating to AASB 1 in year of adoption and amendments to deemed cost.

AASB 2010-5 Amendments to Australian Accounting Standards

This standard amends a range of existing standards to reflect changes made to the text of International Financial Reporting Standards. They have no major impact on the requirements of the amended pronouncements.

AASB 2010-6 'Amendments to Australian Accounting Standards – Disclosures on Transfers of Financial Assets'

Makes amendments to AASB 7 'Financial Instruments: Disclosures' including additional disclosures to allow users of the financial statements to improve their understanding financial asset transfers and potential risks to the transferring entity.

2. *Segments Reporting*

The Company has identified only one operating segment based on the internal reports that are reviewed and used by the executive directors (chief operating decision makers) in assessing and determining the allocation of resources.

The Company's sole operating segment is the provision of treasury and risk management software and related services.

Unless otherwise stated, all amounts reported to the Board of Directors, being the chief decision maker in respect to operating segments, are determined in according with accounting policies that are consistent to those adopted in annual financial statements.

Inter-segment loans payable and receivables are initially recognised at the consideration received/to be received net of transaction costs. If inter-segment loans receivable and payable are not on commercial terms, these are not adjusted to fair value based on market interest rates. This policy represents a departure from that applied to the statutory financial statements.

(a) Revenue by geographical region

Revenue attributable to external customers is disclosed below, based on the location of the external customer:

2. *Segments Reporting (continued)*

	For the six months ended 31.12.11	For the six months ended 31.12.10
	$	$
Australia	569,142	426,873
Malaysia/Singapore	270,340	257,793
Philippines	1,005,961	237,856
Indonesia	403,867	95,870
Papua New Guinea	-	47,110
Total revenue	**2,249,310**	**1,065,502**

(b) Assets by geographical region

The location of segment assets is disclosed below by geographical location of assets:

	For the six months ended 31.12.11	For the year ended 30.06.11
	$	$
Australia	6,101,511	5,511,263
Malaysia	191,302	302,396
Philippines	110,756	78,313
Total Assets	**6,403,569**	**5,891,972**

(c) Major customers

The Group has a number of customers to whom it provides both products and services. For the six month period ended 31 December 2011, there were two clients representing 30% and 12% of the total revenue respectively (June 2011: 11% and 10% respectively).

Notes to the Condensed Financial Statements
For the half-year ended 31 December 2011

3. *Issued Capital*

	Consolidated Group			
	31 December 2011	**30 June 2011**	**31 December 2011**	**30 June 2011**
	Number	**Number**	**$**	**$**
Issued and paid up capital	78,618,356	78,618,356	18,408,937	18,408,937
(a) Ordinary shares				
Opening balance	78,618,356	50,939,315	18,408,937	15,978,000
Shares issued as part of rights issue	-	27,679,041	-	2,491,113
Transaction costs, net of tax	-	-	-	(60,176)
Total number of shares on issued	**78,618,356**	**78,618,356**	**18,408,937**	**18,408,937**

4. *Related Party Transactions*

As at 31 December 2011, the Company has drawn down $800,000 under the standby loan facility provided by the Managing Director Mr Joseph Wong. An amount of $41,360 (2010 – $31,547) has been paid as interest to Mr Wong under this loan agreement.

5. *Contingencies*

No other significant changes occurred in contingent liabilities or contingent assets since the last annual reporting date.

6. *Subsequent events*

A related party to the Managing Director Mr Joseph Wong provided a loan facility of $200,000. This amount was drawn on 16 Feb 2012.

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

7. *Intangible Assets*

	Consolidated Group	
	31 Dec 2011 $	30 Jun 2011 $
Development costs		
Cost	30,255,233	29,738,659
Accumulated amortisation and impairment	(26,377,343)	(26,019,311)
Net carrying value	3,877,890	3,719,348
Total intangibles	3,877,890	3,719,348

Description of the CCK Group's intangible assets

Development costs are carried at cost less accumulated amortisation and accumulated impairment losses. This intangible asset has been assessed as having a finite life and is amortised using the straight line method over a period of 10 years. The amortisation has been recognised in the statement of comprehensive income in the line item 'depreciation and amortisation expense'. If an impairment indication arises the recoverable amount is estimated and the impairment loss is recognised to the extent that the recoverable amount is lower than the carrying amount.

The recoverable amount of the Group's intangible asset is determined based on value-in-use calculations. Value-in-use is calculated based on the present value of cash flow projections over a 5 year period based on the budget for the coming year extrapolated out by four years with a licence fee average growth rate over the four years of approximately 5 %. Cash flows are discounted at 17.5%. The following assumptions should be noted:

- Discount rates – discount rates reflect the management estimate of the time value of money and the risks specific to each intangible asset that are not already reflected in the cash flows. This is the benchmark used by management to assess operating performance and to evaluate future investment proposals. In determining appropriate discount rates for each unit, regard has been given to the weighted average cost of capital of the entity as a whole and adjusted for country and business risk specific to the intangible asset.
- Market share assumptions – these assumptions are important because, as well as using industry data for growth rates (as noted below), management assess how the units 's relative position to its competitors might change over the budget period. Management expects the group's share of the treasury software to be stable over the period.
- Growth rate estimates – they are based on published industry research. In addition, management recognises that the speed of technological change and the possibility of new entrants can have a significant impact on growth rate assumptions. The effect of new entrants is not expected to impact adversely on forecasts included in the budget, but could yield a reasonable possible alternative to the estimated long-term growth rate.

7. *Intangible Assets (Continued)*

Sensitivity to changes in assumptions:

- Discount rates – management recognises that actual time value of money may vary to what they have estimated. Management notes that should the discount rate increase to 28% the recoverable amount of the intangible asset may fall below its carrying amount.
- Growth rates estimates – management notes that a growth rate of negative 14% would give a fair value less costs to sell figure equal to the carrying amount of the intangible asset.

Directors' Declaration

In the opinion of the Directors of CCK Financial Solutions Ltd:

1. the financial statements and notes set out on pages 7 to 14, are in accordance with the Corporations Act 2001 including:

   (a) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporation Regulations 2001; and

   (b) giving a true and fair view of the Group's financial position as at 31 December 2011 and of its performance for the six month period ended on that date.

2. there are reasonable grounds to believe that the CCK Financial Solutions Ltd will be able to pay its debts as and when they become due and payable.

The declaration is made in accordance with a resolution of the Directors.

JOSEPH WONG
MANAGING DIRECTOR

Perth
29 February 2012

Grant Thornton

Grant Thornton Audit Pty Ltd
ABN 94 269 609 023

10 Kings Park Road
West Perth WA 6005
PO Box 570
West Perth WA 6872

T +61 8 9480 2000
F +61 8 9322 7787
E info.wa@au.gt.com
W www.grantthornton.com.au

Independent Auditor's Review Report
To the Members of CCK Financial Solutions Limited

We have reviewed the accompanying half-year financial report of CCK Financial Solutions Limited ("Company"), which comprises the consolidated financial statements being the statement of financial position as at 31 December 2011, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of the Company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express a conclusion on the consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410: Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the consolidated entity's financial position as at 31 December 2011 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of CCK Financial Solutions Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we complied with the independence requirements of the Corporations Act 2001.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of CCK Financial Solutions Limited is not in accordance with the Corporations Act 2001, including:

a giving a true and fair view of the consolidated entity's financial position as at 31 December 2011 and of its performance for the half-year ended on that date; and

b complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

Grant Thornton

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

C A Becker
Partner - Audit & Assurance

Perth, 29 February 2012