



**EL Corporation Limited**

**ABN 41 002 737 733**

## **APPENDIX 4E PRELIMINARY FINAL REPORT**

**YEAR ENDED  
31 DECEMBER 2011**

**(Incorporates the Appendix 4E information required by  
the Australian Securities Exchange under listing rule 4.3A)**

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**Results for announcement to the market**

\$A

Revenues from ordinary activities	Down	<b>82%</b>	to	<b>379</b>
Profit/(loss) from ordinary activities after tax attributable to members	Down	<b>75%</b>	to	<b>(144,554)</b>
Profit/(loss) from extraordinary items after tax attributable to members	Down	<b>75%</b>		<b>(144,554)</b>
Net profit/(loss) for the period attributable to members	Down	<b>75%</b>	to	<b>(144,554)</b>

<b>Dividends</b>	Amount per security	Franked amount per security
Interim dividend	0 Cents	0 Cents
Final dividend	0 Cents	0 Cents

	<b>2011</b>	2010
<b>Net Tangible Assets per security</b>	(0.47) Cents	(0.35) Cents

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## **2011 Overview**

### **Operating Results**

The Directors of EL Corporation Limited announce a loss before taxation of \$144,554 for the year ended 31 December 2011, compared to a loss before taxation of \$576,237 for the year ended 31 December 2010.


### **Dividend**

No dividend was paid or recommended during the financial year.

### **Significant changes in state of affairs**

El Corporation Ltd is pleased to advise that we are in the process of acquiring The Birthday Mine, located in Western Australia, in accordance with the announcements made to ASX and as published on our web page. The deposit has been paid in full and the solicitors are now proceeding to complete the acquisition as stipulated in the sale and purchase contract. As mentioned in our last report, we expect to generate a very positive result as soon we can begin exploration on the mine.

We are also pleased to advise that Atlas Capital Pte Ltd will continue to fund our operations and they have provided a letter of support to that effect, which has been verified and has satisfied the auditors, RSM Bird Cameron.



Sim Pin Quek  
Chairman



Poh Seng Isaac Ng  
Chief Executive Officer

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**Consolidated Income Statement**

For the year ended 31 December 2011

	Notes	2011 \$	2010 \$
Revenues from ordinary activities		-	-
Other Income		<b>379</b>	2,084
Depreciation and amortisation expense		<b>(3,656)</b>	(3,977)
Expenses from ordinary activities		<b>(110,898)</b>	(572,260)
Borrowing costs		-	-
<b>Profit/(loss) from ordinary activities before tax</b>		<b>(114,554)</b>	(576,237)
Income tax on ordinary activities		-	-
<b>Profit/(loss) from ordinary activities after tax</b>		<b>(114,554)</b>	(576,237)
Net profit/(loss) attributable to outside equity interests		-	-
<b>Net profit/(loss) for the period attributable to members</b>		<b>(114,554)</b>	(576,237)
		<b>Cents</b>	<b>Cents</b>
<b>Earnings per share</b>			
Basic earnings per share	<b>3</b>	<b>(0.13)</b>	(0.51)
Diluted	<b>3</b>	<b>(0.13)</b>	(0.51)

This Consolidated Income Statement should be read in conjunction with the accompanying notes

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**Consolidated Balance Sheet**

As at 31 December 2011

	Notes	2011 \$	2010 \$
<b>Current assets</b>			
Cash	5	8,441	60,083
Receivables		650,000	386
<b>Total current assets</b>		<b>658,441</b>	<b>60,469</b>
<b>Non-current assets</b>			
Trade and other receivables			-
Property, plant and equipment		9,009	12,665
<b>Total non-current assets</b>		<b>9,009</b>	<b>12,665</b>
<b>Total assets</b>		<b>667,450</b>	<b>73,134</b>
<b>Current liabilities</b>			
Trade and other payables		57,379	55,844
Employee entitlements		8,384	6,077
Short-term borrowings		1,135,000	-
<b>Total current liabilities</b>		<b>1,200,763</b>	<b>61,921</b>
<b>Non-current liabilities</b>			
Long-term borrowings		-	400,000
<b>Total non-current liabilities</b>		<b>-</b>	<b>400,000</b>
<b>Total liabilities</b>		<b>-</b>	<b>461,921</b>
<b>Net assets/(liabilities)</b>		<b>(533,313)</b>	<b>(388,787)</b>
<b>Equity</b>			
Issued capital		24,512,976	24,512,976
Reserves		(6,257)	(6,285)
Minority equity interest		146,269	146,269
Accumulated losses	4	(25,186,301)	(25,041,747)
<b>Total equity</b>		<b>(533,313)</b>	<b>(388,787)</b>

This Consolidated Balance Sheet should be read in conjunction with the accompanying notes

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**Consolidated Statement of Cash Flows**

For the year ended 31 December 2011

	Notes	2011 \$	2010 \$
<b>Cash flows related to operating activities</b>			
Receipts from customers		-	-
Payments to suppliers and employees		<b>(787,021)</b>	(267,792)
Interest and other items of similar nature received		<b>379</b>	2,084
Interest and other costs of finance paid		-	(1)
<b>Net operating cash flows</b>		<b>(786,642)</b>	(265,709)
<b>Cash flows related to investing activities</b>			
Payment for purchases of property, plant and equipment		-	(14,625)
Proceeds from sale of property, plant and equipment		-	10,000
Other (provide details if material)		-	-
<b>Net investing cash flows</b>		-	(4,625)
<b>Cash flows related to financing activities</b>			
Repayment of borrowings		-	-
Proceeds from borrowings		<b>735,000</b>	100,000
Proceeds from issue of share capital		-	-
Minority Interests		-	-
<b>Net financing cash flows</b>		<b>735,000</b>	100,000
<b>Net increase (decrease) in cash held</b>		<b>(51,642)</b>	(170,334)
Cash at beginning of period		<b>68,083</b>	230,417
<b>Cash at end of period</b>	<b>5</b>	<b>8,441</b>	60,083

This Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes

## **Notes to the Consolidated Financial Statements**

For the year ended 31 December 2011

### **1. Basis of preparation of the 2011 preliminary financial report**

#### **Significant accounting policies**

This preliminary final report does not include notes of the type normally included in an annual final report and should be read in conjunction with the 2010 annual financial report and 2011 half year financial report.

It is also recommended that the preliminary final report be considered with any public announcements made by EL Corporation Limited and its controlled entities during the year ended 31 December 2011 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

Unless otherwise stated the accounting policies adopted are consistent with those of the previous financial year. Prior year comparatives have been restated to ensure consistency with current period classifications.

#### **Statement of compliance**

The preliminary final report is a general-purpose financial report which has been prepared in accordance with Australian Accounting Standards (AASB) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The consolidated financial report of the Group complies with International Financial Reporting Standards (IFRS) and interpretations adopted by the International Accounting Standards Board (IASB).

### **2. Segmental analysis**

The company operates primarily in one geographic segment, Australia.

### **3. Earnings per security (EPS)**

	<b>2011</b>	2010
	<b>Cents</b>	Cents
Basic EPS	<b>(0.13) cents</b>	(0.51) cents
Diluted EPS	<b>(0.13) cents</b>	(0.51) cents
	<b>Number</b>	Number
Weighted average number of ordinary shares on issue used in the calculation of basic earnings per share	<b>113,540,626</b>	112,442,265
Weighted average number of ordinary shares and potential ordinary shares on issue used in the calculation of diluted earnings per share	<b>113,540,626</b>	112,442,265

**Notes to the Consolidated Financial Statements (Cont.)**

For the year ended 31 December 2011

**4. Consolidated accumulated losses**

	<u>2011</u>	<u>2010</u>
	\$	\$
(Accumulated losses) at the beginning of the financial period	<b>(25,041,747)</b>	(24,465,510)
Net profit /(loss) attributable to members	<b>(144,554)</b>	(576,237)
<b>(Accumulated losses) at end of financial period</b>	<b>(25,186,301)</b>	(25,041,747)

**5. Reconciliation of cash**

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

Cash on hand and at bank	<b>8,441</b>	60,083
<b>Total cash at end of period</b>	<b>8,441</b>	60,083

**6. Audit of financial statements**

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