

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

Level 1  
139 Collins Street  
Melbourne VIC 3000

Telephone: (03) 9639 1740 Facsimile: (03) 9639 1861  
Website: <http://www.spd.com.au>

The Manager  
Company Announcements  
Australian Stock Exchange Limited

Dear Sir

## Strategic Pooled Development Limited - Half-Year Report (Appendix 4D) for the period ending 31 December 2011

The directors of Strategic Pooled Development Limited (the "Company") announce the "half-year review" results of the company for the period ending 31 December 2011 as follows:

### Results for announcement to the market

Extracted from 2011 Half Year Report	% Change	\$A'000
Revenue from ordinary activities	Down 38%	307
Profit from ordinary activities after tax attributable to members	Down 587%	(814)
Net Profit for the period attributable to members	Down 587%	(814)

### Dividends

No dividend is proposed.

The remainder of the information requiring disclosure to comply with listing rule 4.2A.3 is contained in the attached 2011 half-year report and the additional information below.

### Additional Information

Net Tangible assets per share (before provision for deferred tax), based on the market value of listed investments of the consolidated group and excluding the value of 'client books': 35.31 cents (31 December 2010: 55.34 cents).

Further information regarding Strategic Pooled Development Limited and its activities can be obtained by visiting the company's website at [www.spd.com.au](http://www.spd.com.au).

**Dated this day, 28 February 2012**

John L. Walker  
Company Secretary  
Strategic Pooled Development Limited

**STRATEGIC POOLED DEVELOPMENT LIMITED**

A.B.N. 71 062 187 893

***CONDENSED INTERIM FINANCIAL REPORT  
31 DECEMBER 2011***

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

---

## CONDENSED INTERIM REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2011

### TABLE OF CONTENTS

CORPORATE DIRECTORY .....	2
DIRECTORS' REPORT .....	3
LEAD AUDITOR'S INDEPENDENCE DECLARATION.....	4
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME.....	5
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY .....	6
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION .....	7
CONDENSED INTERIM STATEMENT OF CASH FLOWS .....	8
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS.....	9
DIRECTORS' DECLARATION.....	13
AUDITORS' REVIEW REPORT.....	14

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

---

## CORPORATE DIRECTORY

<b>Board of Directors:</b>	Stephen John Sedgman (Managing Director) Andrew John Kroger (Non-Executive Director) John Lawson Walker (Executive Director)
<b>Company Secretary:</b>	John Lawson Walker
<b>Registered Office:</b>	Level 1 139 Collins Street Melbourne, Victoria 3000  Tel: (03) 9639 1740 Fax: (03) 9639 1861 Email: <a href="mailto:enquiries@spd.com.au">enquiries@spd.com.au</a> Website: <a href="http://www.spd.com.au">http://www.spd.com.au</a>
<b>Country of Incorporation:</b>	Australia
<b>Number of Employees: (excluding Directors)</b>	One
<b>Solicitors:</b>	Minter Ellison Rialto Tower Level 23 525 Collins Street Melbourne, Victoria 3000
<b>Auditors:</b>	PKF Level 14 140 William Street Melbourne, Victoria 3000
<b>Bankers:</b>	National Australia Bank Limited Level 21 8 Exhibition Street Melbourne, Victoria 3000
<b>Share Registry:</b>	Computershare Investor Services Pty Limited Yarra Falls 452 Johnston Street Abbotsford, Victoria 3067  Tel: (03) 9415 5000 Fax: (03) 9473 2500
<b>Australian Stock Exchange Limited ("ASX"):</b>	The Company's fully paid ordinary shares are quoted on the Official List of the ASX. The ASX code is SPD and the Company's Home Branch is Melbourne.

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

## DIRECTORS' REPORT

Your Directors present their report together with the Condensed Interim Financial Report for the half-year ended 31 December 2011 and the auditor's review report thereon.

### Directors

The names of the Company's Directors in office during the half-year and until the date of this report are as follows. Directors were in office for the entire period unless otherwise stated.

Name of Director	Special Responsibilities	Date Appointed	Date Resigned
Stephen John Sedgman	Managing Director	24 September 2007	N/A
Andrew John Kroger	Non-Executive Director	1 November 1993	N/A
John Lawson Walker	Executive Director & Company Secretary	12 October 2007	N/A

### Review and results of operations

Strategic Pooled Development Limited (Strategic) recorded a loss after tax attributable to owners of the parent of (\$813,511) (2010: loss \$118,494) for the half-year ended 31 December 2011.

The major contributor to the loss were costs of \$694,142 associated with the acquisition of Resolve Coal Pty Ltd "Resolve" and preparation and issuing of the prospectus, which was terminated on 1st December 2011.

Operating expenses for the same period are consistent with the previous period and marginally less.

As part of the proposed acquisition of Resolve all the company's listed investments as at 30 June 2011 were disposed of in July 2011. Strategic has since balance date focused on investing in high-yielding securities with the intention that it provides an opportunity to distribute franked income to shareholders should conditions permit.

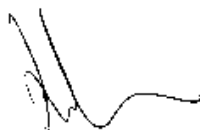
Strategic's shares are currently suspended from listing on the ASX.

As advised in our recent update on 30 January 2012 the Board is considering proposals to increase the capital base of the Company.

### Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

The Lead Auditor's Independence Declaration is set out on page 4 and forms part of the Directors' Report for the half year ended 31 December 2011.

Signed in Melbourne on 28 February 2012 in accordance with a resolution of the Board.



J.L. Walker  
Director



Chartered Accountants  
& Business Advisers

**LEAD AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

To: The Directors  
Strategic Pooled Development Limited and the entities it controlled during the half year

I declare to the best of my knowledge and belief, in relation to the review of the half-year ended 31 December 2011 there have been:

- a) no contraventions of the auditor independence requirements as set out in 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.

**J A Mooney**  
Partner  
PKF

28 February 2012  
Melbourne

Tel: 61 3 9603 1700 | Fax: 61 3 9602 3870 | [www.pkf.com.au](http://www.pkf.com.au)  
PKF | ABN 83 236 985 726  
Level 14, 140 William Street | Melbourne | Victoria 3000 | Australia  
GPO Box 5099 | Melbourne | Victoria 3001

The PKF East Coast Practice is a member of the PKF International Limited network of legally independent member firms. The PKF East Coast Practice is also a member of the PKF Australia Limited national network of legally independent firms each trading as PKF. PKF East Coast Practice has offices in NSW, Victoria and Brisbane. PKF East Coast Practice does not accept responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

6-MONTHS ENDING 31 DECEMBER 2011

	Notes	31 DEC 2011 \$	31 DEC 2010 \$
Revenues	3(a)	306,801	497,170
Depreciation Expense		(600)	(3,200)
Employee Benefits Expense		(238,931)	(475,744)
Office and Occupancy Expenses		(37,695)	(43,587)
Administration Expenses		(57,338)	(59,306)
Resolve Costs	3(b)	(694,142)	0
Amortisation of Client book		(23,850)	(35,700)
Adjustment to fair value of listed investments designated as being at fair value through profit or loss		(72,922)	(1,979)
Other Expenses		(20,567)	(24,813)
(Loss) before Income Tax Expense		(839,244)	(147,159)
Income Tax Expense		0	(787)
(Loss) for the Half-Year		(839,244)	(147,946)
Other comprehensive income for the Half-Year net of tax		0	0
Total comprehensive income for the Half-Year		(839,244)	(147,946)
Total comprehensive income for the Half-Year is attributable:			
Owners of the parent		(813,511)	(118,494)
Non-controlling interest		(25,733)	(29,452)
		(839,244)	(147,946)

Earnings per share for (loss) attributable to the ordinary equity holders of the Company (Note 1):

Basic Earnings per Share (cents per share)	(11.79)	(1.72)
Diluted earnings per share (cents per share)	(11.79)	(1.72)

*The Statement of Comprehensive Income is to be read in conjunction with the Notes to the Interim Financial Statements set out on pages 9 to 12.*

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

6-MONTHS ENDING 31 DECEMBER 2011

	31 DEC 2011	31 DEC 2010
	\$	\$
<b>(Accumulated Loss)/Retained Earnings</b>		
Opening balance	(1,426,998)	(688,296)
Total comprehensive income for the half-year	(813,511)	(118,494)
Closing balance	(2,240,509)	(806,790)
<b>Share Capital (Note 1)</b>		
6,900,032 (2010: 6,900,032) fully paid ordinary shares		
Opening balance	5,471,876	5,471,876
Closing balance	5,471,876	5,471,876
<b>Non-Controlling Interest</b>		
Opening balance	(172,785)	(61,135)
(Loss) attributable to non-controlling interest	(25,733)	(29,452)
Interest on acquisition of controlled entity	0	0
Closing balance	(198,518)	(90,587)

*The Statement of Changes in Equity is to be read in conjunction with the Notes to the Interim Financial Statements set out on pages 9 to 12.*



# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2011

	31 DEC 2011	30 JUN 2011
	\$	\$
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	2,493,573	2,201,496
Trade and other receivables	62,500	14,767
Investments	0	1,277,874
Other current assets	38,852	17,182
<b>TOTAL CURRENT ASSETS</b>	<b>2,594,925</b>	<b>3,511,319</b>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	4,076	4,676
Intangible assets – Clients Books	596,150	620,000
Other non-current assets	12,100	12,100
<b>TOTAL NON-CURRENT ASSETS</b>	<b>612,326</b>	<b>636,776</b>
<b>TOTAL ASSETS</b>	<b>3,207,251</b>	<b>4,148,095</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	96,437	207,297
Employee provisions	69,965	60,705
Borrowings	8,000	8,000
<b>TOTAL CURRENT LIABILITIES</b>	<b>174,402</b>	<b>276,002</b>
<b>TOTAL LIABILITIES</b>	<b>174,402</b>	<b>276,002</b>
<b>NET ASSETS</b>	<b>3,032,849</b>	<b>3,872,093</b>
<b>EQUITY</b>		
Issued capital	5,471,876	5,471,876
(Accumulated loss)	(2,240,509)	(1,426,998)
Parent interest		
Capital and reserves attributable to the owners of the parent entity	3,231,367	4,044,878
Non-controlling interest	(198,518)	(172,785)
<b>TOTAL EQUITY</b>	<b>3,032,849</b>	<b>3,872,093</b>

*The Statement of Financial Position is to be read in conjunction with the Notes to the Interim Financial Statements set out on pages 9 to 12.*

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

## CONDENSED INTERIM STATEMENT OF CASH FLOWS

6-MONTHS ENDING 31 DECEMBER 2011

	31 DEC 2011	31 DEC 2010
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from operations	145,196	408,402
Payments to suppliers and employees	(1,215,807)	(656,598)
Dividends received	95,424	54,840
Interest received	62,313	34,573
<b>NET CASH (USED IN) OPERATING ACTIVITIES</b>	<b>(912,874)</b>	<b>(158,783)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of listed investments designated as being at fair value through profit or loss	0	(607,846)
Sale of listed investments designated as being at fair value through profit or loss	1,204,951	621,831
Purchase of property, plant & equipment	0	(1,744)
Purchase of intangible assets	0	(138,936)
<b>NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES</b>	<b>1,204,951</b>	<b>(126,695)</b>
Net increase/(decrease) in cash held	292,077	(285,478)
Cash and cash equivalent at the beginning of the financial year	2,201,496	1,593,482
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE HALF YEAR ENDED</b>	<b>2,493,573</b>	<b>1,308,004</b>

*The Statement of Cash Flows is to be read in conjunction with the Notes to the Interim Financial Statements set out on pages 9 to 12.*

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

---

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

6-MONTHS ENDING 31 DECEMBER 2011

### 1. BASIS OF PREPARATION OF HALF-YEAR REPORT

The general purpose financial report for the interim half-year reporting period ended 31 December 2011 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2011 and any public announcements made by Strategic during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except as set out below.

#### **Consolidation of Capital**

At a shareholder meeting held 31 October 2011, a resolution consolidating the issued capital of the Company on the basis that every five shares be consolidated into one share was passed.

Comparative earnings per share and the number of fully paid ordinary shares have been adjusted to reflect the above.

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (cont'd)

6-MONTHS ENDING 31 DECEMBER 2011

### 2. SEGMENT INFORMATION

The groups financial performance is viewed as Investment income of Strategic "the company" and the fee income generated by the FGW Group.

Strategic holds 70% interest in Fisher Graham Wealth Pty Ltd (FGW).

FGW holds

- 100% interest in Geelong Wealth Management Group Pty Ltd (GWMG);
- 60% interest in Fisher Graham Wealth Private Pty Ltd (FGWP).

Unless otherwise stated all amounts are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements.

<b>Half Year ended 31 December 2011</b>	<b>FGW Group</b>	<b>Investment Income</b>	<b>Inter-Segment Adjustment</b>	<b>Total</b>
Revenue				
External Revenue	103,925	136,695	0	240,620
Interest Revenue	136	66,045	0	66,181
Total Segment Revenue	104,061	202,740	0	306,801
Expenses				
Interest Expense	327	0	0	327
Depreciation	600	0	0	600
Amortisation				
- Client Books	23,850	0	0	23,850
Impairment				
- Advance to subsidiary	0	25,000	(25,000)	0
Other Segment Expenses	158,084	961,091	2,093	1,121,268
Total Segment Expenses	182,861	986,091	(22,907)	1,146,045
Net (loss) before income tax	(78,800)	(783,351)	22,907	(839,244)

<b>Half Year ended 31 December 2010</b>	<b>FGW Group</b>	<b>Investment Income</b>	<b>Inter-Segment Adjustment</b>	<b>Total</b>
Revenue				
External Revenue	362,936	100,306	0	463,242
Interest Revenue	579	33,349	0	33,928
Interest Revenue:				
- FGW Group	0	51,565	(51,565)	0
Total Segment Revenue	363,515	185,220	(51,565)	497,170
Expenses				
Interest Expense	51,565	0	(51,565)	0
Depreciation	200	3,000	0	3,200
Amortisation				
- Client Books	35,700	0	0	35,700
Impairment				
- Advance to subsidiary	0	70,000	(70,000)	0
Other Segment Expenses	408,190	196,719	520	605,429
Total Segment Expenses	495,655	269,719	(121,045)	644,329
Net (loss) before income tax	(132,140)	(84,499)	69,480	(147,159)

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (cont'd)

6-MONTHS ENDING 31 DECEMBER 2011

### 2. SEGMENT INFORMATION (cont'd)

<b>Half Year ended 31 December 2011</b>	<b>FGW Group</b>	<b>Investment Income</b>	<b>Inter-Segment Adjustment</b>	<b>Total</b>
Segment assets	666,516	3,160,735	(620,000)	3,207,251
Increases for the period				
- capital expenditure	0	0	0	0
- acquisitions	0	0	0	0
Segment Liabilities	1,092,566	122,262	(1,040,426)	174,402

The inter-segment adjustments to assets and liabilities are predominantly related to intercompany advances.

<b>Year ended 30 June 2011</b>	<b>FGW Group</b>	<b>Investment Income</b>	<b>Inter-Segment Adjustment</b>	<b>Total</b>
Segment assets	723,093	4,045,002	(620,000)	4,148,095
Increases for the period				
- capital expenditure	1,570	1,744	0	3,314
- acquisitions	16,975	0	0	16,975
Segment Liabilities	1,393,250	223,178	(1,340,426)	276,002

The inter-segment adjustments to assets and liabilities are predominantly related to intercompany advances.

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

---

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (cont'd)

6-MONTHS ENDING 31 DECEMBER 2011

### 3(a) REVENUE

	31 DEC 2011	31 DEC 2010
	\$	\$
Dividends received	95,424	54,840
Interest received on bank deposits	66,181	33,928
Office costs reimbursed	43,751	45,466
Commissions received	101,445	362,936
	<u>306,801</u>	<u>497,170</u>

### 3(b) RESOLVE COSTS

As noted in 30 June 2011 Annual Report, the Company had entered into a conditional share and option exchange agreement to acquire Resolve Coal Pty Limited (Resolve Coal).

Due to volatility in Australian and global markets the completion date was extended to 31 October 2011.

On 1 December 2011 the transaction was terminated.

Resolve costs consist of legal costs and other professional services in respect of preparation of a prospectus, various agreements, experts reports and shareholder meetings.

### 4. CONTINGENT ASSETS AND LIABILITIES

There has been no change in contingent liabilities or contingent assets since the last annual reporting date.

# STRATEGIC POOLED DEVELOPMENT LIMITED

A.B.N. 71 062 187 893

---

## DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Strategic Pooled Development Limited, I state that:

In the opinion of the Directors:

- (a) the financial statements and notes set out on pages 5 to 12 are in accordance with the Corporations Act 2001 including:
  - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2011 and of its performance for the period then ended; and
  - (iii) comply with Accounting Standard AASB 134 Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



J.L. Walker  
Director

Signed in Melbourne on 28 February 2012 in accordance with a resolution of the Board.

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF STRATEGIC POOLED DEVELOPMENT LIMITED****Report on the Half-Year Financial Report**

We have reviewed the accompanying consolidated half-year financial report of Strategic Pooled Development Limited which comprises the statement of financial position as at 31 December 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity. The consolidated entity comprises Strategic Pooled Development Limited (the company) and the entities it controlled at 31 December 2011 or from time to time during the half-year ended on that date.

*Directors' Responsibility for the Half-Year Financial Report*

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with 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 Strategic Pooled Development Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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 have 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 the consolidated entity 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*.

  
PKF  
J A Mooney  
Partner

28 February 2012  
Melbourne

Tel: 61 3 9603 1700 | Fax: 61 3 9602 3870 | [www.pkf.com.au](http://www.pkf.com.au)  
PKF | ABN 83 236 985 726  
Level 14, 140 William Street | Melbourne | Victoria 3000 | Australia  
GPO Box 5099 | Melbourne | Victoria 3001

The PKF East Coast Practice is a member of the PKF International Limited network of legally independent member firms. The PKF East Coast Practice is also a member of the PKF Australia Limited national network of legally independent firms each trading as PKF. PKF East Coast Practice has offices in NSW, Victoria and Brisbane. PKF East Coast Practice does not accept responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.