

Results for announcement to market	Up / Down	% Change	2013 \$
Revenue from ordinary activities	Up	1,232,500%	12,326
Profit after tax from ordinary activities attributable to members	Down	411%	(1,437,848)
Profit attributable to members	Down	411%	(1,437,848)

Dividend Information	Amount per share	Franked Amount per share
Dividend – current reporting period	Nil	Nil
Dividend – previous reporting period	Nil	Nil

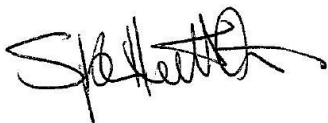
Net Tangible Asset Backing per Ordinary Share	cents
Net tangible asset backing per ordinary share – current reporting period	0.22
Net tangible asset backing per ordinary share – previous reporting period	(2.77)

Commentary on the Results for the Period

The loss for the year comprises amounts paid to the administrator on completion of the reconstruction of the Company, and other amounts incurred such as legal costs during the period of administration. Reclaim Industries Limited was reinstated to official quotation with the Australian Securities Exchange on 30 November 2012.

Audit

This Preliminary Final Report is based on the Annual Financial Report which is in the process of being audited. The Directors are unaware of any likely dispute the auditors will report upon.



Stephen Hewitt-Dutton

Director

Dated at Perth this 30th day of August 2013.

Corporate Information

Reclaim Industries Limited (“the Company”) is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange. The financial statements consist of consolidated financial statements for Reclaim Industries and its subsidiaries (“Group or Consolidated Entity”).

The Group’s Preliminary Financial Report does not include all the notes of the type normally included in an Annual Financial Report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the entity as the full financial report.

This Preliminary Financial Report has been prepared in accordance with the recognition and measurement requirements, but not all disclosure requirements, of Australian Accounting Standards and Interpretations and the Corporations Act 2001. Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards.

Significant accounting policies adopted in preparation of the preliminary financial report are consistent with those adopted by the company in preparation of the 30 June 2012 financial report and the 31 December 2012 half year financial report.

The Preliminary Final Report has have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted and rounded to the nearest dollar.

Review of Operations

Reclaim Industries Limited was admitted to the Official List of the ASX on 21 February 2002. The principal activities of the Group were rubber recycling and manufacturing to convert used rubber tyres into commercially attractive surfacing, moulded and granule products for a wide range of industries in both domestic and international markets.

On 17 February 2011, a creditor appointed David Ross, Richard Albarran and Blair Pleash of Hall Chadwick Chartered Accountants as Joint and Several Administrators of the Company, pursuant to section 436C of the Corporations Act 2001. The securities of the Company were suspended from official quotation on the Official List of the ASX.

On 31 August 2012, the Company issued a Supplementary Prospectus to extend:

- the closing date of the Offers to 31 October 2012
- the period for admission to quotation of Shares to 3 months from the date of the Supplementary Prospectus
- the period to raise the Minimum Subscription under the Public Offer to 4 months from the date of the Supplementary Prospectus

On 7 November 2012, Ms Paige Exley resigned as Company Secretary, and Ms Deborah Ho was appointed as Company Secretary.

Following full subscription being received for the Prospectus, on 15 November 2012 the following occurred:

- 225,000,000 fully paid up ordinary shares were issued raising \$2,250,000 of funds,
- 12,280,509 fully paid up ordinary shares were issued for nil consideration for the benefit of Creditors under the DOCA,
- 120,000,000 fully paid up ordinary shares were issued for nil consideration on conversion of convertible notes.

On 27 November 2012, the final tranche of funds (\$550,000) were paid to the Administrator, resulting in the DOCA being wholly effectuated on this date.

On 30 November 2012, the Company was reinstated to official quotation with the Australian Securities Exchange.

Since this date, the Group has commenced a review of the assets it has retained for the purpose of evaluating the commercial viability of each of the following:

- the business of tyre collection for use in production, export or for use by the Ag-float business;
- exporting tyres and tyre products, focusing on developing those products that markets require whilst also attracting appropriate margins; and
- the Ag-float business, utilising recycled tyres as an evaporation control device, limiting the amount of wind and sunlight to the surface of dam water.

Operating Results

The loss after tax of the Consolidated Entity for the financial year ended 30 June 2013 was \$1,437,848 (2012: \$281,127).

During the year, Reclaim Industries Limited incurred costs such as legal costs, associated with the recapitalisation of the Company. The loss for the year also includes an amount paid to the Administrators on completion of the recapitalisation. Reclaim Industries Limited was reinstated to official quotation with the Australian Securities Exchange on 30 November 2012.

Dividends Paid or Recommended

The Directors recommend that no dividend be paid for the year ended 30 June 2013, nor have any amounts been paid or declared by way of dividend since the end of the previous financial year (2012: nil).

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the financial year ended 30 June 2013

	Note	2013	2012
		\$	\$
Revenue from continuing operations		-	-
Other Income		12,326	1
Finance costs		(545)	(289)
Rent		(24,000)	(7,226)
Administration expenses		(630,019)	(388,210)
Share based payment		(245,610)	-
Freight expense		-	(503)
Forgiveness of debt		-	115,100
Deed of Company Arrangement (DOCA) costs		(550,000)	-
Loss before income tax		(1,437,848)	(281,127)
Income tax expense		-	-
Loss for the year		(1,437,848)	(281,127)
Other comprehensive income		-	-
Total comprehensive loss for the period		(1,437,848)	(281,127)
Earnings per share			
Continued operations			
Basic and diluted loss per share (cents per share)	1	(0.60)	(1.24)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Consolidated Statement of Financial Position

For the financial year ended 30 June 2013

	Note	2013	2012
ASSETS		\$	\$
CURRENT ASSETS			
Cash and cash equivalents		828,459	74,332
Trade and other receivables		57,571	33,973
Other		-	16,457
Subtotal		<u>886,030</u>	<u>124,762</u>
TOTAL CURRENT ASSETS		<u>886,030</u>	<u>124,762</u>
NON-CURRENT ASSETS			
Goodwill		-	-
Other intangible assets		-	-
Plant and equipment		-	-
TOTAL NON-CURRENT ASSETS		<u>-</u>	<u>-</u>
TOTAL ASSETS		<u>886,030</u>	<u>124,762</u>
CURRENT LIABILITIES			
Trade and other payables		55,967	153,192
Customer deposits		-	-
Borrowings	4	-	600,000
TOTAL CURRENT LIABILITIES		<u>55,967</u>	<u>753,192</u>
NON-CURRENT LIABILITIES			
Borrowings		-	-
TOTAL NON-CURRENT LIABILITIES		<u>-</u>	<u>-</u>
TOTAL LIABILITIES		<u>55,967</u>	<u>753,192</u>
NET ASSETS		<u>830,063</u>	<u>(628,430)</u>
EQUITY			
Issued capital	2	2,951,341	-
Reserves	3	-	55,000
Accumulated losses		<u>(2,121,278)</u>	<u>(683,430)</u>
Parent entity interest		830,063	(628,430)
Minority equity interest		-	-
TOTAL EQUITY		<u>830,063</u>	<u>(628,430)</u>

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity

For the financial year ended 30 June 2013

	Note	Issued Capital	Reserves – Employee Shares	Accumulated Losses	Total
		\$	\$	\$	\$
Balance as at 1 July 2011		8,291,476	-	(8,573,684)	(282,208)
Total comprehensive loss for the year		-	-	(281,127)	(281,127)
Transactions with equity holders in their Capacity as equity holders:					
Shares issued		(8,291,476)	-	8,291,476	-
Lapse of options issued under Employee Share Option Placement		-	-	(120,095)	(120,095)
Reversal of reserve relating to Reclaim Collections Pty Ltd		-	55,000	-	55,000
Balance as at 30 June 2012		-	55,000	(683,430)	(628,430)
Total comprehensive loss for the year		-	-	(1,437,848)	(1,437,848)
Shares issued		2,795,000	-	-	2,795,000
Issue costs		(144,269)	-	-	(144,269)
Reclassification of issued capital	2	55,000	(55,000)	-	-
Share based payment	3	245,610	-	-	245,610
Balance as at 30 June 2013		2,951,341	-	(2,121,278)	830,063

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows

For the financial year ended 30 June 2013

	2013 \$	2012 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	-	-
Payments to suppliers and employees	(758,385)	(330,769)
Interest and other costs of finance paid	(545)	-
Net cash used in operating activities	(758,930)	(330,769)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	12,326	1
Net cash used in by investing activities	12,326	1
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of convertible notes	-	350,000
Proceeds from share issue applications	2,195,000	55,000
Share issue costs	(144,269)	-
Payment to administrator	(550,000)	-
Net cash (used in)/provided by financing activities	1,500,731	405,000
Net decrease in cash held	754,127	74,232
Cash at beginning of financial year	74,332	100
Cash at end of financial year	828,459	74,332

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

1. Earnings Per Share

	2013 Cents per Share	2012 Cents per Share
Basic and diluted earnings per share – loss	(0.60)	(1.24)

2. Issued Capital

	2013 Number	2012 Number	2013 \$	2012 \$
Fully paid ordinary shares	379,999,473	22,718,964	3,095,610	-
	2013 Number	2012 Number	2013 \$	2012 \$
At the beginning of the financial year	22,718,964	113,597,454	-	8,291,476
Share transactions:				
- 20 June 2012 (i)	-			(8,291,476)
- 29 June 2012 (ii)	-	(90,878,490)	-	-
- 15 November 2012 (iii)	357,280,509		3,095,610	
Transaction costs:	-	-	(144,269)	-
Balance at the end of financial year	379,999,473	22,718,964	2,951,341	-

- (i) On 20 June 2012, pursuant to the resolution approved at the shareholders meeting on that date, the Company's share capital was reduced by \$8,291,476 being a portion of the accumulated losses against the share capital which is considered permanently lost.
- (ii) On 29 June 2012, pursuant to the resolution approved at the shareholders meeting on 20 June 2012, the Company's securities were consolidated on a 1:5 basis, resulting in a reduction of the number of shares on issue, from 113,597,454 to 22,718,964 ordinary fully paid shares.
- (iii) On 15 November 2012, pursuant to the Deed of Company Arrangement, the Company issued share following raising funds.

The company does not have a limited amount of authorised capital and issued shares do not have a par value. Fully paid ordinary shares carry one vote per share and carry the right to dividends.

3. Reserves

	2013	2012
	\$	\$
Share application reserve	55,000	55,000
Reclassification to share equity	(55,000)	
	-	55,000

4. Borrowings

Convertible notes issued in accordance with the requirements of the Deed of Company Arrangement entered into with Trident Capital Pty Ltd on 24 March 2011. On 15th November 2012, the convertible notes were converted and 120,000,000 shares issued at a price of \$0.005 per share.

5. Controlled Entities

Details of the Group's subsidiaries at the end of the reporting period are as follows:

	Country of Incorporation	Percentage Owned (%)	
		2013	2012
Parent Entity:			
Reclaim Industries Limited (i)	Australia	100	100
Subsidiaries of Reclaim Industries Limited:			
Reclaim Corporation Pty Ltd (i)	Australia	100	100
Reclaim Energy Pty Ltd (formerly Leisuresafe Holdings Pty Ltd) (i)	Australia	100	100
Reclaim SA Pty Ltd (i)	Australia	100	100
Reclaim Asia Pty Ltd (i)	Australia	100	100
Duskview Pty Ltd (i)	Australia	100	100

(i) These companies are members of the tax-consolidated group and Reclaim Industries Limited is the head entity of the tax-consolidated group.

6. Segment Reporting

The Group had been involved in rubber recycling and manufacturing. Subsequent to the relisting, the Group has continued to review all potential business opportunities presented to identify those that are consistent with the future direction of the Group.

Corporate Directory

Directors	Mr Stephen Hewitt-Dutton (appointed 13 March 2012) Mr KC Ong (appointed 13 March 2012) Mr Bruce Franzen (appointed 13 March 2012)
Company Secretary	Miss Deborah Ho
Registered Office	Level 24, 44 St Georges Terrace PERTH WA 6000 Telephone: (08) 6211 5099 Facsimile: (08) 9218 8875
Share Registry	Security Transfer Registrars Pty Limited 770 Canning Highway, APPLECROSS WA 6153 Telephone: (08) 9315 2333 Facsimile: (08) 9315 2233
Website	www.reclaimindustries.com.au
Place of Incorporation	Western Australia
Principal Place of Business	Level 24, 44 St Georges Terrace PERTH WA 6000 Telephone: (08) 6211 5099 Facsimile: (08) 9218 8875
Auditors	BDO (Audit) WA Pty Ltd 38 Station Street SUBIACO WA 6008 Telephone: (08) 6382 4600 Facsimile: (08) 6382 4601
Solicitors	Price Sierakowski Corporate Level 24, 44 St Georges Terrace PERTH WA 6000
Banker	National Australia Bank Limited Ground Floor, 100 St Georges Terrace PERTH WA 6000
Stock Exchange	ASX Limited Exchange Plaza, 2 The Esplanade PERTH WA 6000
ASX Code	RCM