

AAT CORPORATION LIMITED
(Formerly Autron Corporation Limited)

ABN 25 002 876 182

INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2013

AAT CORPORATION LIMITED
(Formerly Autron Corporation Limited)

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AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated group for the half-year ended 31 December 2013.

DIRECTORS

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

CURRENT DIRECTORS

Yuen Loke Chin, appointed 22 August 2013.

Kasudjono Harianto, appointed 22 August 2013.

Michael Thirnbeck, appointed 23 December 2013.

Company Secretary

Ms Eryn Kestel, appointed 16 February 2012.

PREVIOUS DIRECTORS

Mr Gregory Cornelsen, appointed 16 February 2012, resigned 22 February 2012, reappointed 22 August 2013, ceased 23 June 2014.

Mr Bruce Garlick, appointed 8 October 2013 ceased 17 December 2013.

Mr David Sutton, appointed 22 February 2012 ceased 22 August 2013.

Mr William Urquhart, appointed 1 August 2012 ceased 22 August 2013.

Mr Louis Willem Schurmann, appointed 30 November 2012 ceased 22 August 2013.

Mr Steven Nicols (Non-Executive Director) appointed 23 January 2012 ceased 30 November 2012.

Mr Anthony Crimmins, appointed 16 February 2012 ceased 1 August 2012.

Mr Craig Walsh, appointed 5 December 2011 ceased 21 February 2012.

Prof Chang Chieh Hang, appointed 15 March 2000 ceased 23 January 2012.

Mr Cheng Leong Tan, appointed 4 November 1998 ceased 23 January 2012.

Mr (Eric) Kheng Joo Lim, appointed 8 March 2005 ceased 23 January 2012.

Mr Warrick Davies, appointed 28 May 1997 ceased 16 August 2010.

Mr Philip Tien Choon Loong, appointed 25 October 2004 ceased 30 April 2010.

Mr Lo Fai Tsim, appointed 6 May 2002 ceased 15 March 2010.

REVIEW OF OPERATIONS

The Group's net loss from continuing operations (excluding discontinued operations) was \$173,457 (2012: \$493,791).

The Company's shares were suspended from trading on the ASX on 1 March 2010 and remain suspended. The Company was placed in to voluntary liquidation (Feb 2011) and then into voluntary administration (Sept 2011) and subject to a creditor's trust. The Company was recapitalised in February 2012 and again in November 2013.

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

DIRECTORS' REPORT

On 25 October 2013 The Company announced that a General Meeting will be held on Wednesday 27 November 2013 for the purpose of voting on a Proposal from an investment group based in Singapore for the recapitalisation of the Company. The Investment Group is Penta Group Pte Ltd (Penta). The terms of the recapitalisation proposal are as follows:

- Existing shareholders will be consolidated on a one (1) share for every one hundred (100) shares held;
- The investment group or its nominees will directly subscribe for or procure the subscription for 200,000,000 fully paid ordinary shares in the Company at an issue price of AUD \$0.002 each to raise AUD \$400,000 in total; and
- The Company's four (4) current Directors will be reappointed.

Penta also agrees to:

- Meet the immediate funding needs of the Company through the provision of a loan to the Company in the sum of AUD \$40,000. Subject to shareholder approval, Penta agreed to convert this loan to equity in the Company; and
- Provide further funding in the sum of AUD\$210,000 to pay all the creditors of the Company as at 21 August 2013, such funds to be available by way of subscription for new shares in the Company, subject to shareholder approval.

On 27 November 2013 the results of the General Meeting were announced to the market. All 7 resolutions passed unanimously.

SIGNIFICANT EVENTS AFTER REPORTING DATE

Refer to note 9 of the financial statements for details of significant events after the reporting date.

AUDITOR'S DECLARATION

The lead auditor's Independence Declaration under Section 307C of the *Corporations Act 2001* for the half-year ended 31 December 2013 is set out on page 5.

This report is signed in accordance with a resolution of the Board of Directors.



Yuen Loke Chin
Director
15 October 2014

The Board of Directors
AAT Corporation Limited (Previously Autron
Corporation Limited)
2B William Street,
NORTH SYDNEY NSW 2060

15 October 2014

Dear Board Members


AAT Corporation Limited (Previously Autron Corporation Limited)

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of AAT Corporation Limited (Previously Autron Corporation Limited).

As lead audit partner for the review of the financial statements of AAT Corporation Limited (Previously Autron Corporation Limited) for the half year ended 31 December 2013, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Neil Smith
Partner
Chartered Accountants

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Note	Consolidated Group	
		Period ended 31-12-2013	Period ended 31-12-2012
		\$	\$
Revenue			
Debt forgiven		81,314	-
Interest income		17	67
Employee benefits expense		(65,957)	(62,348)
Impairment of mining sub-licence		-	(250,000)
Professional fees		(95,689)	(137,109)
Listing fees		(52,738)	(36,826)
Other expenses		(40,404)	(7,575)
Profit/(Loss) before income tax		(173,457)	(493,791)
Income tax expense		-	-
Profit/(Loss) for the period	2	(173,457)	(493,791)
Other comprehensive income:			
Exchange difference arising on translation of foreign operations		(102,247)	(58,247)
Total comprehensive loss for the period		(275,704)	(552,038)
Loss attributable to:			
- owners of the parent		(173,457)	(493,791)
Total comprehensive loss attributable to:			
- owners of the parent		(275,704)	(552,038)
Earnings per share			
From continuing operations:			
Basic earnings/(loss) per share (cents per share)		(0.64)	(0.15)
Diluted earnings/(loss)per share (cents per share)		(0.64)	(0.15)

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes to the financial statements.

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

		Consolidated Group	
		31 Dec 2013	30 June 2013
ASSETS		\$	\$
CURRENT ASSETS			
Cash and cash equivalents		110,843	1,269
Trade and other receivables		12,802	1,879
Other		3,311	-
TOTAL CURRENT ASSETS		126,956	3,148
TOTAL ASSETS		126,956	3,148
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	3,750,392	3,772,497
Borrowings	6	-	231,282
Current taxation		21,239	20,656
Deferred taxation		10,161	9,882
TOTAL CURRENT LIABILITIES		3,781,792	4,034,317
NON-CURRENT LIABILITIES			
Borrowings	7	26,553	-
TOTAL NON-CURRENT LIABILITIES		26,553	-
TOTAL LIABILITIES		3,808,345	4,034,317
NET ASSETS		(3,681,389)	(4,031,169)
EQUITY			
Issued capital	8	79,419,980	78,794,496
Reserves		(479,808)	(377,561)
Accumulated losses		(82,621,561)	(82,448,104)
TOTAL EQUITY		(3,681,389)	(4,031,169)

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

AAT CORPORATION LIMITED*(Formerly Autron Corporation Limited)***CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013****Consolidated Group**

	Issued Capital	Accumulated losses	Foreign currency reserve	Total
	\$	\$	\$	\$
Balance at 1 July 2012	78,420,600	(81,718,577)	-	(3,297,977)
Loss for the period	-	(493,791)	-	(493,791)
Other comprehensive loss for the period	-	-	(58,247)	(58,247)
Total Comprehensive Loss	-	(493,791)	(58,247)	(552,038)
Shares issued during the year	406,870	-	-	406,870
Capital raising costs	(32,974)	-	-	(32,974)
Balance at 31 December 2012	78,794,496	(82,212,368)	(58,247)	(3,476,119)
Balance at 1 July 2013	78,794,496	(82,448,104)	(377,561)	(4,031,169)
Loss for the period	-	(173,457)	-	(173,457)
Other comprehensive loss for the period	-	-	(102,247)	(102,247)
Total Comprehensive Loss	-	(173,457)	-	(275,704)
Shares issued during the year	630,000	-	-	630,000
Capital raising costs	(4,516)	-	-	(4,516)
Balance at 31 December 2013	79,419,980	(82,621,561)	(479,808)	(3,681,389)

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

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Consolidated Group	
	Period ended 31-12-2013	Period ended 31-12-2012
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(350,716)	(266,706)
Interest received	17	67
Net cash provided by (used in) operating activities	(350,699)	(266,639)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for mining sub-licence	-	(250,000)
Net cash provided by (used in) investing activities	-	(250,000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	406,870
Capital raising costs	-	(32,974)
Proceeds from/(repayment of) borrowings	460,273	104,634
Net cash provided by (used in) financing activities	460,273	478,530
Net increase/(decrease) in cash held	109,574	(38,109)
Cash and cash equivalents at beginning of the period	1,269	38,312
Cash and cash equivalents at end of the period	110,843	203

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

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

These general purpose financial statements for the interim half-year reporting period ended 31 December 2013 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 Standard 134 ensures that the financial statements and notes also comply with International Financial Reporting Standard IAS 34: Interim Financial Reporting.

This interim financial report is intended to provide users with an update on the latest annual financial statements of AAT Corporation Limited 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 2013, together with any public announcements made during the half-year.

The condensed consolidated financial statements 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.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements except for the adoption of the following revised Accounting Standard except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

(b) Maintenance of accounting records

The directors have not been able to obtain all books and records of its subsidiaries in Singapore, in relation to transactions and balances for the half year ended 31 December 2013. Therefore, the directors have prepared the financial report to the best of their knowledge based on the limited information available to them at the time of preparation of the financial report and have recognised liabilities totalling \$3.724m in the statement of financial position in relation to the subsidiaries. On 17 June 2014, the directors of the company sold the Singapore subsidiaries to a third party and therefore have deconsolidated the liabilities arising from its subsidiaries of approximately \$3.565m at the time of disposal.

(c) Adoption of new and revised Accounting Standards

The consolidated entity has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to their operations and are effective for the current financial reporting period, being the half year ended 31 December 2013. New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- AASB 10 'Consolidated Financial Statements' and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards'
- AASB 11 'Joint Arrangements' and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards'
- AASB 12 'Disclosure of Interests in Other Entities' and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards'
- AASB 127 'Separate Financial Statements' (2011) and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards'
- AASB 128 'Investments in Associates and Joint Ventures' (2011) and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards'
- AASB 13 'Fair Value Measurement' and AASB 2011-8 'Amendments to Australian Accounting Standards arising from AASB 13'
- AASB 119 'Employee Benefits' (2011) and AASB 2011-10 'Amendments to Australian Accounting Standards arising from AASB 119 (2011)'
- AASB 2012-2 'Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities'
- AASB 2012-5 'Amendments to Australian Accounting Standards arising from Annual Improvements 2009–2011 Cycle'
- AASB 2012-10 'Amendments to Australian Accounting Standards – Transition Guidance and Other Amendments'

The adoption of these standards and interpretations did not have a material impact on the consolidated entity.

AAT CORPORATION LIMITED

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

(d) Standards and Interpretations issued but not yet effective

Australian Accounting Standards and Interpretations have recently been issued or amended but are not yet effective and have not been adopted by the consolidated entity for the half year ending 31 December 2013. Management is in the process of assessing the impact of the adoption of these standards and interpretations on the consolidated entity.

(e) Going concern

The financial report has been prepared on the going concern basis which assumes the continuity of normal business activities and the realisation of assets and extinguishment of liabilities in the ordinary course of business.

The directors have prepared a cash flow forecast for a period of 12 months from the date of signing of this financial report and the directors are aware of the company's need to access additional working capital funds to enable the company to fund its ongoing corporate and administration expenses and to seek new business ventures.

Penta Group Pte. Ltd became a substantial shareholder of the company on completion of the Proposal in November 2013 (refer to Note 1(b)) and plan on reviewing new projects to vend into the company. When a new business opportunity is presented and selected by the directors of the company, additional funding will need to be obtained and the requirements of Chapters 1 and 2 of the Australian Securities Exchange ('ASX') Listing Rules will need to be completed in order for the company to obtain its quotation on the ASX and subsequently the Singapore Exchange('SGX') .

On 17 June 2014, the directors of the company sold the company's remaining Singapore subsidiaries to a third party and therefore have deconsolidated the liabilities arising from its subsidiaries of approximately \$3.565m at the time of disposal.

Penta Group Pte. Ltd has agreed that if the company is unable to pay its debts, Penta Group Pte. Ltd will pay the company's liabilities on its behalf for at least 12 months from the date of signing this financial report. The directors have received further loan funds of \$500,000 in September 2014 respectively, which is sufficient to meet the ongoing corporate and administration expenses of the company for the period of at least 12 months from the date of signing this financial report.

Accordingly, the directors consider that the preparation of the financial report on the going concern basis is appropriate.

Note 2: PROFIT FOR THE PERIOD

	Consolidated Group	
	31 December 2013 \$	31 December 2012 \$
Other revenue		
Debt forgiven	81,314	-
Interest received	17	67
	<u>81,331</u>	<u>67</u>

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

Note 2: PROFIT FOR THE PERIOD (CONT)

Expenses

Wages, salary, directors fees and other remuneration expense	65,957	62,348
Impairment of mining sub-licence	-	250,000
Professional fees	95,689	137,109
SGX listing fees	34,376	21,926
ASX listing fees	18,362	14,900

Note 3: OPERATING SEGMENTS

The directors have considered the requirements of AASB 8 Operating Segments and the internal reports that are reviewed by the chief operating decision maker (the Board) in allocating resources and have concluded at this time that there are no separately identifiable segments.

Note 4: FINANCIAL INSTRUMENTS

The fair value of financial assets and liabilities approximates its carrying amount recorded in the statement of financial position.

Note 5: TRADE AND OTHER PAYABLES

	Consolidated Group	
	31 December 2013 \$	30 June 2013 \$
Trade payables	44,527	181,217
Other payables	3,705,865	3,591,280
	<u>3,750,392</u>	<u>3,772,497</u>

Trade payables and other payables and accruals are non-interest bearing and are normally settled on 30 days - 150 days terms.

Note 6: BORROWING - CURRENT

Balance at the beginning of the period	231,282	-
Loan – Dayton Way Financial Pty Ltd	(231,282)	231,282
Balance at the end of the period	<u>-</u>	<u>231,282</u>

The borrowings from Dayton Way Financial Pty Ltd are unsecured, have no fixed terms of repayment and bear interest at 0% per annum.

During the half year ended 31 December 2013, \$230,000 of the loan was converted into share capital in the Company, with the balance forgiven by Dayton Way Pty Ltd.

Note 7: BORROWING – NON-CURRENT

Balance at the beginning of the period	-	-
Loan – Penta Group Pte Ltd	26,553	-
Balance at the end of the period	<u>26,553</u>	<u>-</u>

The borrowings from Penta Group Pte Ltd are unsecured, are repayable over 24 months and bear interest at 12% per annum.

During the half year ended 31 December 2013, \$414,553 was lent to the Company by Penta Group Pte Ltd. \$388,000 of this total was converted to share capital in the Company.

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

Note 8: ISSUED CAPITAL

	Consolidated Group	
	31 December 2013	30 June 2013
	\$	\$
a) Issued and paid up capital		
Fully paid ordinary shares at the beginning of the period	78,794,496	78,420,600
Shares issued during the year	630,000	406,870
Capital raising costs	(4,516)	(32,974)
Fully paid ordinary shares at the end of the period	79,419,980	78,794,496
	No.	No.
b) Movement in shares on issue		
Balance at beginning & end of financial year	365,867,939	287,623,710
Shares issued during the year:		
30 July 2012	-	11,628,844
15 August 2012	-	24,969,231
8 November 2012	-	41,646,154
4 December 2013	44,230,769	-
Sub-total	410,098,708	365,867,939
1:100 share consolidation	(405,997,721)	-
9 December 2013	194,000,582	-
27 December 2013	6,000,000	-
Balance at 31 December 2013	204,101,569	365,867,939

On 27 November 2013, in an Extraordinary General Meeting of shareholders, the company passed a motion to consolidate the existing company shares on a one for one-hundred basis, once shares were issued upon conversion of convertible loans held by sophisticated, professional or exempt investors who previously provided funding to the Company.

On 4 December 2013 the Company issued 44,230,769 shares as approved by the shareholders at the General Meeting dated 27 November 2013. The shares were issued upon conversion of convertible loans held by sophisticated, professional or exempt investors who previously provided funding to the Company. The convertible loan was held by Dayton Way Pty Ltd, see note 6.

On 9 December 2013 the Company issued 194,000,582 shares as approved by the shareholders at the General Meeting dated 27 November 2013, raising \$388,000. This amount was converted from the loan provided by Penta Group Pte Ltd, see note 7.

On 27 December 2013 the Company issued 6,000,000 shares as approved by the shareholders at the General Meeting dated 27 November 2013, raising \$12,000. The shares were issued to an overseas sophisticated, professional and exempt investor.

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

Note 9: EVENTS AFTER BALANCE DATE

The following events have occurred since 31 December 2013:

On 21 February 2014 the Company changed its registered and principal place of business to 2B William Street, NORTH SYDNEY, NSW, AUSTRALIA, 2060.

On 17 June 2014, the Company sold its interests in the three Singapore subsidiaries, AFD Pte Ltd, Autron Singapore Pte Ltd and I.C. Equipment Pte Ltd, to a third party. The subsidiaries of the Company have now all been disposed of and therefore are no longer a consolidated entity at the date of signing this financial report. Therefore, the going concern has been prepared on the basis of the Company only; refer to Note 1(d) for details.

On 23 June 2014, Mr Gregory Cornelsen resigned from the Board.

On 3 September 2014, the Company entered into a loan agreement with Penta Group Pte Ltd for \$500,000 at 12% per annum interest and repayable on the earlier of:

- 24 months,
- when the Company enters into a recapitalisation event or,
- the lender or any of its subsidiaries ceases to own at least 51% of the Company.

AAT CORPORATION LIMITED

(Formerly Autron Corporation Limited)

DIRECTORS' DECLARATION

In the opinion of the directors of AAT Corporation Limited:

1. The financial statements and notes, as set out on pages 6 to 14 of this Interim Financial Report, are in accordance with the *Corporations Act 2001*, including:
 - a) complying with Accounting Standards, and
 - b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the half-year ended on that date.
2. In relation to the statements that there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors of AAT Corporation Limited.



Yuen Loke Chin

Director

15 October 2014

Independent Auditor's Review Report to the Members of AAT Corporation Limited (previously Autron Corporation Limited)

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of AAT Corporation Limited (previously Autron Corporation Limited) (the Company), which comprises the condensed consolidated statement of financial position as at 31 December 2013, and the condensed consolidated statement of comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the Company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on pages 6 to 15.

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 internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and 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 half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2013 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 AAT Corporation 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.

Auditor's Independence Declaration

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of AAT Corporation Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Basis for Qualified Conclusion

As stated in Note 1(b) to the financial report, as a result of the change in ownership of the consolidated entity, the directors have not been able to obtain all books and records of its subsidiaries in Singapore, in relation to transactions and balances. Hence, the directors have prepared the half-year financial report to the best of their knowledge based on the limited information available to them at the time of preparation of the financial report and have recognised liabilities totalling \$3.724m (30 June 2013: \$3.622m) in the statement of financial position in relation to these subsidiaries. We have been unable to obtain sufficient appropriate evidence of the completeness and accuracy of these recognised liabilities at the respective dates and, accordingly, we have been unable to determine whether the liabilities at 30 June 2013 and 31 December 2013, and any required changes in these liabilities, have been appropriately recognised and measured.

Qualified Conclusion

Based on our review, which is not an audit, with the exception of the possible effects of the matter described in the Basis for Qualified Conclusion paragraph, we have not become aware of any matters that makes us believe that the half-year financial report for AAT Corporation 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 2013 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



DELOITTE TOUCHE TOHMATSU



Neil Smith
Partner
Chartered Accountant
Perth, 15 October 2014