

MEDIA RELEASE
For Immediate Release
30 August 2011



Results for Announcement to the Market

Half year report for the period ended 30 June 2011

	Change from previous corresponding period [^]			
	Up/Down	%		
Revenue from ordinary activities - continued	Up	35.11	to	(23,130)
Net profit/(loss) after tax from ordinary activities attributable to members	Up	60.18	to	(354,293)
Net profit/(loss) attributable to members	Up	59.83	to	(358,545)

[^] All figures compared to 30 June 2010 unless otherwise indicated

	30-Jun-11	30-Jun-10
Net Tangible Assets per share (NTA) in dollars	0.0185	(0.0009)

REVIEW AND RESULTS OF OPERATIONS

Investments and Trading Performance

In the first half of 2011, the Company completed a Share Purchase Plan (SPP) which raised an additional \$3,600,000 for the company's ongoing working capital requirements including funding the transaction announced on 12 October 2010 (Duyfken Transaction). Due to continuing volatility in the financial markets, overall trading activity was not significant and reflected the Company's cautious approach to trading.

For the half-year ended 30 June 2011, the Company recorded a trading loss of \$354,293 primarily attributable to the execution of the Duyfken Transaction and associated due diligence, compared with a loss of \$889,798 for the same period in prior year. The Company continues to assess a number of investment opportunities, including increasing its investment in the underlying assets included in the Duyfken Transaction.

EVENTS OCCURRING AFTER BALANCE DATE

There has not been any matter or circumstances occurring after the balance date that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

DIVIDENDS

The directors of Luminus Systems Limited do not propose the payment of a dividend in respect of the half-year ended 30 June 2011.



SAL CATALANO

Director and Chief Executive Officer



IAN PATTISON

Director and Chief Financial Officer

Contacts for Further Information on Luminus Systems Limited

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Luminus Systems Limited

and its Controlled Entites

ABN 30 103 228 271

Interim Financial Statements

For the period ended

30 June 2011



DIRECTORS REPORT

FOR THE HALF YEAR ENDED 30 JUNE 2011

The directors submit their report together with the consolidated interim financial report for the half-year ended 30 June 2011 and the 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 set out as below:

Sal Catalano (Executive Chairman)
Ian Pattison (Chief Financial Officer)
Gary Mueller (Chief Operating Officer)

REVIEW AND RESULTS OF OPERATIONS

Investments and Trading Performance

In the first half of 2011, the Company completed a Share Purchase Plan (SPP) which raised an additional \$3,600,000 for the company's ongoing working capital requirements including funding the transaction announced on 12 October 2010 (Duyfken Transaction). Due to continuing volatility in the financial markets, overall trading activity was not significant and reflected the Company's cautious approach to trading.

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DIVIDENDS

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AUDITOR'S INDEPENDENCE DECLARATION

We have obtained the independence declaration from our auditors, Hayes Knight Audit. This declaration is included as an attachment to this half yearly report.

SAL CATALANO

Director and Chief Executive Officer

IAN PATTISON

Director and Chief Financial Officer

Dated this 30th day of August 2011

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of Luminus Systems Limited and its controlled entities for the half year ended 30 June 2011, declare under Section 307C of the *Corporations Act 2001*, that to the best of my knowledge and belief, there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review
- no contraventions of any applicable code of professional conduct in relation to the review.

Hayes Knight Audit Pty Ltd
Melbourne



G. S Parker
Director

Dated this 30 day of August 2011

CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 30 JUNE 2011

	NOTES	CONSOLIDATED 30 June 2011	30 June 2010
		\$	\$
CONTINUING OPERATIONS			
Revenue			
Interest income		2,666	122,444
Net gains/(losses) on equities & derivatives		(25,905)	(160,722)
Other income		109	2,632
Total revenue		(23,130)	(35,646)
Cost of sales		(278)	(293)
Gross Profit		(23,408)	(35,939)
Interest expense		(42,755)	(226)
Salary and employee benefit expenses		(61,797)	(100,454)
Net reversal of prior year provision		-	1,174,699
Loss/(gain) on sale of investments		-	(1,291,694)
Other expenses		(226,333)	(117,134)
Total expenses		(330,885)	(334,809)
Profit/(loss) from continuing operations before income tax		(354,293)	(370,748)
Income tax (expense)/benefit		-	(519,050)
Profit/(loss) from continuing operations		(354,293)	(889,798)
DISCONTINUED OPERATION			
Net profit/(loss) after tax from discontinued operations	2	(4,252)	(2,869)
Net profit/(loss) attributable to members of the parent company:		(358,545)	(892,667)
OTHER COMPREHENSIVE INCOME			
Net fair value loss on available for sale assets	4	-	(176,028)
Foreign currency translation:		4,066	14,652
Other comprehensive (loss) net of tax		4,066	(161,376)
Total comprehensive (loss) attributable to members of the parent company		(354,479)	(1,054,043)
Earnings/(losses) per ordinary share (cents)			
- Basic		(0.1894)	(1.0362)
- Diluted		(0.1894)	(1.0362)
Earnings/(losses) per ordinary share (cents) from continuing operations			
- Basic		(0.1871)	(1.0329)
- Diluted		(0.1871)	(1.0329)
Dividends per share (cents)			
- Interim		-	-

THE CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME SHOULD BE READ IN CONJUNCTION WITH THE ACCOMPANYING NOTES AND THE 2010 ANNUAL FINANCIAL REPORT

CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2011

	Notes	CONSOLIDATED	
		30 June 2011	31 December 2010
		\$	\$
Current assets			
Cash and cash equivalents		138,494	341,171
Receivables		19,953	6,336
Other financial assets		79,350	261,666
Other assets		-	-
Total current assets		237,797	609,173
Non-current assets			
Other financial assets		5,120,000	1,100,000
Deferred tax assets		-	-
Total non-current assets		5,120,000	1,100,000
Total assets		5,357,797	1,709,173
Current liabilities			
Payables		168,175	237,771
Loans and borrowings - interest bearing		521,250	500,000
Provisions		46,774	43,225
Total current liabilities		736,199	780,996
Non-current liabilities			
Other liabilities		290,000	290,000
Total non-current liabilities		290,000	290,000
Total liabilities		1,026,199	1,070,996
Net assets		4,331,598	638,177
Shareholder's equity			
Issued capital	3	18,917,931	14,870,031
Reserves		(2,009,155)	(2,013,221)
Accumulated (losses)/profit		(12,577,178)	(12,218,663)
Total shareholder's equity		4,331,598	638,177
Total Equity		4,331,598	638,177

THE CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION SHOULD BE READ IN CONJUNCTION WITH THE ACCOMPANYING NOTES AND THE 2010 ANNUAL FINANCIAL REPORT

CONSOLIDATED INTERIM STATEMENT OF CASHFLOW

FOR THE HALF YEAR ENDED 30 JUNE 2011

	CONSOLIDATED	
	30 June 2011	30 June 2010
	\$	\$
Cash flow from operating activities		
Receipts from customers	156,579	323,379
Payments to suppliers	(367,231)	(97,824)
Payments to personnel	(53,695)	(85,250)
Net Interest received/(paid)	2,556	321
Net Dividend received/(paid)	-	2,632
Net cash flow from/(used in) operating activities	(261,791)	143,258
Cash flow from/(used in) investing activities		
Investment in other financial assets	(4,020,000)	-
Investment in available for sale assets	-	(176,028)
Proceeds from sale of interest in controlled entities	-	5,000
Net cash flow from/(used in) investing activities	(4,020,000)	(171,028)
Cash flow from/(used in) financing activities		
Proceeds/(repayment) of borrowings	478,495	-
Net proceeds from issue of equity	3,600,602	-
Net cash flow from/(used in) financing activities	4,079,096	-
Net increase/(decrease) in cash held	(202,695)	(27,770)
Cash and cash equivalents held at the beginning of the period	341,171	71,380
Effect of exchange rates on cash held	18	(24)
Net change in cash as above	(202,695)	(27,770)
Cash and cash equivalents held at the end of the period	138,494	43,586

THE CONSOLIDATED INTERIM STATEMENT OF CASHFLOW SHOULD BE READ IN CONJUNCTION WITH THE ACCOMPANYING NOTES AND THE 2010 ANNUAL FINANCIAL REPORT

CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 30 JUNE 2011

	Issued Capital	Retained Earnings	Other Reserves	Total
	\$	\$	\$	\$
As at 1 January 2011	14,870,031	(12,218,633)	(2,013,221)	638,177
Net profit/(loss)	-	(358,545)	-	(358,545)
Other comprehensive income				
Foreign currency translation	-	-	4,066	4,066
Total comprehensive income	-	(358,545)	4,066	(354,479)
Shares issued under share purchase plan	3,600,000	-	-	3,600,000
Shares issued upon conversion of Convertible Note	500,000	-	-	500,000
Shares issues as consideration for underwriting services	180,000	-	-	180,000
Shares issue costs	(232,701)	-	-	(232,701)
Share options exercised	601	-	-	601
As at 30 June 2011	18,917,931	(12,577,178)	(2,009,155)	4,331,598
As at 1 January 2010	14,464,123	(13,955,329)	(1,722,458)	(1,213,664)
Net profit/(loss)	-	(892,667)	-	(892,667)
Other comprehensive income				
Foreign currency translation	-	-	14,652	14,652
Available for sale reserve movement	-	-	(176,028)	(176,028)
Total comprehensive income	-	(892,667)	(161,376)	(1,054,043)
Reversal of tax effect on share issue costs	(5,950)	-	-	(5,950)
Difference arising on disposal of majority interest in Promim Pty Ltd	(97,185)	2,167,727	123,025	2,193,567
As at 30 June 2010	14,360,988	(12,680,269)	(1,760,809)	(80,090)

THE CONDENSED STATEMENT OF CHANGES IN EQUITY SHOULD BE READ IN CONJUNCTION WITH THE ACCOMPANYING NOTES AND THE 2010 ANNUAL FINANCIAL REPORT

CONDENSED NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

These general purpose interim financial statements for the half year ended 30 June 2011 has been prepared in accordance with financial reporting requirements under the Australian Stock Exchange Listing Rules, AASB 134 *Interim Financial Reporting* and the Corporations Act 2001.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Luminus Systems Limited and its controlled entities (referred to as the Consolidated Group or 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 31 December 2010, together with any public announcements made by Luminus Systems Limited during the half year ended 30 June 2011 in accordance with the continuous disclosure obligations of the *ASX listing rules*.

The half- year consolidated financial statements have been prepared using the same accounting policies as used in the annual financial statements for the year ended 31 December 2010. Comparative information has been regrouped or restated where appropriate to enhance comparability.

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

Adoption of new and revised Accounting Standards

From 1 January 2011, the Group has adopted all of the new and revised Standards and Interpretations, mandatory for annual periods beginning on or after 1 January 2011. Adoptions of these standards and interpretations did not have any effect on the financial position or performance of the Group.

2. DISCONTINUED OPERATIONS

Promim Pty Ltd (Administrators appointed)(In Liquidation) ("Promim")

On 1 January 2010, the board of directors disposed of 40% of the voting shares of its subsidiary Promim. On 13 October 2010, Voluntary Administrators were appointed to Promim and subsequently, Liquidators were appointed on 17 November 2010.

	CONSOLIDATED	
	30 June 11	30 June 10
	\$	\$
Revenues	59	1
Expenses	(4,311)	(2,870)
Profit/(loss) before income tax from discontinued operations	(4,252)	(2,869)
Income tax (expense)/benefit	-	-
Profit/(loss) after income tax from discontinued operations	(4,252)	(2,869)

CONDENSED NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2011

3. ISSUED AND PAID UP CAPITAL

	\$	Number of Shares
30 June 11		
Ordinary shares, each fully paid	18,917,931	234,032,887
Unlisted options	-	110,209,183
	<u>18,917,931</u>	
31 December 10		
Ordinary shares, each fully paid	14,870,031	99,972,731
Unlisted options	-	60,269,339
	<u>14,870,031</u>	

(i) Movement in issued and paid up capital

Ordinary shares, fully paid

30 June 11		
Opening balance	14,870,031	99,972,731
Shares issued under share purchase plan	3,600,000	80,000,000
Shares issued upon conversion of Convertible Note	500,000	50,000,000
Shares issues as consideration for underwriting services	180,000	4,000,000
Shares issue costs	(232,701)	-
Share options exercised	601	60,156
Closing Balance	<u>18,917,931</u>	<u>234,032,887</u>

Unlisted options

30 June 11		
Opening balance	-	60,269,339
Share options issued as part of converting note conversion	-	50,000,000
Share options exercised	-	(60,156)
Closing balance	<u>-</u>	<u>110,209,183</u>

Unlisted options are exercisable on a 1:1 basis for ordinary shares of the Company at an exercise price of \$0.01 per share. Unexercised options will expire at 5.00pm (AEST) on 31 December 2012.

Holders of unlisted options have no rights to receive dividends as declared, in the event of winding up of the company, to participate in the proceeds from the sale of all surplus assets.

Unlisted options do not entitle the holder to vote at a meeting of the Company.

CONDENSED NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2011

4. RELATED PARTY DISCLOSURES

The Directors of Luminus Systems Ltd during the period were:

Sal Catalano

Ian Pattison

Gary Mueller

Related Party Transactions

Custodian Services and Administrative Services

The Company outsources substantially all of its back office function to Chimaera Capital Limited (CCL). The services provided by CCL include custodial services, finance and related services and technical services. During the period, no services fee was charged to the Company (2010: \$40,000). As at 30 June 2011, no amounts are outstanding under this arrangement (2010: \$106,074).

As at 30 June 2011, the Company had \$122,357 in cash (2010: \$312,023) and \$79,350 in trading securities (2010: \$261,666) held in its custody account.

Underwriting

During the year, CCL was appointed as the Underwriter of the Company's SPP, which was completed in April 2011. The Company incurred a cost of \$180,000 in respect of the underwriting of the share purchase plan. As at balance date, no amounts were outstanding under this arrangement.

Funding Facilities

In February 2011, the Company entered into a loan agreement with Pershing Nominees Pty Ltd ("Pershing"), an entity related to S Catalano and I Pattison, to borrow \$1,585,000. Interest charged on this facility during the period was \$41,620 and the balance outstanding as at 30 June 2011 is \$521,250.

The Company entered into a loan agreement with Sylvan Superannuation Fund ("Sylvan") in February 2011, an entity related to I Pattison, to borrow \$65,000. Interest charged on this facility during the period was \$1,135 and as at balance date, no amounts were outstanding under this facility.

In October 2010, the Company entered into a Convertible Note facility with Pershing that provided the Company with funding to enable it to exploit the investment opportunity represented in part by the Duyfken Transaction. On 9 March 2011, the shareholders of the Company passed a resolution at the Extraordinary General Meeting approving the conversion of the \$500,000 Convertible Note held by Pershing. Upon conversion in April 2011, the Company issued 50,000,000 fully paid ordinary shares and 50,000,000 unlisted options (expiry date 31 December 2012), exercisable on a 1:1 basis for ordinary shares of the Company at an exercise price of \$0.01 per share.

Investment in Dexsar Inc

During the period ended 30 June 2011, no further investment (2010: US\$248,000 (A\$279,153)) was made to Dexsar Inc under the converting note structure.

As at 30 June 2011, the face value of the investment in Dexsar Inc in the form of convertible notes was US\$3,564,000 (2010: US\$3,564,000) and the carrying value of the investment was \$Nil (2010: \$Nil). The decision in relation to the carrying value of the investment was made in light of the uncertainty associated with estimating future cash flows and determining the market value of the developed technologies.

CONDENSED NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2011

5. OPERATING SEGMENTS

The Group has identified its reporting segments based on the internal reports that are reviewed and used by the chief operating decision maker for the purpose of resource allocation and assessment of performance. The Group's reportable segments are as follows:

- Trading – this operating segment engaged in business activities that derived revenue and incurred expenses from trading in listed and unlisted financial instruments.
- Mining exploration and development.
- Discontinued operations – this segment relates to:

Promim operation – activities previously conducted by the Group's subsidiary Promim. On 1 January 2010, the Group sold 40% of the voting shares of Promim. On loss of control, the operations of this segment for the previous period were grouped under discontinued operations.

Trading and investment activities of the US operation – activities previously conducted by the US subsidiary and were discontinued in prior years. The operation consists of trading activities and digital photographic equipment activities - which design, manufacture and distribute photographic scanning equipment, and digital image processing software.

Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable operating segment for the period under review.

CONDENSED NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2011

5. OPERATING SEGMENTS (CONTINUED)

30 June 2011

	CONTINUING OPERATIONS		DISCONTINUED OPERATIONS	TOTAL OPERATIONS
	Trading	Minerals Exploration & Development	Total	
	\$	\$	\$	\$
Revenue				
Revenue from external customers	(25,796)	-	(25,796)	59
Interest revenues	2,666	-	2,666	-
Total segment revenue	(23,130)	-	(23,130)	59
Inter-segment eliminations	-	-	-	-
Consolidated revenue	(23,130)	-	(23,130)	59
Results				
Cost of sales	(278)	-	(278)	-
Interest expense	-	(42,755)	(42,755)	-
Salaries and employee benefit expenses	(61,797)	-	(61,797)	-
Other expenses	(97,201)	(129,132)	(226,333)	(4,311)
Profit/(loss) before income tax	(182,406)	(171,887)	(354,293)	(4,252)
Income tax (expense)/benefit	-	-	-	-
Consolidated profit/(loss)	(182,406)	(171,887)	(354,293)	(4,252)

30 June 2010

Revenue				
Revenue from external customers	(158,090)	-	(158,090)	-
Interest revenues	122,444	-	122,444	1
Total segment revenue	(35,646)	-	(35,646)	1
Inter-segment eliminations	-	-	-	-
Consolidated revenue	(35,646)	-	(35,646)	1
Results				
Cost of sales	(293)	-	(293)	-
Interest expense	(226)	-	(226)	-
Salaries and employee benefit expenses	(100,454)	-	(100,454)	-
Net reversal of prior year provision	1,174,699	-	1,174,699	-
Gain/(loss) on sale of investment	(1,291,694)	-	(1,291,694)	-
Other expenses	(117,134)	-	(117,134)	(2,870)
Profit/(loss) before income tax	(370,748)	-	(370,748)	(2,869)
Income tax (expense)/benefit	(519,050)	-	(519,050)	-
Consolidated profit/(loss)	(889,798)	-	(889,798)	(2,869)

CONDENSED NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2011

5. OPERATING SEGMENTS (CONTINUED)

Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by reportable operating segment for the period under review.

	CONTINUING OPERATIONS		DISCONTINUED OPERATIONS	TOTAL OPERATIONS
	Trading	Minerals Exploration & Development	Total	
	\$	\$	\$	\$
30 June 2011				
Assets				
Segment assets	337,753	5,020,000	5,357,753	44
Consolidated assets	337,753	5,020,000	5,357,753	44
Liabilities				
Segment liabilities	152,828	521,250	647,078	352,121
Consolidated liabilities	152,828	521,250	647,078	352,121
31 December 2010				
Assets				
Segment assets	708,944	1,000,000	1,708,944	229
Consolidated assets	708,944	1,000,000	1,708,944	229
Liabilities				
Segment liabilities	218,876	500,000	718,876	352,120
Consolidated liabilities	218,876	500,000	718,876	352,120

Major products and services

The Group's revenues from its major products and services were as follows:

	30 June 11	30 June 10
	\$	\$
Continuing operations		
Trading activities	(23,130)	(35,646)
Minerals exploration & development	-	-
	(23,130)	(35,646)
Discontinued operations		
Discontinued operations	59	1
	59	1
Consolidated revenue	(23,071)	(35,645)

6. EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

There has not been any matter or circumstances occurring after the balance date that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

DIRECTORS' DECLARATION

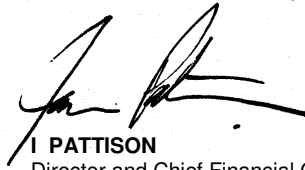
In accordance with a resolution of the directors of Luminus Systems Limited, we state that:

In the opinion of the directors:

- (a) The financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2011 and of their performance for the half year ended on that date; and
 - (ii) complying with Accounting Standards and Corporations Regulations 2001;
- (b) There are reasonable grounds to believe that the consolidated entity will be able to pay its debts as and when they become due and payable.



S CATALANO
Director and Chief Executive Officer



I PATTISON
Director and Chief Financial Officer

ASX ADDITIONAL INFORMATION

Additional information required by the Australian Stock Exchange Ltd and not shown elsewhere in this report is as follows.
The information was current as at 4 August 2011.

(a) Distribution of equity securities

Range	Shares	% Shareholders	Number
1 to 500	29,590	0.01	448
From 501 to 1,000	43,066	0.02	52
From 1,001 to 5,000	366,650	0.16	142
From 5,001 to 10,000	430,466	0.18	61
From 10,001 to 100,000	4,012,126	1.71	128
100,001 to 9,999,999,999	229,161,889	97.92	51
	234,043,787	100.00	882

(b) Unmarketable parcels

	Minimum Parcel Size	Holders	Units
Minimum \$ 500.00 parcel at \$ 0.045 per unit	11,112	727	1,120,225

(c) Twenty largest shareholders

Listed ordinary shares	Number of Shares	% of ordinary shares
Pershing Nominees Pty Ltd	67,377,491	28.79
Chimaera Capital Limited	48,192,880	20.59
ANZ Nominees Limited <Primebroker-PSL No3 Hldg A/C>	25,217,684	10.77
Inverarey Pty Ltd <Kilchurn A/C>	19,991,112	8.54
Citicorp Nominees Pty Limited	16,846,547	7.20
I E Properties Pty Ltd	5,566,112	2.38
Mr Leendert Cornelius Vander Sluys	4,538,763	1.94
Nutsville Pty Ltd <Indust Electric Co S/F A/C>	4,488,890	1.92
Pilmore Pty Limited	3,230,492	1.38
Somnus Pty Ltd <Somnus Superannuation A/C>	2,839,856	1.21
Mrs Jaclyn Stojanovski & Mr Chris Retzos & Mrs Susie Retzos <Retzos Executive S/F A/C>	2,525,000	1.08
Astroglade Pty Ltd	2,500,000	1.07
Volley Oil Pty Ltd	2,222,222	0.95
Volley Oil Pty Ltd	2,222,222	0.95
Insync Investments Pty Ltd <Weekly Super Fund No 1 A/C>	2,020,000	0.86
Katherine Forrest & Ian Pattison <Sylvan Super Fund A/C>	1,617,779	0.69
Advance Publicity Pty Ltd <The Izmar Family A/C>	1,610,000	0.69
Beas Investments Pty Ltd	1,386,668	0.59
Mr Ian Pattison	1,271,086	0.54
Mr Gary Mueller	1,174,246	0.50
	216,839,050	92.65

(d) Substantial shareholders

The names of substantial shareholders who have notified the company in accordance with section 671B of the Corporations Act 2001 are

	Number of Shares
Pershing Nominees Pty Ltd	155,580,287
ANZ Nominees Limited	25,247,684
Base Asia Pacific Limited	16,833,334

(e) Voting rights

All ordinary shares carry one vote per share without restriction.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Luminus Systems Limited

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Luminus Systems Limited and its controlled entities (the consolidated entity) which comprises the consolidated interim statement of financial position as at 30 June 2011, and the interim statement of comprehensive income, interim statement of changes in equity and the interim statement of cash flows for the half-year ended on that date, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the consolidated entity 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 control 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 half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim 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 30 June 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 Luminus Systems Limited and controlled entities, 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*. We confirm that the independence declaration required by the *Corporations Act 2001* has been provided to the directors of Luminus Systems Limited.

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 Luminus Systems Limited and its controlled entities is not in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2011 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard *AASB 134 Interim Financial Reporting* and *Corporations Regulations 2001*.



Hayes Knight Audit Pty Ltd
Melbourne



G. S Parker
Director

Dated this

30

day of

August

2011