

JACKGREEN LIMITED AND CONTROLLED ENTITIES

ABN: 46 006 768 332

Preliminary Final Report

For the financial year ended 30 June 2010

Lodged with the ASX Under Listing Rule 4.3A

Table of Contents

1. Summary Information
2. Preliminary consolidated income statement
3. Preliminary consolidated balance sheet
4. Preliminary consolidated statement of changes in equity
5. Preliminary consolidated statement of cash flows
6. Notes to the financial statements

This 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 2010 and any public announcements made by Jackgreen Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Summary Information:

Reporting Period: 30 June 2010

Previous Corresponding Period: 30 June 2009

Results for announcement to the market

				\$'000
Revenues from ordinary activities	Down	53%	to	31,059
Loss from ordinary activities after tax attributable to members	Up	174%	to	(19,403)
Net loss for the period attributable to members	Up	174%	to	(19,403)
Dividends (distributions)		Amount per security		Franked amount per security
Final dividend		NIL		NIL
Interim dividend		NIL		NIL
Previous corresponding period		NIL		NIL
Record date for determining entitlements to the dividend.		No dividends are proposed		

NTA backing	Current period	Previous corresponding Period
Net tangible asset backing per ordinary security	(0.77) cents	0.75cents

Control gained over entities having material effect

Name of entity (or group of entities)	N/A
Date from which such profit has been calculated	N/A
Contribution to the reporting entity's result	N/A

Explanation

Following is a brief explanation of directional and percentage changes to revenue and profit:

Operating revenue from the Retail Electricity and Energy Efficiency business has decreased from \$65.7 million to \$31.1 million. This represents a decrease of 53% and is a reflection of company and the economic entity entering into 'administration' in December 2009.

Full commentary on the results for the reporting period will be included in the 30 June 2010 Annual Report and is also provided in the accompanying release to the report.

PRELIMINARY CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2010

	Note	Consolidated Group		Jackgreen Limited	
		2010	2009	2010	2009
		\$	\$	\$	\$
Revenues from operating activities	2	31,059,291	65,741,668	-	-
Other Income	2	30,598	153,146	573	(243)
Impairment gain-intercompany loan		-	-	-	-
Employee benefits expense		(3,152,667)	(6,345,477)	(144,080)	(812,124)
Depreciation and amortisation expense	3	(16,093)	(57,448)	-	-
Advertising and Marketing		-	(2,419,812)	-	-
Borrowing costs expense	3	(843,465)	(1,628,340)	(416,768)	(478,902)
Consulting Fees		(916,216)	(1,314,929)	(417,838)	-
Cost of Wholesale Electricity		(28,875,421)	(51,954,227)	-	-
Changes in Inventories		-	(2,208,578)	-	-
Doubtful Debts	3	(754,493)	(6,204,964)	-	-
Impairment of Investment		-	-	(41,605,153)	-
Impairment of Intangibles		(9,500,000)	-	-	-
Office and Administration Expenses		-	(1,663,902)	-	(28,451)
Software Licensing & other IT Expenses		-	(879,050)	-	-
Compliance related expenses		-	(330,660)	-	-
Write back of JV interest		-	435,626	-	676,494
Other expenses		<u>(3,070,954)</u>	<u>(1,585,113)</u>	<u>(780,729)</u>	<u>(460,921)</u>
Loss from ordinary activities before income tax expense		(16,039,420)	(10,262,060)	(43,363,995)	(1,104,147)
Income tax expense relating to ordinary activities	4	<u>(3,363,268)</u>	<u>3,172,855</u>	<u>(3,363,268)</u>	<u>366,337</u>
Net loss attributable to members of the Jackgreen Limited group		<u>(19,402,688)</u>	<u>(7,089,205)</u>	<u>(46,727,263)</u>	<u>(737,810)</u>
Basic earnings per share (cents per share)	6	(5.61)	(2.57)	-	-
Diluted earnings per share (cents per share)	6	(5.61)	(2.35)	-	-

The accompanying notes form part of these financial statements.

PRELIMINARY CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2010

	Note	Consolidated Group		Jackgreen Limited	
		2010	2009	2010	2009
		\$	\$	\$	\$
CURRENT ASSETS					
Cash assets	7	1,110,727	2,472,810	-	3,982
Receivables	8	6,672,766	7,588,009	(90,680)	4,155,265
Inventories	9	-	188,321	-	-
Financial assets	10	-	190,616	-	-
Other assets	13	1,304,057	19,249,696	(35,271)	-
TOTAL CURRENT ASSETS		9,087,550	29,689,452	(125,951)	4,159,247
NON-CURRENT ASSETS					
Financial assets	10	-	87,500	-	41,825,153
Property, plant and equipment	11	53,473	256,242	53,473	53,473
Intangible assets	12	1,285,219	11,005,219	-	-
Deferred tax assets		5,743	4,236,476	-	3,363,269
Other assets	13	-	335,550	-	550
TOTAL NON-CURRENT ASSETS		1,344,435	15,920,987	53,473	45,242,445
TOTAL ASSETS		10,431,985	45,610,439	(72,478)	49,401,692
CURRENT LIABILITIES					
Payables	14	11,135,454	14,652,067	2,427,723	3,134,554
Borrowings	7	576,378	-	576,378	-
Provisions	15	252,724	232,340	-	-
TOTAL CURRENT LIABILITIES		11,964,556	14,884,407	3,004,101	3,134,554
NON-CURRENT LIABILITIES					
Provisions	15	32,515	-	-	-
Deferred tax liabilities		-	858,428	-	-
Interest-bearing liabilities	16	-	16,690,000	-	6,690,000
TOTAL NON-CURRENT LIABILITIES		32,515	17,548,428	-	6,690,000
TOTAL LIABILITIES		11,997,071	32,432,835	3,004,101	9,824,554
NET ASSETS		(1,565,086)	13,177,604	(3,076,579)	39,577,138
EQUITY					
Contributed equity	17	54,206,111	50,132,565	54,206,111	50,132,565
Reserves	18	767,940	181,488	181,488	181,488
Retained profits	18	(56,539,137)	(37,136,449)	(57,464,178)	(10,736,915)
TOTAL EQUITY		(1,565,086)	13,177,604	(3,076,579)	39,577,138

The accompanying notes form part of these financial statements.

**PRELIMINARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR YEAR ENDED
30 JUNE 2010**

Economic Entity

	Note	Share Capital Ordinary	Retained Earnings	Options Reserve	Hedging Reserve
Balance at 30 June 2009		50,132,565	(37,136,449)	181,488	-
Shares issued during the year	17	4,211,299	-	-	-
Transaction costs	17	(137,753)	-	-	-
Tax effect of transaction costs relating to share issue, including initial recognition of prior year costs	17	-	-	-	-
Movement in option reserve		-	-	586,452	-
Cash Flow Hedges – change in fair value		-	-	-	-
(Loss) attributable to members of parent entity		-	(19,402,688)	-	-
Balance at 30 June 2010		54,206,111	(56,539,137)	767,940	-

Parent Entity

	Note	Share Capital Ordinary	Retained Earnings	Options Reserve
Balance at 30 June 2009		50,132,565	(10,736,915)	181,488
Shares issued during the year	17	4,211,299	-	-
Transaction costs	17	(137,753)	-	-
Tax effect of transaction costs relating to share issue, including initial recognition of prior year costs	17	-	-	-
Movement in option reserve		-	-	-
(Loss) attributable to members of parent entity		-	(46,727,263)	-
Balance at 30 June 2010		54,206,111	(57,464,178)	181,488

**PRELIMINARY CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30
JUNE 2010**

	Note	Consolidated Group		Jackgreen Limited	
		2010	2009	2010	2009
		\$	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers		6,064,179	57,684,957	4,282,339	-
Payments to suppliers and employees		(10,755,755)	(9,947,331)	(4,102,419)	(1,152,380)
Cost of Sales		-	(54,162,805)	-	-
Interest received		-	150,547	-	-
Net cash provided by (used in) operating activities		(4,691,576)	(6,274,632)	179,920	(1,152,380)
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sale of property, plant and equipment		-	5,570	-	4,500
Loans to Other Entities		-	(218,272)	-	(215,000)
Purchase of property, plant and equipment		(3,152)	(47,675)	-	-
Decrease in Other Assets		15,346,721	-	-	-
Proceeds on sale of subsidiary		26,000	-	26,000	-
Net cash provided by (used in) investing activities		15,369,569	(260,377)	26,000	(210,500)
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from issue of shares		4,073,546	1,950,394	4,073,546	1,950,394
Proceeds from borrowings		-	4,715,162	-	2,883,500
Loans - related parties		-	-	-	(3,092,904)
Repayment of borrowings		(16,690,000)	-	(4,859,826)	-
Borrowing costs		-	(1,628,340)	-	(478,902)
Net cash provided by (used in) financing activities		(12,616,454)	5,037,216	(786,280)	1,262,088
Net increase/(decrease) in cash held		(1,938,461)	(1,497,793)	(580,360)	(100,792)
Cash at 1 July		2,472,810	3,970,603	3,982	104,774
Cash at 30 June	7	534,349	2,472,810	(576,378)	3,982

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 1: BASIS OF PREPARATION OF PRELIMINARY FINAL REPORT

(a) Basis of Preparation

This financial report does not include all notes of the type normally included within the 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 consolidated entity as the full financial report.

This financial report should be read in conjunction with the annual financial report of Jackgreen Limited and its controlled entities (the Group) as at 30 June 2010. The annual financial report of the Group has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

It is also recommended that this financial report be considered together with any public announcements made by the Group during the year ended 30 June 2010 and up to the date of this report in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

This financial report has been prepared in accordance with Australian Equivalents to International Financial Reporting Standards (AIFRS).

This financial report has been prepared on an accrual basis and is based on historical costs.

Significant accounting policies adopted by the Group are contained within the annual financial report of the Group.

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
NOTE 2: INCOME				
Revenue from operating activities				
— Sale of electricity	31,059,291	62,368,647	-	-
— Energy efficient products & services	-	3,373,021	-	-
	<u>31,059,291</u>	<u>65,741,668</u>	<u>-</u>	<u>-</u>
Non-operating activities				
— Profit/(loss) on disposal of property, plant and equipment	-	(6,508)	-	(1,070)
— Interest	30,598	150,547	-	-
— Other	-	9,107	573	827
	<u>30,598</u>	<u>153,146</u>	<u>573</u>	<u>(243)</u>
Total income	<u>31,089,889</u>	<u>65,894,814</u>	<u>573</u>	<u>(243)</u>

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
NOTE 3: PROFIT FROM ORDINARY ACTIVITIES				
Profit from ordinary activities before income tax has been determined after				
a.	Expenses			
Cost of sales				
Cost of wholesale electricity	28,876,421	51,954,227	-	-
Cost of energy efficiency products & services	-	2,208,578	-	-
Borrowing costs:				
— Loan interest	843,465	1,628,340	416,768	478,902
Total borrowing costs	<u>843,465</u>	<u>1,628,340</u>	<u>416,768</u>	<u>478,902</u>
Depreciation of non-current assets:				
— Computer equipment	-	26,568	-	-
— Plant and equipment	16,093	30,880	-	-
— Motor vehicles	-	-	-	-
Total depreciation	<u>16,093</u>	<u>57,448</u>	<u>-</u>	<u>-</u>
Bad and doubtful debts:				
— Trade debtors	754,493	6,204,964	-	-
Total bad and doubtful debts	<u>754,493</u>	<u>6,204,964</u>	<u>-</u>	<u>-</u>
Rental expense on operating leases				
— minimum lease payments	-	123,219	-	-

Note 4: INCOME TAX EXPENSE

	Consolidated Group		Jackgreen Ltd	
	2010	2009	2010	2009
	\$	\$	\$	\$
(a) Income Tax Expense				
Current Tax	-	-	-	-
Deferred Tax	3,363,268	(3,172,855)	3,363,268	(366,337)
	<u>3,363,268</u>	<u>(3,172,855)</u>	<u>3,363,268</u>	<u>(366,337)</u>
(b) Numerical reconciliation of income tax expense to prima facie tax payable				
Profit/(Loss) before income tax expense	(16,039,420)	(10,262,060)	(43,363,995)	(1,104,147)
Prima facie income tax expense/(benefit) at The Australian tax rate of 30% (2008 – 30%)	(4,811,826)	(3,078,618)	(13,009,199)	(331,244)
Non assessable income and other adjustments	2,850,000	(6,891)	12,481,546	(79,151)
Temporary Differences and tax losses for which no deferred tax asset or liability have been recognised	5,325,094	-	3,890,921	-
Adjustments in respect of previous years of income	-	(87,346)	-	44,058
Total income tax expense/ (benefit)	<u>3,363,268</u>	<u>(3,172,855)</u>	<u>3,363,268</u>	<u>(366,337)</u>
Tax Losses				
Unused tax losses for which no deferred tax asset has been recognised	18,055,471	12,730,377	16,621,298	12,730,377
Potential tax benefit @ 30% (2009 – 30%)	<u>5,416,641</u>	<u>3,819,113</u>	<u>4,986,389</u>	<u>3,819,113</u>

NOTE 5: AUDITORS' REMUNERATION

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
Remuneration of the auditor				
— Auditing or Reviewing the financial report	54,551	231,943	54,551	211,075
— Other services	-	27,299	-	2,312
Total fees	<u>54,551</u>	<u>259,242</u>	<u>54,551</u>	<u>213,387</u>

NOTE 6: EARNINGS PER SHARE	Consolidated Group	
	2010	2009
a. Reconciliation of earnings to net profit or loss		
Net loss	(19,402,688)	(7,089,205)
Earnings used in the calculation of basic and dilutive EPS	(19,402,688)	(7,089,205)
b. Weighted average number of ordinary shares outstanding during the year used in calculation of basic EPS	345,762,976	275,796,863
Weighted average number of options outstanding	-	1,956,164
Weighted average number of convertible notes outstanding	-	23,827,774
Weighted average number of ordinary shares outstanding during the year used in calculation of dilutive EPS	345,762,976	301,580,801
Basic (loss) per share	(5.61)	(2.57)
Dilutive (loss) per share	(5.61)	(2.35)

NOTE 7: CASH ASSETS	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
Cash at bank and in hand	1,110,727	2,472,810	-	3,982
Bank Overdraft	(576,378)	-	(576,378)	-
	534,349	2,472,810	(576,378)	3,982

Reconciliation of Cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the balance sheet as follows:

Balances as above	534,349	2,472,810	(576,378)	3,982
Balances per statement of cash flows	534,349	2,472,810	(576,378)	3,982

NOTE 8: RECEIVABLES

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
CURRENT				
Trade receivables	8,502,940	8,656,375	(90,680)	-
Provision for doubtful debts	(1,830,174)	(2,325,676)	-	-
	6,672,766	6,330,699	(90,680)	-
Other receivables	-	1,039,038	-	1,039,007
Amounts receivable from:				
— Intercompany loans	-	-	-	2,901,258
— External parties	-	218,272	-	215,000
	6,672,766	7,588,009	(90,680)	4,155,265

NOTE 9: INVENTORIES

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
Finished goods:				
At cost	-	188,321	-	-
	-	188,321	-	-

NOTE 10: FINANCIAL ASSETS

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
CURRENT				
Renewable Energy Certificates – at cost	-	190,616	-	-
	-	190,616	-	-
NON CURRENT				
Investment at cost comprise:				
Shares in Unlisted controlled entities	-	-	-	41,825,153
Shares in Unlisted entities	-	87,500	-	-
	-	87,500	-	41,825,153

NOTE 11: PROPERTY, PLANT AND EQUIPMENT

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
Property – Real Estate at cost	53,473	53,473	53,473	53,473
Plant and Equipment				
Plant and equipment				
At cost	-	218,601	-	-
Accumulated depreciation	-	(45,245)	-	-
	-	173,356	-	-
Computer Equipment				
At cost	-	172,833	-	-
Accumulated Depreciation	-	(143,420)	-	-
	-	29,413	-	-
Motor Vehicles				
At cost	-	-	-	-
Accumulated depreciation	-	-	-	-
	-	-	-	-
Total Property, Plant and Equipment				
Cost	53,473	444,907	53,473	53,473
Accumulated Depreciation	-	(188,665)	-	-
Total written down amount	53,473	256,242	53,473	53,473

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year

Consolidated Group:	Property - Real Estate	Plant and Equipment	Computer Equipment	Motor Vehicle	Total
Balance at the beginning of year	53,473	173,356	29,413	-	256,242
Additions	-	3,152	-	-	3,152
Disposals	-	(160,415)	(29,413)	-	(189,828)
Depreciation expense	-	(16,093)	-	-	(16,093)
Carrying amount at the end of year	<u>53,473</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>53,473</u>
Parent Entity:					-
Balance at the beginning of year	53,473	-	-	-	53,473
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Depreciation expense	-	-	-	-	-
Carrying amount at the end of year	<u>53,473</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>53,473</u>

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
NOTE 12: INTANGIBLE ASSETS				
Goodwill at cost	1,285,219	1,505,219	-	-
Licenses at deemed cost (i)	-	9,500,000	-	-
Accumulated amortisation	-	-	-	-
	<u>1,285,219</u>	<u>11,005,219</u>	<u>-</u>	<u>-</u>

- (i) The Group has assessed that the license had an indefinite useful life, however due to the Company and the economic entity entering administration in December 2009, this license was considered impaired.

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
NOTE 13: OTHER ASSETS				
CURRENT				
Commission Prepayments	-	2,861,426	-	-
Prepayments	(35,821)	37,221	(35,821)	-
Deposits	1,339,878	-	550	-
Accrued Revenue	-	16,351,049	-	-
	<u>1,304,057</u>	<u>19,249,696</u>	<u>(35,271)</u>	<u>-</u>
NON-CURRENT				
Security Deposits	-	335,550	-	550
	<u>-</u>	<u>335,550</u>	<u>-</u>	<u>550</u>

NOTE 14: PAYABLES	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
CURRENT				
Unsecured liabilities				
Trade payables	11,135,454	6,080,568	-	65,418
Other payables	-	8,243,479	597,549	112,924
Amounts payable to:				
— wholly-owned subsidiaries	-	-	1,830,174	2,791,739
— specified key management personnel entities	-	328,020	-	164,473
	<u>11,135,454</u>	<u>14,652,067</u>	<u>2,427,723</u>	<u>3,134,554</u>

NOTE 15: PROVISIONS	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
CURRENT				
Other – Keypoint Joint Venture	-	-	-	-
Employee benefits	252,724	232,340	-	-
	<u>252,724</u>	<u>232,340</u>	<u>-</u>	<u>-</u>

NOTE 16: NON - CURRENT LIABILITIES	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
NON CURRENT				
Employee benefits	32,515	-	-	-
	<u>32,515</u>	<u>-</u>	<u>-</u>	<u>-</u>

NOTE 16: NON - CURRENT LIABILITIES	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
Interest Bearing Liabilities				
Convertible notes	-	6,690,000	-	6,690,000
Secured liabilities	-	10,000,000	-	-
	<u>-</u>	<u>16,690,000</u>	<u>-</u>	<u>6,690,000</u>

Payables				
Other Loans - unsecured	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

NOTE 17: CONTRIBUTED EQUITY

369,030,844(2009:291,102,933) fully paid ordinary shares

Value:**a. Ordinary shares**

At the beginning of the reporting period

Shares issued during the year

— 5,000,000 on 8 July 2008

— 22,727,273 on 26 February 2009

— 197,843 on 16 June 2009

— 9,090,911 on 24 July 2009

— 4,500,000 on 7 August 2009

— 24,337,000 on 8 September 2009

— 40,000,000 on 7 December 2009

— Purchase of shares (employee share scheme)

— Issue of shares (employee share scheme)

Transaction costs relating to share issues

Tax effect of transaction costs relating to share issue, including initial recognition of prior year costs

At reporting date

Number of shares:

At the beginning of reporting period

Shares issued during year

— 8 July 2008

— 26 February 2009

— 16 June 2009

— 24 July 2009

— 7 August 2009

— 8 September 2009

— 7 December 2009

At reporting date

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
369,030,844(2009:291,102,933) fully paid ordinary shares	54,206,111	50,132,565	54,206,111	50,132,565
At the beginning of the reporting period	50,132,565	46,937,971	50,132,565	46,937,971
Shares issued during the year				
— 5,000,000 on 8 July 2008	-	575,000	-	575,000
— 22,727,273 on 26 February 2009	-	2,500,000	-	2,500,000
— 197,843 on 16 June 2009	-	22,752	-	22,752
— 9,090,911 on 24 July 2009	1,000,000	-	1,000,000	-
— 4,500,000 on 7 August 2009	495,000	-	495,000	-
— 24,337,000 on 8 September 2009	1,116,299	-	1,116,299	-
— 40,000,000 on 7 December 2009	1,600,000	-	1,600,000	-
— Purchase of shares (employee share scheme)	-	(39,224)	-	(39,224)
— Issue of shares (employee share scheme)	-	40,248	-	40,248
Transaction costs relating to share issues	(137,753)	(109,375)	(137,753)	(109,375)
Tax effect of transaction costs relating to share issue, including initial recognition of prior year costs	-	205,193	-	205,193
At reporting date	54,206,111	50,132,565	54,206,111	50,132,565

	Consolidated Group		Jackgreen Limited	
	No.	No.	No.	No.
At the beginning of reporting period	291,102,933	263,177,817	291,102,933	263,177,817
Shares issued during year				
— 8 July 2008	-	5,000,000	-	5,000,000
— 26 February 2009	-	22,727,273	-	22,727,273
— 16 June 2009	-	197,843	-	197,843
— 24 July 2009	9,090,911	-	9,090,911	-
— 7 August 2009	4,500,000	-	4,500,000	-
— 8 September 2009	24,337,000	-	24,337,000	-
— 7 December 2009	40,000,000	-	40,000,000	-
At reporting date	369,030,844	291,102,933	369,030,844	291,102,933

b. Options

At 30 June 2010, there were no un-issued ordinary shares (30 June 2009: 7,000,000) for which options were outstanding.

**NOTE 18: RESERVES AND
RETAINED PROFITS**

a) Reserves

	Consolidated Group		Jackgreen Limited	
	2010	2009	2010	2009
	\$	\$	\$	\$
Hedging reserve - cash flow hedges	586,452	-	-	-
Share-based payments reserve	181,488	181,488	181,488	181,488
	<u>767,940</u>	<u>181,488</u>	<u>181,488</u>	<u>181,488</u>

Movements:

Hedging reserve - cash flow hedges

Balance 1 July 2009	-	-	-	-
Transfer to net profit - gross	586,452	-	-	-
Balance 30 June 2010	<u>586,452</u>	<u>-</u>	<u>-</u>	<u>-</u>

Share-based payments reserve

Balance 1 July 2009	181,488	181,488	181,488	181,488
Option expense	-	-	-	-
Share-base payments reserve	-	-	-	-
Balance 30 June 2010	<u>181,488</u>	<u>181,488</u>	<u>181,488</u>	<u>181,488</u>

b) Retained Profits

	2010	2009	2010	2009
	\$	\$	\$	\$
Retained losses at the beginning of the financial year	(37,136,449)	(30,047,244)	(10,736,915)	(9,999,105)
Transfer to retained earnings on expiry of options	-	-	-	-
Net loss attributable to the members of the parent entity	(19,402,688)	(7,089,205)	(46,727,263)	(737,810)
Retained profits at the end of the financial year	<u>(56,539,137)</u>	<u>(37,136,449)</u>	<u>(57,464,178)</u>	<u>(10,736,915)</u>

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands