

Structural Systems Limited  
ABN 57 006 413 574

# APPENDIX 4D

HALF YEAR FINANCIAL RESULTS  
FOR HALF YEAR ENDED 31 DECEMBER 2012

ISSUED 27 FEBRUARY 2013



**Structural** Systems

## APPENDIX 4D HALF YEAR REPORT

(Rule 4.2A.3)

Name of entity	ABN or equivalent company reference
STRUCTURAL SYSTEMS LIMITED	57 006 413 574

### 1.0 Details of the reporting period and the previous corresponding period

Financial period ended ('current period')	Financial period ended ('previous period')
31 December 2012	31 December 2011

### 2.0 Results for announcement to the market

		2012 \$A'000	2011 \$A'000
2.1 Revenues from ordinary activities	Down 7.5% to	144,167	155,891
2.2 Profit from ordinary activities after tax attributable to members	Down 37.7 % to	3,036	4,870
2.3 Net profit for the period attributable to members	Down 37.7 % to	3,036	4,870

2.4 Dividends	Amount per security	Franked amount per security
Interim dividend	2.0 cents	2.0 cents

2.5 Record date for determining entitlements to the dividend: 22<sup>nd</sup> March 2013

2.6 For a commentary on the financial results noted above, please refer to Directors' Report on page 1 of the company's interim financial report for half year ended 31<sup>st</sup> December 2012.

### 3.0 NTA Backing

	Current Period	Previous corresponding period
Net tangible asset backing per ordinary share	91.6 cents	88.0 cents

### 4.0 Control Gained Over Entities

Name of entity (or group of entities) N/A

Date control gained N/A

Contribution of such entities to the reporting entity's profit / (loss) from ordinary activities during the period (where material) - -

### Loss of Control Over Entities

Name of entity (or group of entities) N/A

Date control lost / deregistered -

Contribution of such entities to the reporting entity's profit / (loss) from ordinary activities during the period (where material) -

## 5.0 Dividends

### 5.1 Individual dividends per security

	Date dividend is payable	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
<b>Final dividend:</b> 2011/12 Year	19 <sup>th</sup> October 2012	3.0c	3.0c	Nil
<b>Interim dividend:</b> Current Period	17 <sup>th</sup> May 2013	2.0c	2.0c	Nil

### 5.2 Total dividend per security (interim plus final)

Ordinary Securities	Current Period \$'000	Previous Period \$'000
Final dividend for 2011/12 year	1,899	1,597
Interim dividend for 2012/13 year	1,259	1,277

## 6.0 Dividend Reinvestment Plans

DRP remains suspended

Any other disclosures in relation to dividends (distributions)	N/A
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## 7.0 Details of Associates and Joint Venture Entities

	Reporting entity's percentage holding		Contribution to net profit / (loss) (where material)	
	Current Period	Previous Corresponding Period	Current Period	Previous Corresponding Period
Structural Systems Africa	10%	50%	Not material	Not material


## 8.0 Foreign Entities

Accounting Standards used in compiling financial reports:	Australian Accounting Standards
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## 9.0

If the accounts have been audited or subject to review and are subject to dispute or qualification, details are described below.

N/A

Company Secretary:   
Stuart Gray

Date: 27 February 2013



**STRUCTURAL SYSTEMS LIMITED**

**ABN: 57 006 413 574**

**AND CONTROLLED ENTITIES**

**INTERIM FINANCIAL REPORT**

**FOR THE HALF YEAR ENDED**

**31<sup>ST</sup> DECEMBER 2012**

This interim financial report is to be read in conjunction with the financial report for the year ended 30 June 2012.

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## CORPORATE

### Registered Office

The registered office of the Company is:  
112 Munro Street, South Melbourne Victoria 3205

### Stock Exchange Listing

Structural Systems Limited shares are listed on the Australian Securities Exchange. Home exchange is Melbourne. (ASX: STS)

### Share Register

Computershare Registry Services Pty Ltd

### Incorporation

Structural Systems Limited is incorporated in the State of Victoria

### Auditor

William Buck Audit (VIC) Pty Ltd  
Level 20, 181 William Street, Melbourne Victoria 3000

### Bankers

National Australia Bank

## DIRECTORS' REPORT

The directors of Structural Systems Limited present their report on the consolidated group for the half-year ended 31 December 2012.

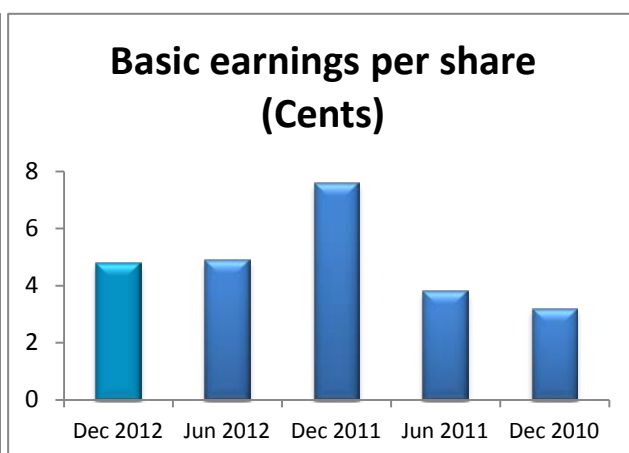
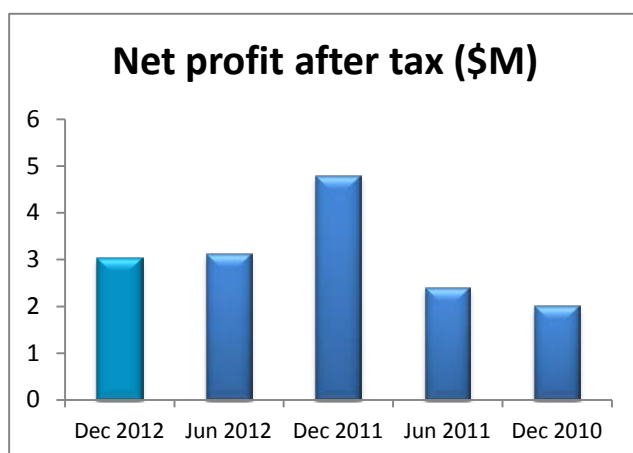
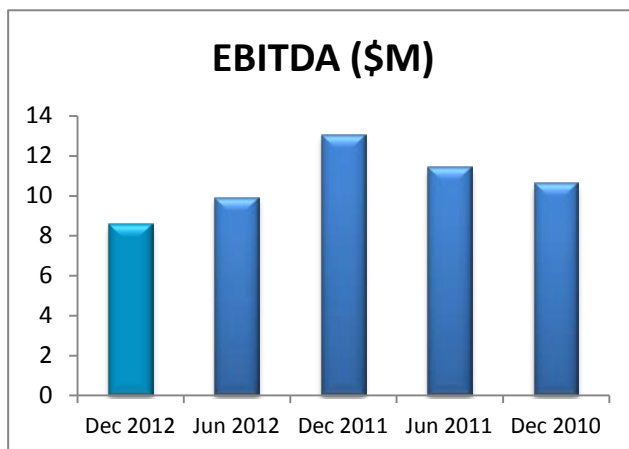
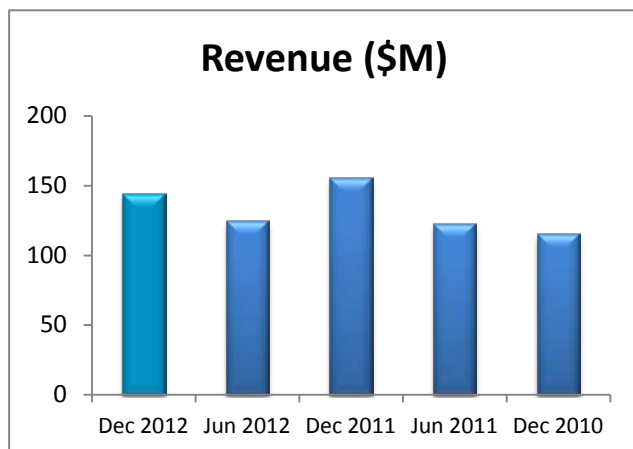
### Directors

The names of the directors in office at any time during or since the end of the half-year are:

<b>Robert W Freedman</b>	Chairman
<b>David R Perry</b>	Managing Director
<b>Ian L Fraser</b>	Non-executive Director
<b>Peter J McMorrow</b>	Non-executive Director

All directors have been in office for the entire period.

### Key performance indicators for the 6 month periods



## **Review of Operations**

Structural Systems Limited (the “group” or “company”) reported a net profit after tax for the period of \$3.04 million which is down 38% on the prior corresponding period. The principal reason for the reduction in earnings was due to reduced contribution from the group’s mining services business; ROCK Australia Mining & Civil (“ROCK”). ROCK’s operations were significantly affected during the reporting period by the slowdown that occurred in the Australian resource sector. Adjusting ROCK to suit the prevailing market conditions and structurally changing the business to be better positioned for the future reduced profitability for the half. ROCK’s profitability in December and subsequent to reporting date indicates that the restructuring undertaken is resulting in improved profit performance.

The Board has resolved to pay an interim dividend of 2.0 cents per share fully franked, payable on 17 May 2013; the same amount paid for the corresponding period (Dec 2011: 2.0 cents per share fully franked).

Earnings before interest, tax, depreciation and amortisation (EBITDA) for the group was \$8.59 million (Dec 2011: \$13.27 million).

Basic and diluted earnings from continuing operations was 4.8 cents per share. (Dec 2011: 7.6 cents)

## **Income Statement**

Revenue for the group was \$144.2 million (2011: \$155.9 million), a reduction in activity felt across all of the group’s operations.

Employee benefits expense rose during the period primarily because of the cost of redundancies in the period.

Tax became a benefit for the period as a result of the group’s Research & Development tax offset for the FY 2011 & 2012 years.

## **Capital Management**

The financial position of the group remains strong with a net debt to equity ratio of 21.3% (Dec 2011: 23.7%).

In the 12 months to December 2012 the group’s net cash position increased by \$3.93 million to \$4.69 million (Dec 2011: 740k).

The company was able to reduce net debt by \$0.9 million to \$17.3 million (Dec 2011: \$18.2 million). All but \$1.2 million of this is hire purchase debt.

Since June 2012, group plant & equipment has increased by \$128k. Whilst there have been purchases undertaken to complete new works for ROCK, the company generated \$1.18 million in cash disposing of assets not currently in use. The expansion of ROCK’s drill rig fleet remains the main area of capital expenditure.

## **Work in Hand**

Work in hand at 31 December 2012 for the Group stood at \$169 million. While down on the 30 June 2012 balance it is up slightly on the corresponding period (Dec 2011: \$167 million).

## **Mining Services**

Revenue reported by the group’s mining services business; ROCK Australia Mining & Civil (“ROCK”) was \$47.4 million down 9.7% on the \$52.5 million for the corresponding period. Revenue for the prior corresponding period was a record for the division for a six month period. Contract drilling remains ROCK’s primary activity and currently has term contracts underway in Western Australia, South Australia, Queensland and New South Wales. ROCK’s work in hand (WIH) at the end of December 2012 was \$85 million with term drilling contracts representing 85% of secured work.

ROCK reported a profit before tax of \$181K which is down 96% on the corresponding period (Dec 2011: \$4.338 million). EBITDA for the six months was \$5.495 million compared to \$9.921 million for the corresponding period. The result for the six months was affected by the cancellation of a number of drilling contracts and reduction in scope of other ongoing contracts as ROCK’s clients adjusted to lower commodity prices and falling demand. This situation seems to have stabilized with demand and prices rising since the end of the calendar year.

## **Construction**

Revenue from Construction activities decreased by 7% to \$96.19 million (Dec 2011: \$103.37 million). Net profit before tax from construction operations was down 7% to \$3.75 million.

Restraints to Government budgets and general market conditions saw a slowdown in new construction opportunities coming on to the market during the period. As a result construction activity slowed in the second quarter of the financial year. While market conditions remain tough we have seen an improvement in the level of tendering for projects expected to be awarded towards the end of third quarter. Work in hand for construction at the end of December 2012 was \$84 million which is down by \$4 million on the balance at the start of the financial year. Pleasingly, demand for the Company's post-tensioning services in New South Wales was very strong and the division currently has a record work in hand level.

During the year the company completed its first international major dam upgrade in the Republic of Sudan. This project was a successful outcome and added to the impressive track record the Group has in this market sector. Works involved supply and installation of tensioned anchors at the Spillway and Heightened Crest of the Concrete Dam. The project was located at the Roseires Dam on the Blue Nile and delivered in very testing conditions. To the credit of the personnel involved the project was delivered on time and budget and with no lost time injuries.

## **Lead Auditor's Independence Declaration**

The Auditor's Independence Declaration on page 4 forms part of the Director's Report for the half year ended 31 December 2012.

## **Rounding of Amounts**

The consolidated group has applied the relief available to it in ASIC Class Order 98/100 and accordingly certain amounts in the financial report and the directors' report have been rounded off to the nearest \$1,000.

Signed in accordance with a resolution of the Board of Directors:



**D.R. Perry**  
**Managing Director**

Dated 27 February 2013



**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE  
CORPORATIONS ACT 2001 TO THE DIRECTORS OF STRUCTURAL SYSTEMS  
LIMITED**

I declare that, to the best of my knowledge and belief during the half year ended 31 December 2012 there have been:

- no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- no contraventions of any applicable code of professional conduct in relation to the review.



**William Buck Audit (VIC) Pty Ltd**  
ABN: 59 116 151 136



**J.C. LUCKINS**  
Director

Dated this 27<sup>th</sup> day of February, 2013

Sydney  
Melbourne  
Brisbane  
Perth  
Adelaide  
Auckland

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CHARTERED ACCOUNTANTS & ADVISORS

# CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2012

	Note	CONSOLIDATED GROUP	
		31 Dec 12 \$'000	31 Dec 11 \$'000
Revenue	2a)	144,167	155,891
Construction and servicing costs		(116,697)	(125,783)
Depreciation and amortisation expense	2b)	(5,315)	(5,388)
Employee benefits expense		(12,717)	(11,395)
Finance costs		(781)	(924)
Other expenses		(6,159)	(5,447)
<b>Profit before income tax expense</b>		<b>2,498</b>	<b>6,954</b>
Income tax benefit / (expense)	3	538	(2,084)
<b>Profit for the year attributable to owners of the parent entity</b>		<b>3,036</b>	<b>4,870</b>
<b>Other comprehensive income that may be subsequently reclassified to the profit or loss</b>			
Exchange differences arising on translation of foreign operations		(103)	244
<b>Other comprehensive income that will not be subsequently reclassified to the profit or loss</b>			
Loss on revaluation of property		-	(310)
<b>Total comprehensive income for the period attributable to owners of the parent</b>		<b>2,933</b>	<b>4,804</b>
Basic and diluted earnings per share (cents per share)		4.8 cents	7.6 cents

The accompanying notes form part of these financial statements

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

FOR THE HALF YEAR ENDED 31 DECEMBER 2012

	Note	CONSOLIDATED GROUP	
		31 Dec 2012 \$'000	30 June 2012 \$'000
<b>Current assets</b>			
Cash and cash equivalents		4,685	8,241
Trade and other receivables		55,343	64,017
Inventories		18,939	15,613
Other current assets		1,694	157
<b>Total current assets</b>		<b>80,661</b>	<b>88,028</b>
<b>Non-current assets</b>			
Property, plant and equipment		37,219	37,091
Intangible assets		19,439	19,439
Deferred tax assets		4,274	4,964
Other		11	11
<b>Total non-current assets</b>		<b>60,943</b>	<b>61,505</b>
<b>Total assets</b>		<b>141,604</b>	<b>149,533</b>
<b>Current liabilities</b>			
Trade and other payables		33,730	40,543
Financial liabilities		10,201	8,391
Current tax liabilities		665	2,918
Short term provisions		4,669	5,593
<b>Total current liabilities</b>		<b>49,265</b>	<b>57,445</b>
<b>Non-current liabilities</b>			
Trade and other payables		-	5
Financial liabilities		11,817	12,183
Deferred tax liability		1,889	2,203
Long term provisions		1,495	1,186
<b>Total non-current liabilities</b>		<b>15,201</b>	<b>15,577</b>
<b>Total liabilities</b>		<b>64,466</b>	<b>73,022</b>
<b>Net assets</b>		<b>77,138</b>	<b>76,511</b>
<b>Equity</b>			
Issued capital	5	40,477	40,884
Reserves		377	2,175
Retained earnings		36,284	33,452
<b>Total equity</b>		<b>77,138</b>	<b>76,511</b>

The accompanying notes form part of these financial statements

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31<sup>ST</sup> DECEMBER 2012

	Note	Share Capital Ordinary \$'000	Retained Earnings \$'000	Asset Revaluation Reserve \$'000	Capital Profits Reserve \$'000	Foreign Currency Translation Reserve \$'000	Total \$'000
<b>Balance at 1 July 2011</b>		<b>41,056</b>	<b>28,331</b>	<b>3,751</b>	<b>265</b>	<b>(1,570)</b>	<b>71,833</b>
Total comprehensive income for the period		-	4,870	(310)		244	4,804
<i>Transactions with owners as owners</i>							
- Dividends paid or provided for	4	-	(1,597)	-		-	(1,597)
<i>Other</i>							
- Transfer of revaluation increments and decrements to Capital Profits reserve on sale of freehold property		-	-	(1,349)	1,349	-	-
<b>Balance at 31 December 2011</b>		<b>41,056</b>	<b>31,604</b>	<b>2,092</b>	<b>1,614</b>	<b>(1,326)</b>	<b>75,040</b>
<b>Balance at 1 July 2012</b>		<b>40,884</b>	<b>33,452</b>	<b>1,835</b>	<b>1,695</b>	<b>(1,355)</b>	<b>76,511</b>
Total comprehensive income for the period		-	3,036	-		(103)	2,933
<i>Transactions with owners as owners</i>							
- Shares bought back during the period		(407)	-	-		-	(407)
- Dividends paid or provided for	4	-	(1,899)	-		-	(1,899)
<i>Other</i>							
- Transfer of capital profits to retained earnings		-	1,695	-	(1,695)	-	-
<b>Balance at 31 December 2012</b>		<b>40,477</b>	<b>36,284</b>	<b>1,835</b>	<b>-</b>	<b>(1,458)</b>	<b>77,138</b>

The accompanying notes form part of these financial statements

# CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2012

	Note	CONSOLIDATED GROUP	
		31 Dec 12 \$'000	31 Dec 11 \$'000
<b>Cash flows from operating activities</b>			
Cash receipts in the course of operations		166,117	164,119
Cash payments in the course of operations		(160,558)	(163,113)
Interest received		122	54
Finance costs		(781)	(718)
Income tax paid		(1,339)	-
<b>Net cash provided by operating activities</b>		<b>3,561</b>	<b>342</b>
<b>Cash flows from investing activities</b>			
Payments for purchases of property, plant and equipment		(1,284)	(1,957)
Proceeds from sale of property, plant and equipment		1,106	2,703
Loans to related entities		(6)	-
<b>Net cash provided by / (used in) investing activities</b>		<b>(184)</b>	<b>746</b>
<b>Cash flows from financing activities</b>			
Share buy-back payments		(407)	-
Lease and lease purchase payments		(4,623)	(3,813)
Dividends paid by parent entity		(1,899)	(1,597)
<b>Net cash used in financing activities</b>		<b>(6,929)</b>	<b>(5,410)</b>
<b>Net increase / (decrease) in cash and cash equivalents held</b>		<b>(3,552)</b>	<b>(4,322)</b>
Effect of exchange rates on cash and cash equivalents in foreign currencies		(4)	143
Cash and cash equivalents at beginning of period		8,241	4,928
<b>Cash and cash equivalents at end of period</b>		<b>4,685</b>	<b>749</b>

The accompanying notes form part of these financial statements

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2012

## 1. Basis of preparation

These interim financial statements for the half-year reporting period ended 31 December 2012 have been prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

This financial report does not include all of the information required for full annual financial statements. Accordingly, this report is to be read in conjunction with the annual financial report for the year ended 30 June 2012 and any public announcements made by Structural Systems Limited and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under ASX Listing Rule 3.1 and Corporations Act 2001.

The accounting policies have been consistently applied by the entities in the consolidated group and are consistent with those in the 30 June 2012 financial report.

These interim financial statements were approved by the Board of Directors on 27 February 2013.

### Reporting basis and conventions

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets for which the fair value basis of accounting has been applied.

## 2. Profit for the period

	CONSOLIDATED GROUP	
	31 Dec 2012 \$'000	31 Dec 2011 \$'000
<b>a) Revenue</b>		
Operating activities		
- Rendering of services	139,139	150,381
- Sale of goods	4,094	5,178
- Interest received	122	54
- Other revenue	380	273
	<b>143,735</b>	<b>155,886</b>
Non-operating activities		
- Gain on disposal of property, plant and equipment	432	5
<b>Total Revenue</b>	<b>144,167</b>	<b>155,891</b>
<b>b) Expenses</b>		
Depreciation of:		
- Plant and equipment	5,274	5,346
- Building	16	39
- Leasehold improvements	25	3
	<b>5,315</b>	<b>5,388</b>

	CONSOLIDATED GROUP	
	31 Dec 2012 \$'000	31 Dec 2011 \$'000

### 3. Income Tax Expense

During the half year, the group recognized tax credits arising from research and development claims totaling \$1,130,339 as an income tax benefit.

### 4. Dividends Paid or Proposed

#### Distributions paid

Declared final fully franked dividend of 3.0 cents (2011: 2.5 cents) per share franked at the corporate tax rate of 30% (2011: 30%) for the year ended 30 June 2012	1,899	1,597
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#### Distribution declared

On 27 February 2013, the Directors declared an interim fully franked dividend of 2.0 cents (December 2011: 2.0 cents) per share franked at the corporate tax rate of 30% for the half year ended 31 December 2012. Record date is 22 March 2013 and payment date is 17 May 2013.

### 5. Issued Capital

62,959,181 (December 2011: 63,884,474) ordinary shares, fully paid	40,477	41,056
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#### Movements during the period

Balance at beginning of period	40,884	41,056
Shares bought back during the period	(407)	-
<b>Balance at end of period</b>	<b>40,477</b>	<b>41,056</b>

There is currently an on-market share buyback that commenced on the 12<sup>th</sup> of December 2012 and will continue to the 11<sup>th</sup> of December 2013. This follows the previous on-market share buyback that commenced on the 12<sup>th</sup> of December 2011 and ended on the 11<sup>th</sup> of December 2012.

### 6. Events Subsequent to Reporting Date

There were no material events subsequent to the end of the interim period that have not been recognised or disclosed in this interim financial report.

### 7. Contingent Liabilities

As at 31 December 2012, aside from the bank guarantee arrangements the group continued from 30 June 2012, there were no other contingent liabilities applicable to the group.

## 8. Segment Information

	Construction		Mining		Corporate		Consolidated Group (Continuing Operations)	
Operating segment	31/12/12 \$'000	31/12/11 \$'000	31/12/12 \$'000	31/12/11 \$'000	31/12/12 \$'000	31/12/11 \$'000	31/12/12 \$'000	31/12/11 \$'000
<b>Revenue</b>								
External sales	95,803	103,101	47,429	52,459	-	-	143,232	155,560
Other	292	272	3	-	85	-	380	272
<b>Total sales revenue</b>	<b>96,095</b>	<b>103,373</b>	<b>47,432</b>	<b>52,459</b>	<b>85</b>	<b>-</b>	<b>143,612</b>	<b>155,832</b>
Unallocated revenue	92	5	331	-	132	54	555	59
<b>Total revenue</b>	<b>96,187</b>	<b>103,378</b>	<b>47,763</b>	<b>52,459</b>	<b>217</b>	<b>54</b>	<b>144,167</b>	<b>155,891</b>
<b>Results</b>								
Segment result	3,735	4,015	181	4,338	(1,418)	(1,399)	2,498	6,954
Income Tax (Expense) Benefit	-	-	-	-	538	(2,084)	537	(2,084)
<b>Profit after income tax</b>	<b>3,735</b>	<b>4,015</b>	<b>181</b>	<b>4,338</b>	<b>(880)</b>	<b>(3,483)</b>	<b>3,036</b>	<b>4,870</b>
	31/12/12 \$'000	30/06/12 \$'000	31/12/12 \$'000	30/06/12 \$'000	31/12/12 \$'000	30/06/12 \$'000	31/12/12 \$'000	30/06/12 \$'000
<b>Assets</b>								
Segment assets	74,832	86,849	52,869	46,275	13,903	16,410	141,604	149,534
<b>Liabilities</b>								
Segment liabilities	27,566	36,070	30,247	28,985	6,653	7,966	64,466	73,021
<b>Other</b>								
Acquisition of non-current assets	750	2,223	5,396	17,360	-	-	6,146	19,584
Depreciation of segment assets	1,182	2,420	4,093	8,438	40	73	5,315	10,931

	Australia		United Arab Emirates		Consolidated Group	
	31/12/12 \$'000	31/12/11 \$'000	31/12/12 \$'000	31/12/11 \$'000	31/12/12 \$'000	31/12/11 \$'000
<b>Revenue and assets by geographical region</b>						
Segment revenue from external customers	140,957	153,551	3,210	2,340	144,167	155,891
	31/12/12 \$'000	30/06/12 \$'000	31/12/12 \$'000	30/06/12 \$'000	31/12/12 \$'000	30/06/12 \$'000
Carrying amount of segment assets	137,260	144,738	4,344	4,796	141,604	149,534
Acquisition of non-current segment assets	5,443	19,538	-	46	5,443	19,584

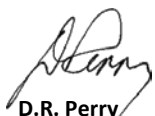


## DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 11 are in accordance with the Corporations Act 2001, including:
  - a. compiling with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations, and
  - b. giving a true and fair view of the consolidated group's financial position as at 31 December 2012 and of its performance for the half-year ended on that date.
2. In the directors' opinion 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.



**D.R. Perry**  
Managing Director

Dated 27 February 2013

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF STRUCTURAL SYSTEMS LIMITED AND CONTROLLED ENTITIES

### Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Structural Systems Limited (the "company") and its controlled entities (the "consolidated entity") which comprises the consolidated statement of financial position as at 31 December 2012, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies other explanatory information, and the directors' declaration.

### *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 is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including:

- giving a true and fair view of the company's financial position as at 31 December 2012 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 Structural Systems Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### *Independence*

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

Sydney  
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## **INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF STRUCTURAL SYSTEMS LIMITED AND CONTROLLED ENTITIES (CONT)**

### *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 Structural Systems 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 2012 and of its performance for the half year ended on that date; and
- b) complying with Australian Accounting Standard 134 Interim Financial Reporting and the *Corporations Regulations 2001*.

### *Matters Relating to the Electronic Presentation of the Reviewed Half Year Financial Report*

This auditor's review report relates to the half year financial report of Structural Systems Limited for the half year ended 31 December 2012 included on company's website. The company's directors are responsible for the integrity of the Structural Systems Limited's website. We have not been engaged to report on the integrity of this website. The auditor's review report refers only to the half year financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the reviewed half year financial report to confirm the information included in the reviewed financial report presented on this website.

A handwritten signature in blue ink that reads 'William Buck'.

**William Buck Audit (VIC) Pty Ltd**  
ABN: 59 116 151 136

A handwritten signature in blue ink that reads 'J.C. Luckins'.

**J.C. LUCKINS**  
Director

Dated this 27<sup>th</sup> day of February, 2013