

VIAGOLD CAPITAL LIMITED  
Half-Year Report  
For the Period Ended September 30, 2009  
ASX Appendix 4D  
ARBN: 070 352 500

VIAGOLD CAPITAL LIMITED

HALF-YEAR REPORT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

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# VIAGOLD CAPITAL LIMITED

## Appendix 4D Half-Year Report For The Period Ended September 30, 2009

<b>1. Name of Entity</b> ARBN: Half year ended (reporting period) Half year ended (previous corresponding period)	VIAGOLD CAPITAL LIMITED 070 352 500 September 30, 2009 September 30, 2008
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**2. Results for announcement to the market**  
(Amount and percentage change up or down from the previous corresponding period)

		Six months to 30 September		Change	Change
		2009 A\$'000	2008 A\$'000	A\$'000	%
2.1	Revenue from ordinary activities	-	40		
2.2	Profit/ (Loss) from ordinary activities after tax attributable to members	2,609	(6,544)	9,153	140%
2.3	Profit/ (Loss) for the reporting period attributable to members	2,609	(6,544)	9,153	140%

2.4	Dividends			Amount per security	Franked amount per security
	Final dividend			Nil	N/A
	Interim dividend			Nil	N/A
	Previous corresponding period			Nil	N/A

2.5	Record date for determining entitlements to the dividend	N/A
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<b>3. Net tangible assets per security</b>		
	Current period	Previous corresponding period
Net tangible assets backing per ordinary security	A\$0.36	A\$0.21

**4. Control gain/loss over entities having a material effect**

There was a loss of control of the following subsidiaries:

<u>Name of the entities</u>	<u>Attributable equity interest held by the company before disposal</u>
ViaGOLD, Inc	100%
Silicon Valley (China) Development Co., Limited	100%
ViaGOLD Direct Network Limited (BVI)	100%
ViaGOLD Direct Network Limited (HK)	100%
Hostech Business Communication Network Limited	100%
ViaGOLD Numeric Network Limited	100%
Hing Pong International Holdings Limited	55%
3T Technology Holding Limited	100%

VIAGOLD CAPITAL LIMITED

Appendix 4D  
Half-Year Report For The Period Ended September 30, 2009

**4. Control gain/loss over entities having a material effect (continued)**

The Group has gained the control of the following company:

<u>Name of the entities</u>	<u>Attributable equity interest acquired by the company</u>
岑溪市豐智昌順房地產開發有限公司 (Sumkai Fengzhi, for identification purpose only)	100%

**5. Dividends**

There was no dividend paid during the current period.

**6. Details of any dividend or distribution reinvestment plans in operation from and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan**

N/A.

**7. Details of associates and joint venture entities**

There were no associate or joint venture entity holdings in the current period.

**8. Basis of preparations**

The half-year financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, it is recommended that this report be read in conjunction with the annual report for the year ended March 31, 2009 and any public announcements made by ViaGOLD Capital Limited during the half-year in accordance with the continuous disclosure requirements under the Listing Rules of the Australian Stock Exchange Limited ("ASX").

**Compliance Statement**

9. The information provided in this report has been prepared in accordance with the International Financial Reporting Standards which is acceptable to the ASX for foreign reporting entities.
10. The Half-Year Report of ViaGOLD Capital Limited for the period ended September 30, 2009 has been subject to review. A copy of the independent review report to the members of ViaGOLD Capital Limited is attached.

DIRECTORS' REPORT

The Directors present their half-year report together with the condensed consolidated financial statements of ViaGOLD Capital Limited (the "Company") and its controlled entities (collectively the "Group") for the period ended September 30, 2009.

DIRECTORS

The Directors of the Company during the period and up to the date of this report were:

Executive directors:

Mr. Cheong Sao Tai  
Mr. Pierre Seligman  
Mr. Jack Chik Ming Chu (Deputy Chairmen and Chief Executive Officer)

Non-executive directors:

Mr. William, Kam Biu Tam  
Mr. Henry Chang Manayan (Chairman)

Independent non-executive director:

Mr. James Anthony Wigginton

PRINCIPAL ACTIVITIES OF THE GROUP

The Company and its subsidiaries are principally engaged in investment holding, property development, and leasing and capital financing.

DIVIDENDS

The Directors do not recommend the payment of a dividend. No dividends have been declared or paid since the end of the previous financial year.

VIAGOLD CAPITAL LIMITED

CONSOLIDATED RESULTS AND REVIEW OF OPERATIONS

The consolidated profit before income tax for the six months ended 30 September 2009 was A\$2.9 million (period ended 30 September 2008: loss of A\$6.56 million).

There is no revenue from ordinary activities for the six months ended 30 September 2009 (period ended 30 September 2008: approximately A\$40,000),

Out of the consolidated profit, A\$2.6 million was attributable to the net fair value gain on financial assets at fair value through profit or loss and the disposal of the subsidiaries.

With the uncertainty of the worldwide business environment, the Group will continue, but in a slow pace, the development of the leasing business and retail business. The Chinese government policy on stimulating internal demand has led to increase in spending and significant positive effects on China's economy and business environment. We are confident that the retail business and leasing business will have positive results in the foreseeable future.

The board will plan the years with caution and will keep our focus mainly on the China market.



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Pierre Seligman  
Director

November 30, 2009

VIAGOLD CAPITAL LIMITED

DIRECTORS' DECLARATION

The Directors of the Company declare that, for the period ended September 30, 2009:

1. The attached financial statements and notes thereto as set out on pages 6 to 16:
  - (a) comply with the International Accounting Standards ("IAS") 34 "Interim Financial Reporting"; and
  - (b) give a true and fair view of the Group's financial position as at September 30, 2009 and of its performance for the half-year then ended;
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.

Signed on behalf of and in accordance with a resolution of the Board of Directors.



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Pierre Seligman  
Director

November 30, 2009

VIAGOLD CAPITAL LIMITED

CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

		Six months ended September 30	
		<u>2009</u>	<u>2008</u>
	<u>Notes</u>	A\$'000	A\$'000
Turnover		-	40
Cost of services		-	(8)
Gross profit		-	32
Other income		69	10
Net gains/ (losses) on financial assets at fair value through profit or loss		1,830	(5,691)
Gain on disposal of subsidiaries	7	1,788	-
Administrative expenses		(755)	(834)
Other operating income/ (expenses)		26	(32)
Finance costs		(50)	(43)
Profit/ (Loss) before income tax		2,908	(6,558)
Income tax expenses		(299)	-
Profit/ (Loss) for the period		<u>2,609</u>	<u>(6,558)</u>
Attributable to:			
Equity holders of the Company		2,695	(6,544)
Non-controlling interests		(86)	(14)
		<u>2,609</u>	<u>(6,558)</u>
Earnings/ (Loss) per share for profit/ (loss) attributable to the equity holders of the Company			
-basic		<u>A\$0.21</u>	<u>(A\$0.52)</u>
-diluted		<u>N/A</u>	<u>N/A</u>

The notes on pages 11 to 16 form an integral part of this condensed consolidated half-year report.



VIAGOLD CAPITAL LIMITED

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2009

	Six months ended September 30	
	2009 A\$'000	2008 A\$'000
Profit/ (Loss) for the period	2,609	(6,558)
Other comprehensive income for the period		
Exchange differences on translation of:		
- Financial statement of overseas subsidiaries	(832)	400
- Release of reserve upon disposal of interests in subsidiaries	(248)	-
	(1,080)	400
Total comprehensive income for the period	1,529	(6,158)
Attributable to:		
Equity shareholders of the Company	1,825	(6,172)
Non-controlling interests	(296)	14
	1,529	(6,158)

The notes on pages 11 to 16 form an integral part of this condensed consolidated half-year report.

VIAGOLD CAPITAL LIMITED

CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT SEPTEMBER, 30 2009

		As at September 30 <u>2009</u> A\$'000	As at March 31 <u>2009</u> A\$'000
	Notes		
<b>ASSETS</b>			
<b>Non-current assets</b>			
Goodwill	11	1	-
Leasehold land and land use rights		230	298
Property, plant and equipment	6	1,755	1,570
		<u>1,986</u>	<u>1,868</u>
<b>Current assets</b>			
Leasehold land and land use rights		7	9
Inventories		1,547	-
Trade and other receivables		247	2,359
Financial assets at fair value through profit or loss		2,148	5,002
Cash and cash equivalents		4,852	3,130
		<u>8,801</u>	<u>10,500</u>
<b>Total assets</b>		<u>10,787</u>	<u>12,368</u>
<b>EQUITY</b>			
<b>Capital and reserves attributable to the Company's equity holders</b>			
Share capital		2,531	2,531
Reserves		1,290	(535)
		<u>3,821</u>	<u>1,996</u>
<b>Non-controlling interests</b>		<u>795</u>	<u>1,091</u>
<b>Total equity</b>		<u>4,616</u>	<u>3,087</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		1,862	4,125
Borrowings		2,810	3,589
Income tax payable		1,499	1,567
<b>Total liabilities</b>		<u>6,171</u>	<u>9,281</u>
<b>Total equity and liabilities</b>		<u>10,787</u>	<u>12,368</u>

The notes on pages 11 to 16 form an integral part of this condensed consolidated half-year report.

## VIAGOLD CAPITAL LIMITED

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2009

Attributable to equity holders of the Company							
Reserves							
Share Capital A\$'000	Share premium A\$'000	Translation reserve A\$'000	Contributed surplus A\$'000	Share-based compensation reserve A\$'000	Accumulated losses A\$'000	Non-controlling interests	
						Total A\$'000	A\$'000
As at April 1, 2008	2,531	17,576	(17,296)	48,103	1,849	8,753	869
Total comprehensive income for the period	-	-	400	-	-	(6,144)	89
As at September 30, 2008	2,531	17,576	(16,896)	48,103	1,849	2,609	958
			</				

	Attributable to equity holders of the Company									
	Reserves							Total equity A\$'000		
	Share Capital A\$'000	Share premium A\$'000	Translation reserve A\$'000	Contributed surplus A\$'000	Share-based compensation reserve A\$'000	Accumulated losses A\$'000	Total A\$'000			
									Non-controlling interests A\$'000	
As at April 1, 2009	2,531	17,576	(15,287)	48,103	1,914	(52,841)	1,996	1,091		3,087
Cancellation of share option during the period	-	-	-	-	(207)	207	-	-	-	-
Total comprehensive income for the period	-	-	(870)	-	-	2,695	1,825	(296)		1,529
As at September 30, 2009	2,531	17,576	(16,157)	48,103	1,707	(49,939)	3,821	795		4,616

The notes on pages 11 to 16 form an integral part of this condensed consolidated half-year report.

VIAGOLD CAPITAL LIMITED

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	Six months ended	
	30 September	
	<u>2009</u>	<u>2008</u>
	A\$'000	A\$'000
Net cash generated from/ (used in) operating activities	3,050	(1,097)
Net cash used in investing activities	<u>(540)</u>	<u>(173)</u>
Net increase/ (decrease) in cash and cash equivalents	2,510	(1,270)
Cash and cash equivalents at the beginning of the period	3,130	3,976
Exchange (losses)/ gains on cash and cash equivalents	<u>(788)</u>	<u>418</u>
Cash and cash equivalents at the end of the period	<u><u>4,852</u></u>	<u><u>3,124</u></u>

The notes on pages 11 to 16 form an integral part of this condensed consolidated half-year report.

NOTES TO THE HALF-YEAR FINANCIAL REPORT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

**1. GENERAL INFORMATION**

ViaGOLD Capital Limited (the “Company”) was incorporated in Bermuda as an exempted company with limited liability and its shares are listed on the Australian Stock Exchange Limited (the “ASX”). Its holding company is Harvest Smart Overseas Limited, which was incorporated in the British Virgin Islands. The address of its registered office is Suite 404, 73 Flinders Lane, Melbourne Vic 3000, Australia.

The Company and its subsidiaries (together the “Group”) are principally engaged in investment holding, property development, and leasing and capital financing.

This half-year financial report is presented in units of Australian dollars (A\$), unless otherwise stated.

**2. BASIS OF PREPARATION**

The half-year financial report has been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”. The half-year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the annual financial statements of the Group for the year ended March 31, 2009 and any public announcements made by the Group during the half-year.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2008 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2009 annual financial statements. Detail of these changes in accounting policies are set out in note 3.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since 2009 annual financial statement. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with International Financial Reporting Standards (“IFRSs”).

The interim financial report is unaudited, but has been reviewed by Lau and Au Yeung C.P.A. Limited (“LAY”) in accordance with International Standard on Review Engagement 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. LAY’s independent review report to the member of ViaGOLD Capital Limited is included on page 17.

**3. ACCOUNTING POLICIES**

The following new standards, amendments to standards or interpretations are mandatory for the first time for the financial year beginning April 1, 2009 and have effects on the current period or any prior period to the Group’s financial statements.

- IFRS 8, Operating Segments
- IAS 1 (revised), Presentation of Financial Statements

NOTES TO THE HALF-YEAR FINANCIAL REPORT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

**3. ACCOUNTING POLICIES (continued)**

- IFRS 8 requires segment disclosure to be based on the way that the Group's chief operating decision maker regards and manages the Group, with the amounts reported for each reportable segment being the measures reported to the Group's chief operating decision maker for the purposes of assessing segment performance and making decisions about operating matters. This contrasts with the presentation of segment information in prior years which was based on a disaggregation of the Group's financial statements into segments based on related products and services and on geographical areas. The adoption of IFRS 8 has resulted in the presentation of segment information in a manner that is more consistent with internal reporting provided to the Group's most senior executive management, and has resulted in additional reportable segments being identified and presented (see note 4). Corresponding amounts have been provided on a basis consistent with the revised segment information.
- As a result of the adoption of IAS 1 (revised), detail of changes in equity during the period arising from transactions with equity shareholders in their capacity as such have been presented separately from all other income and expenses in a revised consolidated statement of changes in equity. All other items of income and expenses are presented in the consolidated income statement, if they are recognised as part of profit or loss for the period, or otherwise in a new primary statement, the consolidated statement of comprehensive income. The new format for the consolidated statement of comprehensive income and the consolidated statement of changes in equity has been adopted in this interim financial report and corresponding amounts have been restated to conform to the new presentation. This change in presentation has no effect on reported profit or loss, total income and expense or net assets for any period presented.

**4. SEGMENT REPORTING**

The Group manages its business by divisions, which are organised by business lines. On first-time adoption of IFRS 8, Operating Segments, and in a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has identified the following reportable segments.

- Investment holding
- Leasing and capital financing
- Property development

NOTES TO THE HALF-YEAR FINANCIAL REPORT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009**4. SEGMENT REPORTING (continued)**

## Segment revenues and assets

The Group's senior executive management monitors the revenues and assets attributable to each reportable segment on the following bases:

**Six months ended September 30, 2009**

	<b>Investment holding</b>	<b>Leasing and capital financing</b>	<b>Property development</b>	<b>Unallocated</b>	<b>Consolidated</b>
	<b>AS'000</b>	<b>AS'000</b>	<b>AS'000</b>	<b>AS'000</b>	<b>AS'000</b>
Revenue from external customers	-	-	-	-	-
Inter-segment revenue	-	-	-	-	-
<b>Reportable segment revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reportable segment profit/ (loss) before income tax</b>	<b>1,814</b>	<b>(121)</b>	<b>(3)</b>	<b>1,218</b>	<b>2,908</b>
Income tax expense					(299)
<b>Profit for the year</b>					<b>2,609</b>

**As at September 30, 2009**

<b>Reportable segment assets</b>	<b>3,162</b>	<b>2,648</b>	<b>930</b>	<b>4,047</b>	<b>10,787</b>
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**Six months ended September 30, 2008**

	<b>Investment holding</b>	<b>Leasing and Capital financing</b>	<b>Property development</b>	<b>Unallocated</b>	<b>Consolidated</b>
	<b>AS'000</b>	<b>AS'000</b>	<b>AS'000</b>	<b>AS'000</b>	<b>AS'000</b>
Revenue from external customers	-	-	-	40	40
Inter-segment revenue	-	-	-	-	-
<b>Reportable segment revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40</b>	<b>40</b>
<b>Reportable segment profit/ (loss) before income tax</b>	<b>(5,693)</b>	<b>(64)</b>	<b>-</b>	<b>(801)</b>	<b>(6,558)</b>
Income tax expense					-
<b>Loss for the year</b>					<b>(6,558)</b>

**As at March 31, 2009**

<b>Reportable segment assets</b>	<b>5,137</b>	<b>891</b>	<b>-</b>	<b>6,340</b>	<b>12,368</b>
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Segment assets include all tangible, intangible assets and current assets with the exception of interests in subsidiary, inter-group current account and other corporate assets.

There is no income attributable to any one of the business segments for the period.

NOTES TO THE HALF-YEAR FINANCIAL REPORT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

**5. SEASONALITY OF OPERATIONS**

As there was no income attributable to any one of the business segments, no analysis of operations is prepared.

**6. ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT**

During the six months ended September 30, 2009, the Group acquired property, plant and equipment with a cost of approximately A\$548,000 (Six months ended March 31, 2009: approximately A\$348,000).

**7. DISPOSAL OF SUBSIDIARIES**

During the period, the Group has disposed of the following subsidiaries to third parties at a gain of approximately A\$1,788,000 (Six months ended September 30, 2008: Nil)

<u>Name of the entities</u>	<u>Attributable equity interest held by the company before disposal</u>
ViaGOLD, Inc	100%
Silicon Valley (China) Development Co., Limited	100%
ViaGOLD Direct Network Limited (BVI)	100%
ViaGOLD Direct Network Limited (HK)	100%
Hostech Business Communication Network Limited	100%
ViaGOLD Numeric Network Limited	100%
Hing Pong International Holdings Limited	55%
3T Technology Holding Limited	100%

**8. CONTINGENT LIABILITY**

The wholly owned subsidiary, ViaGOLD USA Limited (“VUL”) has entered into an agreement with the minority shareholder of its subsidiary, Beijing Hua Bao International Leasing Company Limited (“HBI”), to guarantee the amount of attributable profit. If the profit attributable to the minority shareholder of HBI as shown in its audited financial statements for each of the 3 years ended December 31, 2008, 2009 and 2010 prepared in accordance with the accounting principles generally accepted in PRC is less than HK\$2,640,000 (i.e. 22% of the consideration), VUL will compensate the minority shareholder of HBI in cash on a dollar for dollar basis.



NOTES TO THE HALF-YEAR FINANCIAL REPORT  
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

**9. MATERIAL RELATED PARTY TRANSACTIONS**

<u>Related party</u>	<u>Nature of transactions</u>	Six months ended	
		30.9.2009 A\$'000	30.9.2008 A\$'000
Ultimate holding company	Interests paid and payable	3	3
	Consultancy fee paid and payable	35	35
Directors of the company	Key management compensation	29	38

**10. DIVIDEND**

No dividend was paid for both periods. The directors do not recommend the payment of an interim dividend.

**11. BUSINESS COMBINATION**

On June 10, 2009, the Group acquired 100% of the share capital of 岑溪市豐智昌順房地產開發有限公司 (Sumkai Fengzhi, for identification purpose only).

Details of net assets acquired and goodwill are as follows:

	A\$'000
Purchase consideration:	
- Offset against by debt owed to the Group	960

The goodwill is attributable to the economies of scale expected from combining the operations of the Group and Sumkai Fengzhi.

The assets and liabilities as of June 10, 2009 arising from the acquisition were as follows:

	Fair value A\$'000	Acquiree's carrying amount A\$'000
Cash and bank	23	23
Other receivables	19	19
Inventories	1,528	753
Other payables	(611)	(611)
Fair value of net assets	959	184
Goodwill	1	
Total purchase consideration	960	

Sumkai Fengzhi incurred a loss of A\$3,078 for the period between the acquisition date and the date of the financial report.

**13. COMPARATIVE FIGURES**

As a result of the application of IAS 1 (revised), Presentation of Financial Statements, and the IFRS 8, Operating Segments, certain comparative figures have been adjusted to conform to current period's presentation and to provide comparative amounts in respect of items disclosed for the first time for the period ended September 30, 2009.

## REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO THE MEMBERS OF VIAGOLD CAPITAL LIMITED

### Introduction

We have reviewed the interim financial information set out on pages 6 to 16 which comprises the condensed consolidated statement of financial position of ViaGOLD Capital Limited ("the Company") as of September 30, 2009 and the related condensed consolidated statements of financial performance, comprehensive income, changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. The directors are responsible for the preparation and fair presentation of this interim financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, 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 International Standards on Auditing 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.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material respects, the financial position of the Company as at September 30, 2009, and of its financial performance and its cash flows for the six-month period then ended in accordance with International Accounting Standard 34.



Lau & Au Yeung C.P.A. Limited  
Certified Public Accountants  
Hong Kong,

Au Yeung Tin Wah  
Practising Certificate Number P02343