

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY
A.B.N. 77 008 132 036

APPENDIX 4D

Half-Year ended 31 December 2014

This Appendix 4D is provided to ASX in accordance with Listing Rule 4.2A

Results for announcement to the market

	December 2014 \$	December 2013 \$	% Change
Revenue from ordinary activities	14,118	507,893	- 97.2 %
(Loss)/Profit from ordinary activities after tax attributable to members	(263,846)	163,103	- 62.8%
(Loss)/Profit attributable to members	(263,846)	163,103	- 62.8%

Dividends – no dividend has been paid and it is not proposed to pay or declare a dividend at this time (2013– nil)

Net tangible asset backing per share is \$0.40 after tax (June 2014 – \$0.60 , Dec 2013 - \$0.63)

(Loss)/Earnings per share is 2.17 cents loss per share (December 2013 – 1.33 cents profit per share)

Commentary on results:

Dollar figures in this Appendix 4D are in whole dollars – i.e. not rounded to \$'000.

There were no sales or purchases of shares during the half-year to 31 December 2014 (December 2013 - 1 sale, proceeds of \$801,569 and profit of \$498,419 and nil purchases)

No dividends were received during the December 2014 half-year. (December 2013 - \$nil)

There was no impairment expense for the half-year ended 31 December 2014. (December 2013 – \$nil expense)

Further details of the Company's operations during the December 2014 half-year and the state of affairs at 31 December 2014 are contained in the accompanying reports and financial statements which form part of this Appendix 4D.

This Appendix 4D and the accompanying reports and financial statements are based on accounts which have been reviewed by the auditor.

Attached are the auditor's independence declaration and the review report.

For and on behalf of the directors of Sunvest Corporation Limited



Bruce David Burrell
Director

Dated at Sydney this 25 day of February 2015

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY
A.B.N 77 008 132 036

Interim financial report

6 months ended 31 December 2014

Contents

	Page
Directors' Report	3
Auditor's Independence Declaration	4
Consolidated statement of profit or loss and other comprehensive income	5
Consolidated statement of financial position	6
Consolidated statement of changes in equity	7
Consolidated statement of cash flows	8
Notes to the financial statements	9-11
Directors' Declaration	12
Independent Auditor's Review Report	13-14

SUNVEST CORPORATION LIMITED AND ITS CONTROLLED ENTITY

DIRECTORS' REPORT

Your directors present their report on the Company and its controlled entity ("the consolidated entity" or "group") for the half-year ended 31 December 2014.

Directors

The following persons were directors of Sunvest Corporation Limited during the half-year and up to the date of this report:

Bruce Rowan
Carole Rowan
Bruce Burrell

Review and results of operations

The group's net loss after tax was \$263,846 for the December 2014 half-year compared to a profit after tax of \$163,103 for the December 2013 half-year.

There were no impairment losses for the December 2014 half-year (December 2013 - \$Nil).

The directors reviewed the Group's investment portfolio at 31 December 2014 and at the date of this report and concluded that no impairment write downs were required at the balance date.

Any unrealized losses in the group investment portfolio reflect the fair value at the end of the half-year but are considered to be capable of returning to higher values and thus, are not regarded as permanently impaired. The unrealized losses have been recognized in equity.

The fair value of the group share portfolio at 31 December 2014 was \$8,340,705 which compares to the June 2014 fair value of \$11,291,519 and the December 2013 fair value of \$12,310,968.

Movements in the group share portfolio are set out in note 4.

There were no purchases of shares during the December 2014 half-year (December 2013 - nil).

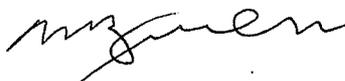
There were no sales of shares during the December 2014 half-year (December 2013 – 1 sale with proceeds of \$801,569 and profit of \$498,419).

The directors believe that the group's investment portfolio is satisfactory with an appropriate spread of investments in companies operating in different industries and in different geographical locations.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* accompanies this report.

Signed in accordance with a resolution of the directors.



Bruce David Burrell
Director
Dated this 25 day of February 2015

SUNVEST CORPORATION LIMITED
ABN 77 008 132 036

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF SUNVEST CORPORATION LIMITED

SYDNEY

Level 40
2 Park Street
Sydney NSW 2000
Australia

GPO Box 3555
Sydney NSW 2001

Ph: (612) 9263 2600
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I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2014 there have been no contraventions of:

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

Hall Chadwick

Hall Chadwick
Level 40, 2 Park Street
Sydney NSW 2000

Graham Webb

GRAHAM WEBB
Partner

Date: 25 February 2015

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SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY

**Consolidated Statement of Profit and Loss
and other Comprehensive Income**
for the half-year ended 31 December 2014

	Note	Half-year	
		31 December 2014	31 December 2013
		\$	\$
Revenues			
Profit on sale of shares		-	498,419
Interest received		14,118	9,474
Total revenues and other income		14,118	507,893
Expenses			
Accountancy fees		(24,000)	(24,000)
Audit fees		(14,140)	(17,959)
Employee benefits expense		(44,000)	(44,000)
Interest expense		(160,191)	(160,191)
Office rent		(6,000)	-
Stock exchange fees		(15,276)	(13,400)
Other administration expenses		(14,357)	(15,340)
(Loss)/Profit before income tax		(263,846)	233,003
Income tax expense	3	-	(69,900)
(Loss)/Profit for the half-year		(263,846)	163,103
Other consolidated income (loss)			
Revaluation of available for sale financial assets		(2,950,814)	1,099,297
Total comprehensive income		(3,214,660)	1,262,400
		Cents	Cents
Basic (loss)/earnings per share		(2.17)	1.33
Diluted (loss)/earnings per share		(2.17)	1.33

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

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY

Consolidated Statement of Financial Position
as at 31 December 2014

	Note	31 December 2014 \$	30 June 2014 \$
Current assets			
Cash and cash equivalents		1,970,614	2,056,622
Other receivables		23,353	194,056
Total current assets		<u>1,993,967</u>	<u>2,250,678</u>
Non-current assets			
Available-for-sale financial assets	4	8,340,705	11,291,519
Total non-current assets		<u>8,340,705</u>	<u>11,291,519</u>
Total assets		<u>10,334,672</u>	<u>13,542,197</u>
Current liabilities			
Trade and other payables		9,855	15,119
Current tax liabilities		-	196,793
Total current liabilities		<u>9,855</u>	<u>211,912</u>
Non-current liabilities			
Trade and other payables	6	1,977,147	1,767,955
Borrowings	5	4,271,772	4,271,772
Total non-current liabilities		<u>6,248,919</u>	<u>6,039,727</u>
Total liabilities		<u>6,258,774</u>	<u>6,251,639</u>
Net assets		<u>4,075,898</u>	<u>7,290,558</u>
EQUITY			
Contributed equity	7	8,854,967	8,854,966
Available-for-sale revaluation reserve		(3,248,168)	(297,353)
Accumulated losses		(1,530,901)	(1,267,055)
Total equity		<u>4,075,898</u>	<u>7,290,558</u>

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

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY

Consolidated Statement of Changes in Equity
for the half-year ended 31 December 2014

	Issued capital \$	Available for sale reserve \$	Accumulated losses \$	Total \$
Balance 1 July 2013	8,930,385	(491,207)	(1,567,539)	6,871,539
Revaluation of financial assets	-	1,099,297	-	1,099,297
Profit on sale of shares transferred to statement of profit or loss and other comprehensive income	-	(357,123)	-	(357,123)
Share buy-back	(75,418)	-	-	(75,418)
Net profit for the period	-	-	163,103	163,103
Balance as at 31 December 2013	8,854,967	250,967	(1,404,436)	7,701,498
Balance at 1 July 2014	8,854,967	(297,353)	(1,267,055)	7,290,558
Revaluation of financial assets	-	(2,950,814)	-	(2,950,814)
Net loss for the period	-	-	(263,846)	(263,846)
Balance as at 31 December 2014	8,854,967	(3,248,167)	(1,530,901)	4,075,898

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

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY

Consolidated Statement of Cash Flows
for the half-year ended 31 December 2014

	Half-year	
	31 December 2014	31 December 2013
	\$	\$
Cash flows from operating activities		
Interest received	14,118	9,474
Payments to suppliers and employees (inclusive of goods and services tax)	(100,126)	(93,666)
Net cash outflow from operating activities	(86,008)	(84,192)
Cash flows from investing activities		
Proceeds from sale of available-for-sale financial assets	-	801,569
Net cash inflow from investing activities	-	801,569
Cash flows from financing activities		
Payments under share buy-back program	-	(75,418)
Net cash (outflows) from financing activities	-	(75,418)
Net (decrease)/increase in cash and cash equivalents	(86,008)	641,959
Cash and cash equivalents at the beginning of the half-year	2,056,622	1,201,752
Cash and cash equivalents at end of the half-year	1,970,614	1,843,711

The above consolidated statement of cash flow should be read in conjunction with the accompanying notes.

SUNVEST CORPORATION LIMITED

AND ITS CONTROLLED ENTITY

Notes to the Financial Statements

for the half-year ended 31 December 2014

1 Basis of preparation of half-year report

This general purpose financial report for the interim half-year reporting period ended 31 December 2014 has been prepared in accordance with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Act 2001*.

The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards

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 2014 and any public announcements made by Sunvest Corporation Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The interim financial statements were authorised for issue on 25 February 2015

2 Segment information

The group predominantly operates in one business segment. Its principal activities comprise investing in listed equities and other securities in Australia, United Kingdom and Canada.

The geographic segment distribution is set out below:

	Australia	United Kingdom	Canada	Unallocated	Consolidated
	\$	\$	\$	\$	\$
Half year ended December 2014					
Total segment revenue	14,118	-	-	-	14,118
Segment result	(103,655)	(160,191)	-	-	(263,846)
Unallocated revenue less unallocated expenses					-
Loss before income tax					(263,846)
Current assets	1,993,967	-	-	-	1,993,967
Non-current assets	356,928	7,940,677	43,100	-	8,340,705
Total liabilities	1,987,002	4,271,772	-	-	6,258,774
Half year ended December 2013					
Total segment revenue	9,474	498,419	-	-	507,893
Segment result	(265,416)	498,419	-	-	233,003
Unallocated revenue less unallocated expenses					-
Profit before income tax					233,103
Current assets	1,903,873	-	-	-	1,903,873
Non-current assets	626,604	11,635,808	48,556	-	12,310,968
Total liabilities	78,429	4,271,772	-	-	6,513,343

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY

Notes to the Financial Statements
for the half-year ended 31 December 2014

3 Income tax

	Half-year	
	31 December 2014 \$	31 December 2013 \$
The prima facie tax on the (loss)/profit before income tax is reconciled to the income tax expense as follows:		
	(263,846)	233,003
(Loss)/profit before income tax		
Prima facie tax at 30% (December 2013 – 30%)	(79,154)	69,900
Tax effect of amounts which are not deductible / (taxable) in calculating taxable income:		
- deferred tax assets not recognised	76,754	
- other	2,400	-
Income tax expense	<u>-</u>	<u>69,900</u>

4 Available-for-sale financial assets

	31 December 2014 \$	30 June 2014 \$
At the beginning of the period	11,291,519	11,400,815
Additions	-	-
Disposals	-	(801,569)
Revaluation (deficit)/ surplus transferred to equity	(2,950,814)	692,273
At the end of the period	<u>8,340,705</u>	<u>11,291,519</u>

The directors have noted and considered the Basis For Qualified Conclusion as set out in the Review Report on pages 13 to 14 and the statement that the company's available for sale investment portfolio was overstated at 30 June 2014 by \$345,420, and the impact of that on other balances. This difference primarily relates to the fair value calculation in respect to one of the company's investments listed on the AIM (UK).

The directors are aware there are numerous websites which provide market price details on AIM listed stocks and that quoted share prices can vary from site to site. The directors remain satisfied with the fair value calculation at June 2014 of \$11,291,519 and, at the same time, agree that the re-visited fair value calculation of \$10,946,099 is also acceptable.

The directors note that the difference of \$345,420 is circa 3% of the investment balance and considered to be not material.

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY

Notes to the Financial Statements
for the half-year ended 31 December 2014

5 Borrowings and Payables Non-current borrowings

	31 December 2014 \$	30 June 2014 \$
Loans owing to Director	4,271,772	4,271,772

Mr. Bruce Rowan, a director, has loaned the Company \$4,271,772 to finance the purchase of available-for-sale financial assets. The loan is unsecured. The loan is interest bearing at the rate of 7.5% p.a.

Mr. Rowan has advised the Company that he will not seek repayment of the loan within the next twelve months from the balance date.

6 Trade and other payables

\$1,977,147 (June 2013 - \$1,767,955) owing to Mr Bruce Rowan is comprised of fees and interest payable which have been accrued in the accounts and is not expected to be repaid within the next twelve months from the balance date.

7 Contributed equity

	31 December 2014 \$	30 June 2014 \$
Share capital 12,159,024 ordinary shares fully paid (June 2014: 12,159,024)	8,854,967	8,854,967

8 Contingent liabilities

The directors are not aware of any contingent liabilities which have arisen during the half-year or of any contingent liabilities outstanding at the end of the half-year.

9 Subsequent events

Subsequent to 31 December 2014 the Company received a dividend from a UK company for Pounds Sterling £208,859 which will result in cash proceeds to the Company of approximately A\$380,000.

Other than for the above, the directors are not aware of any matter or circumstance which has arisen since 31 December 2014 that has significantly affected or may affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

SUNVEST CORPORATION LIMITED
AND ITS CONTROLLED ENTITY

Directors' Declaration
for the half-year ended 31 December 2014

In the opinion of the directors the attached financial statements and notes:

- (a) comply with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) give a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date.

In the directors' opinion:

- (a) the financial statements and notes are in accordance with the *Corporations Act 2001*; and
- (b) 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 in accordance with a resolution of the directors.



Bruce David Burrell
Director

Dated this 25 day of February 2015

**SUNVEST CORPORATION LIMITED
ABN 77 008 132 036****INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
SUNVEST CORPORATION LIMITED****SYDNEY**Level 40
2 Park Street
Sydney NSW 2000
AustraliaGPO Box 3555
Sydney NSW 2001Ph: (612) 9263 2600
Fx: (612) 9263 2800**Report on the Half-Year Financial Report**

We have reviewed the accompanying half-year financial report of Sunvest Corporation Limited, which comprises the consolidated statement of financial position as at 31 December 2014, the consolidated statement of profit or loss and other 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 and other explanatory information and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of Sunvest Corporation Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of Sunvest Corporation Limited's financial position as at 31 December 2014 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 Sunvest Corporation Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and 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.

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SUNVEST CORPORATION LIMITED
ABN 38 601 048 275

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
SUNVEST CORPORATION LIMITED

Basis for Qualified Conclusion

We were appointed as auditors of the company on 20 November 2014. The financial report for the year ended 30 June 2014 was audited by another auditor. As disclosed in Note 4 to the financial statements, the available for sale financial assets at 30 June 2014 amounted to \$11,291,519. Based on mark to market valuations re-performed on the available for sale financial assets as at 30 June 2014, the balance was overstated by \$345,420. As a result the available for sale reserve was overstated by \$345,420 and Other Comprehensive Income for the year ended 30 June 2014 was overstated by \$345,420. Other Comprehensive Income for the period ended 31 December 2014 is correspondingly understated by \$345,420.

Qualified Conclusion

Based on our review, which is not an audit, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, we have not become aware of any matter that makes us believe that the half year financial report of Sunvest Corporation Limited is not in accordance with the Corporations Act 2001 including:

- (i) giving a true and fair view of Sunvest Corporation Limited's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

Hall Chadwick

Hall Chadwick
Level 40, 2 Park Street
Sydney NSW 2000

Graham Webb

GRAHAM WEBB

Partner

Date: 25 February 2015