

Appendix 4D – Interim Financial

Report for Half Year Ended

31 December 2016



Name of Entity: **TAMAWOOD LIMITED**
 ABN: **56 010 954 499**
 Current period: **1 July 2016 to 31 December 2016**
 Previous corresponding period: **1 July 2015 to 31 December 2015**

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Key Information

				\$'000
Revenue from ordinary activities	up	31.98%	to	61,915
Profit after tax from continuing activities attributable to members	up	34.47%	to	4,502
Net Profit attributable to members	up	34.47%	to	4,502

Dividends Paid and Proposed

	Amount per security	Franking at 30% tax rate	Franked Amount per security
Final dividend (paid 1 December 2016)	15 cents	100%	15 cents
Interim dividend (payable 2 June 2017)	11 cents	100%	11 cents

Record date for determining entitlements to the interim dividend

15 May 2017

Explanation of Key Information and Dividends

An explanation of these figures is contained in the 'Review of Operations' included within the attached directors' report.

NET TANGIBLE ASSETS PER SHARE

	Half-year Ended 31 December 2016	Half-year Ended 31 December 2015
Net tangible assets per share	43.00 cents	30.10 cents

EARNINGS PER SHARE

Basic earnings per share	17.61 cents	13.10 cents
Weighted average number of shares	25,564,368	25,559,611

DIVIDEND DETAILS

	Half-year Ended 31 December 2016	Half-year Ended 31 December 2015
	\$'000	\$'000
Final dividend (paid 1 December 2016)	3,834	3,834

Dividend reinvestment plan

The dividend reinvestment plan has been suspended until further notice.

CONTROL GAINED OR LOST OVER ENTITIES IN THE HALF YEAR

Subsidiaries

No changes to control over subsidiaries during the half year.

Associates and joint venture entities

The Group has no associates or joint ventures.

Tamawood Limited

ABN 56 010 954 499

Interim Financial Statements

For the Half Year Ended 31 December 2016

ABN 56 010 954 499
ASX Code: TWD

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Directors' Report

For the Half Year Ended 31 December 2016

Your Directors present their report on Tamawood Limited ("Tamawood") and its controlled entities ("the Group") for the half year ended 31 December 2016.

Directors

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

Names	Position
R Lynch	Non-executive Chairman
L Mizikovsky	Non-executive Director
R Dudurovic	Non-executive Director
A Thomas	Non-executive Director
T Bartholomaeus	Managing Director

Directors have been in office since the start of the half year to the date of this report unless otherwise stated.

Principal activities and significant changes in nature of activities

During the half year the principal continuing activities of the Group consisted of:

- home design, project management services and associated activities including home contract construction activities in selected markets;
- franchising and licensing operations in regional Queensland, New South Wales, and Victoria;
- generating and trading of renewable energy certificates associated with solar products.

There were no significant changes in the nature of the Group's principal activities during the half year.

Operating results and review of operations for the year

The Result

Tamawood recorded a net profit after tax of \$4,569,000 for the half year ended December 2016 (December 2015: \$3,251,000 up 40.54%). The current operating result after deducting non recurring legal settlements received in the first half of December 2015, is significantly higher compared to the December 2015 result. As previously announced the result in December 2015 was impacted by the protracted uncertainty generated by the state election result. The current result was also reflective of the 30% increase in sales experienced in 2016.

The improvement in NSW is the result of increased construction activity resulting from commencement of work on contracts previously delayed by land not being registered.

As previously announced the Board has declared a fully franked interim dividend of 11 cents (2016:10 cents) payable 2 June 2017.

Directors' Report

For the Half Year Ended 31 December 2016

Significant changes in state of affairs

There have been no significant changes in the state of affairs of entities in the Group during the half year.

Events after the reporting date

Subsequent to 31 December 2016 Tamawood proposes to hold an Extraordinary General Meeting (EGM) in April 2017. This EGM will require shareholders to vote on a proposed 25% buy back of Dixon NSW Pty Ltd for \$449,111.

Except for the above, no other matters or circumstances have arisen since the end of the financial half year which significantly affected or could significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

ASIC Corporations Instrument 2016/191 rounding of amounts

The Group has applied the relief available to it in ASIC Corporations Instrument 2016/191 and accordingly, amounts in the financial statements and directors' report have been rounded to the nearest thousand dollars, unless otherwise stated.

Auditor's independence declaration

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the half year ended 31 December 2016 has been received and can be found on page 3 of the financial report.

This report is signed in accordance with a resolution of the Board of Directors.



Non-executive Chairman

Dated 10 February 2017

Tamawood Limited

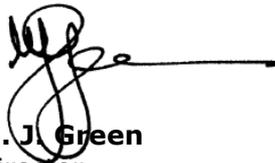
ABN 56 010 954 499

Auditor's Independence Declaration under Section 307C of the *Corporations Act 2001*

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2016 there have been:

- i. no contraventions of the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

HANRICK CURRAN AUDIT PTY LTD



M. J. Green
Director

Brisbane, 10 February 2017

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Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the Half Year Ended 31 December 2016

		31 December 2016	31 December 2015
	Note	\$'000s	\$'000s
Revenue	2	61,915	46,911
Labour, raw materials and consumables used		(49,168)	(35,862)
Employee benefits expense		(3,469)	(3,093)
Depreciation expense		(121)	(117)
Advertising		(478)	(769)
Consultancy		(455)	(490)
Other expenses		(1,681)	(1,924)
Profit before income tax		6,543	4,656
Income tax expense		(1,974)	(1,405)
Profit for the half year		4,569	3,251
Other comprehensive income for the half year		-	-
Total comprehensive income for the half year		4,569	3,251
Profit/(loss) attributable to:			
Members of the parent entity		4,502	3,348
Non-controlling interest		67	(97)
		4,569	3,251
Total comprehensive income attributable to:			
Members of the parent entity		4,502	3,348
Non-controlling interest		67	(97)
		4,569	3,251
Earnings per share			
Basic earnings per share (cents)		17.61	13.10
Diluted earnings per share (cents)		17.61	13.10

The Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Consolidated Statement of Financial Position

As At 31 December 2016

	31 December 2016 \$'000s	30 June 2016 \$'000s
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	5,090	2,580
Trade and other receivables	4,173	5,254
Inventories	14,049	13,888
Other assets	137	8
TOTAL CURRENT ASSETS	23,449	21,730
NON-CURRENT ASSETS		
Investments in associates	255	255
Property, plant and equipment	738	723
Deferred tax assets	404	637
TOTAL NON-CURRENT ASSETS	1,397	1,615
TOTAL ASSETS	24,846	23,345
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	8,296	7,457
Provisions	496	464
Current tax liabilities	448	583
TOTAL CURRENT LIABILITIES	9,240	8,504
NON-CURRENT LIABILITIES		
Provisions	331	314
Deferred tax liabilities	3,876	3,890
TOTAL NON-CURRENT LIABILITIES	4,207	4,204
TOTAL LIABILITIES	13,447	12,708
NET ASSETS	11,399	10,637
EQUITY		
Issued capital	434	407
Reserves	(5)	(5)
Retained earnings	10,432	9,764
Total equity attributable to equity holders of Tamawood Limited	10,861	10,166
Non-controlling interest	538	471
TOTAL EQUITY	11,399	10,637

The Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity For the Half Year Ended 31 December 2016

31 December 2016

Note	Ordinary Shares \$'000s	Retained Earnings \$'000s	General Reserves \$'000s \$	Total \$'000s	Non-controlling Interests \$'000s	Total \$'000s
Balance at 1 July 2016	407	9,764	(5)	10,166	471	10,637
Comprehensive income for the half year						
Profit/(loss) for the half year	-	4,502	-	4,502	67	4,569
Other comprehensive income for the half year	-	-	-	-	-	-
Total comprehensive income for the half year	-	4,502	-	4,502	67	4,569
Transactions with owners in their capacity as owners						
Dividends paid or provided for	4	(3,834)	-	(3,834)	-	(3,834)
Share issued during the half year	27	-	-	27	-	27
Balance at 31 December 2016	434	10,432	(5)	10,861	538	11,399

31 December 2015

Note	Ordinary Shares \$'000s	Retained Earnings \$'000s	General Reserves \$'000s \$	Total \$'000s	Non-controlling Interests \$'000s	Total \$'000s
Balance at 1 July 2015	407	8,105	(5)	8,507	387	8,894
Comprehensive income for the half year						
Profit/(loss) for the half year	-	3,348	-	3,348	(97)	3,251
Other comprehensive income for the half year	-	-	-	-	-	-
Total comprehensive income for the half year	-	3,348	-	3,348	(97)	3,251
Transactions with owners in their capacity as owners						
Dividends paid or provided for	4	(3,834)	-	(3,834)	-	(3,834)
Balance at 31 December 2015	407	7,619	(5)	8,021	290	8,311

The Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows

For the Half Year Ended 31 December 2016

	31 December 2016 \$'000s	31 December 2015 \$'000s
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers (including GST)	69,957	52,880
Payments to suppliers and employees (including GST)	(61,641)	(49,639)
Interest received	53	91
Income tax paid	(1,889)	(968)
Net cash provided by operating activities	<u>6,480</u>	<u>2,364</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	68	3
Purchase of property, plant and equipment	(204)	(86)
Net cash (used by) / provided by investing activities	<u>(136)</u>	<u>(83)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Dividends paid by the parent entity	(3,834)	(3,834)
Net cash used by financing activities	<u>(3,834)</u>	<u>(3,834)</u>
Net increase / (decrease) in cash and cash equivalents held	2,510	(1,553)
Cash and cash equivalents at beginning of the period	2,580	3,366
Cash and cash equivalents at end of the half year	<u>5,090</u>	<u>1,813</u>

The Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements For the Half Year Ended 31 December 2016

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

This condensed interim financial report for the half year reporting period ended 31 December 2016 has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting.

The interim financial report is intended to provide users with an update on the latest annual financial statements of Tamawood Limited and controlled entities ("the Group"). As such it does not contain information that represents relatively insignificant changes occurring during the half year within the Group. This condensed financial report does not include all the notes normally included in an annual financial report. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2016, together with any public announcements made during the half year.

Rounding of amounts

The Company is an entity to which ASIC Corporations Instrument 2016/191 applies and, accordingly, amounts in the financial statements and Directors' Report have been rounded to the nearest thousand dollars, unless otherwise stated.

Accounting Policies

Except as described below in Note 1(b), the same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

(b) Adoption of new and revised accounting standards

The Group has adopted all of the new and revised standards and interpretations issued by the Australian Accounting Standard Board (AASB) that are relevant to their operations and effective for the current year.

During the current half year, the following standards became mandatory and have been adopted retrospectively by the Group:

- AASB 2015-1 Annual Improvements (2012 - 2014 cycle)
- AASB 2015-2 *Amendments to Australian Accounting Standards - Disclosure Initiative*.
- AASB 2016-2 *Amendments to Australian Accounting Standards - Disclosure Initiative*.

The accounting policies have been updated to reflect changes in the recognition and measurement of assets, liabilities, income and expenses. However, the adoption of these standards had no material impact on the reported financial position or performance as discussed below.

AASB 2015-1 Annual Improvements (2012 - 2014 cycle). Clarifications are made on AASB 5 - reclassification from held for sale to held for distribution to owners or vice versa is considered as continuation of the plan of disposal; AASB 7 clarifies on disclosure requirements for transferred financial assets and offsetting arrangements; AASB 119 confirms that high quality corporate bonds or national government bonds used to determine discount rates must be in the same currency as the benefits paid to employee; AASB 134 clarifies information about cross references in the interim financial report. They have no material impact on the entity.

Notes to the Financial Statements For the Half Year Ended 31 December 2016

1 Summary of Significant Accounting Policies (continued)

(b) Adoption of new and revised accounting standards (continued)

AASB 2015-2 Disclosure Initiative - Amendment to AASB 10. There are no changes to accounting policies covered by this standard, however this amendment provide clarification regarding the disclosure requirements in AASB 101. They have no material impact on the entity.

AASB 2016-2 Disclosure Initiative - Amendments to AASB 107. This amendment clarifies disclosures that enables users of financial statements to evaluate changes in liabilities arising from financing activities. They have no material impact on the entity.

(c) New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Group has decided not to early adopt these Standards. The following table summarises those future requirements, and their impact on the Group where the standard is relevant:

Standard Name	Effective date for entity	Requirements	Impact
AASB 9 Financial Instruments and amending standards AASB 2010-7 /AASB 2012-6 /AASB 2014-7 /AASB 2014-8	30 June 2019	Significant revisions to the classification and measurement of financial assets, reducing the number of categories and simplifying the measurement choices, including the removal of impairment testing of assets measured at fair value.	The entity has not yet determined the magnitude of any changes which may be needed.
AASB 15 Revenue from contracts with customers	30 June 2019	This standard provides guidance on the recognition of revenue from customers.	The entity has not yet determined the magnitude of any changes which may be needed.
AASB 16 Leases	30 June 2020	Significant revisions to accounting for operational leases on balance sheet by Lessees of property and high value equipment. However, exemptions for short-term leases and leases of low value assets will reduce the impact.	The entity has not yet determined the magnitude of any changes which may be needed.
AASB 2014-10 Amendments to Accounting Standards - Sale or Contribution of Assets between an investor and its Associate or Joint Venture	30 June 2019	The amendment addresses an inconsistency between the requirements in AASB 128 Investment in Associates and Joint Ventures and AASB 10 Consolidated Financial Statements and clarify that in a transaction involving an associate or joint venture the extent of gain or loss recognition depends on whether the asset sold or contributed constitutes a business.	This will only have impact to the entity if there has been a sale or contribution of assets between the entity and its associate or joint venture.

Notes to the Financial Statements For the Half Year Ended 31 December 2016

2 Revenue and Other Income

	31 December 2016 \$'000s	31 December 2015 \$'000s
Revenue		
Construction revenue	-	-
- Construction contract revenue	60,342	44,244
Sale of goods		
- Renewable energy certificates	984	1,189
Rendering of services		
- Franchise revenue	467	508
Interest	53	61
Other items	69	59
Resolution to legal dispute	-	850
Other Income		
- Rental income	-	8
- Gain/(loss) on disposal of property, plant & equipment	-	(8)
Total Revenue	61,915	46,911

Notes to the Financial Statements

For the Half Year Ended 31 December 2016

3 Operating Segments

Segment information

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing the performance and determining the allocation of resources. Segment revenues, expenses and results include transfers between segments but exclude intra group management fees.

Description of segments

The Group's segments include the following:

(i) *Construction QLD*

Home design, project management services and associated activities including home contract construction activities in selected Queensland markets.

(ii) *Construction NSW*

Home design, project management services and associated activities including home contract construction activities in New South Wales.

(iii) *Franchising*

Franchising and licensing operations in regional Queensland, New South Wales and New Zealand.

(iv) *Renewable Energy*

Generating and trading of renewable energy certificates associated with solar products.

Notes to the Financial Statements For the Half Year Ended 31 December 2016

3 Operating Segments (continued)

(a) Segment performance

	Construction QLD		Construction NSW		Franchises		Renewable Energy		Total	
	31 December 2016 \$'000s	31 December 2015 \$'000s								
REVENUE										
Revenue from external customers	52,596	40,695	7,746	3,593	467	517	984	1,189	61,793	45,994
Inter-segment revenue	454	79	-	-	1,292	1,007	-	-	1,746	1,086
Interest revenue	23	27	4	4	1	2	1	1	29	34
Total segment revenue	53,073	40,801	7,750	3,597	1,760	1,526	985	1,190	63,568	47,114
Net profit/(loss) before tax	5,668	4,170	405	(365)	947	446	(20)	(18)	7,000	4,233

*Refer to Note 3 for inter-segment transactions

	2016 \$'000s	2015 \$'000s
Construction NSW - profit/(loss) before tax attributable to:		
- Members of the parent entity	304	(273)
- Non-controlling interests	101	(92)
Renewable Energy - profit/(loss) before tax attributable to:		
- Members of the parent entity	(14)	(13)
- Non-controlling interests	(6)	(5)

Notes to the Financial Statements

For the Half Year Ended 31 December 2016

3 Operating Segments (continued)

(b) Reconciliation

Reconciliation of segment net profit before tax to the consolidated statement of profit or loss and other comprehensive income

	31 December 2016 \$'000s \$	31 December 2015 \$'000s \$
Segment net operating profit before income tax	7,000	4,233
Unallocated amounts not included in segment results	(457)	423
Total net profit before tax	6,543	4,656

4 Dividends

The following dividends were declared and paid:

Final dividend of 15 cents (fully franked at 30%) per fully paid share paid on 1 December 2016

Final dividend of 15 cents (fully franked at 30%) per fully paid share paid on 4 December 2015

Total

	31 December 2016 \$'000s	31 December 2015 \$'000s
	3,834	-
	-	3,834
Total	3,834	3,834

5 Contingencies

In the opinion of the Directors, the Group did not have any contingencies at 31 December 2016 (31 December 2015: None).

6 Events Occurring After the Reporting Date

Subsequent to 31 December 2016 Tamawood proposes to hold an Extraordinary General Meeting (EGM) in April 2017. This EGM will require shareholders to vote on a proposed 25% buy back of Dixon NSW Pty Ltd for \$449,111.

Except for the above, no other matters or circumstances have arisen since the end of the financial half year which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

7 Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Notes to the Financial Statements

For the Half Year Ended 31 December 2016

7 Related Parties (continued)

Amounts receivable from related parties for the sale and purchase of goods and services are unsecured and interest free and are included in the balances of trade and other receivables. Balances are settled within normal trading terms or as per agreement with the Board. No provisions for doubtful debts have been recognised on these outstanding balances, nor have any bad debt expenses been incurred.

(a) The Group's main related parties are as follows:

(i) Key management personnel ("KMP"):

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity are considered key management personnel.

AstiVita Limited (formerly AstiVita Renewables Limited) ("AstiVita") and Advanced Nano Technologies Ltd (formerly ANTARIA Limited) are deemed to be related parties of Tamawood Limited by virtue of Mr L Mizikovsky, Non-executive Director of Tamawood Limited, having a controlling interest in both the Companies. Transactions between the Group and the above related parties are disclosed below.

Transactions with Associates, KMP and their related parties, excluding remuneration, are shown below. Amounts disclosed below are rounded to the nearest dollar.

(b) Transactions with related parties

(i) Sale of goods and services

	31 December 2016 \$	31 December 2015 \$
<i>Key management personnel:</i>		
Mr L Mizikovsky - Non-executive Director		
- Sales to an entity controlled by Mr L Mizikovsky - construction material and miscellaneous services	10,498	-
- Sales to an entity controlled by Mr L Mizikovsky - insurance fees	11,850	5,576
- Sales to an entity controlled by Mr L Mizikovsky - refurbishment of leased property	-	84,949
Mr G Acton - Joint Company Secretary		
- Rent on sub-leased property	3,307	-
- Miscellaneous services	617	-
Mr A Thomas - Non-executive Director		
- Franchise fees to Dixon Systems Pty Ltd	113,037	165,420
- Insurance fees charged by Tamawood Ltd	6,600	6,000
<i>Related Parties:</i>		
AstiVita Limited		
- Sales to AstiVita for IT and administration services	15,837	16,861

Notes to the Financial Statements

For the Half Year Ended 31 December 2016

7 Related Parties (continued)

(b) Transactions with related parties (continued)

	31 December 2016	31 December 2015
	\$	\$
Advanced Nano Technologies Limited (ANTL)		
- Sales to ANTL for IT and administration services	7,673	-
<i>Associates:</i>		
Senterprisys Limited (Formerly Resiweb Ltd.)		
- Rent on sub-leased property	18,694	-
- Insurance fees and other services provided by the Group	3,905	-

(ii) Purchase of goods and services

	31 December 2016	31 December 2015
	\$	\$
<i>Key management personnel:</i>		
Mr L Mizikovsky - Non-executive Director		
- Rental payments for premises to an entity controlled by Mr L Mizikovsky	204,813	211,941
Mr R Lynch - Non-executive Chairman		
- Lease of property at Schofield NSW	-	18,839
Mr G Acton - Joint Company Secretary		
- Provision of Consulting, Secretarial & Payroll Services to subsidiaries within the Group	75,068	118,397
Mr P Hogan - Managing Director, Dixon NSW Limited		
- Provision of management services to Dixon NSW Pty Ltd	52,500	115,000
- Remuneration	77,125	-
Mr A Thomas - Non-executive Director		
- Purchase of renewable energy certificates from an entity controlled by Mr A Thomas	22,496	24,489
Mrs P Bartholomaeus - Senior Designer, Dixon Systems		
- Remuneration	29,064	33,591
<i>Related parties:</i>		
AstiVita Limited		
- Purchase of materials including bathroom, kitchen and solar products	688,471	591,150
- Purchase of vehicle	13,636	-

Notes to the Financial Statements

For the Half Year Ended 31 December 2016

7 Related Parties (continued)

(b) Transactions with related parties (continued)

	31 December 2016	31 December 2015
	\$	\$
<i>Associates:</i>		
Senterprisys Limited (Formerly Resiweb Ltd.)		
- Complete Support Services provided to the Group	192,000	192,000
- Miscellaneous services	3,540	-
<i>(iii) Outstanding balances</i>		
	31 December 2016	30 June 2016
	\$	\$
<i>Key management personnel:</i>		
Mr L Mizikovsky - Non-executive Director		
- Amounts receivable for construction material supplied by Dixonbuild Pty Ltd	-	10,822
Mr A Thomas - Non-executive Director		
- Amounts receivable by Dixon Systems Pty Ltd for franchise fees	61,598	73,898
- Amounts payable by SolarPowerRex Pty Ltd	9,280	9,280
<i>Related parties:</i>		
AstiVita Limited		
- Amounts receivable for IT Services	4,590	50
- Amounts payable for purchases	109,143	3,236
Advanced Nano Technologies Limited (ANTL)		
- Amounts receivable	1,116	-
<i>Associates:</i>		
Senterprisys Limited (Formerly Resiweb Ltd.)		
- Amounts receivable	-	371

Directors' Declaration

The directors of the Group declare that:

1. The financial statements and notes, as set out on pages 4 to 16 are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the consolidated group's financial position as at 31 December 2016 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 made pursuant to s.303(5) of the Corporations Act 2001.



Non-executive Chairman

Dated 10 February 2017

Tamawood Limited

ABN 56 010 954 499

Independent Auditor's Review Report to the members of Tamawood Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Tamawood Limited, which comprises the condensed consolidated statement of financial position as at 31 December 2016, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and condensed 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 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 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 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 2016 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 Tamawood 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.

Tamawood Limited

ABN 56 010 954 499

Independent Auditor's Review Report to the members of Tamawood Limited

Independence

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

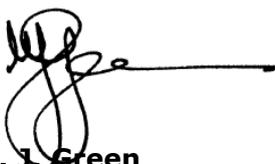
Conclusion

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 Tamawood Limited is not in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the company's financial position as at 31 December 2016 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

HANRICK CURRAN AUDIT

HANRICK CURRAN AUDIT PTY LTD



M. J. Green
Director

Brisbane, 10 February 2017