



IATIA
VISION SCIENCES



Financial Report
for the half-year ended 31 December 2014

Corporate Information

Iatia Limited (ASX:IAT) is based in Melbourne, Australia, and listed on the Australian Stock Exchange (ASX). Iatia's shares have been suspended from trading on the ASX since 18 January 2010.

Registered office

Level 1, 61 Spring Street
Melbourne, Victoria, 3000
Australia

Auditors

RSM Bird Cameron Partners
Level 21, 55 Collins Street
Melbourne, Victoria, 3000
Australia

Share register

Computershare Investor Services Pty Ltd
Yarra Falls
452 Johnston Street
Abbotsford, Victoria, 3067
Australia



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Results for announcement to the market

No dividends were paid or declared since the start of the financial year and the directors do not recommend the payment of a dividend in respect of the half-year ended 31 December 2014.

				2014 \$	2013 \$
Revenue from ordinary activities	Down	96%	to	38	1,019
Loss from ordinary activities after tax attributable to members	Up	1%	to	(103,642)	(101,972)
Loss for the period attributable to members	Up	1%	to	(103,642)	(101,972)

Directors' report

Your directors are pleased to present their report on Iatia Limited for the half-year ended 31 December 2014.

Directors

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

Raymond Charles Mangion	(appointed 20 March 2015)
Paul Davies	(Chairman, appointed 20 March 2015)
Nicholas Kapes	(appointed 20 March 2015)
Li, Shihao	(Chairman, resigned 20 March 2015)
Kee Guan Saw	(resigned 20 March 2015)
Gavin Boyd	(resigned 20 March 2015)

Review and results of operations

Iatia Limited (Iatia) incurred a net loss of \$103,642 for the half-year ended 31 December 2014 (Dec 2013: loss of \$101,972).

Significant events after balance date

The Directors report the following activities after balance date:

The Company is reviewing its capital structure to facilitate a potential capital raising.

The loans payable to Onwide (H.K.) Investment Group Ltd ("Onwide") and Victoria Property and Investment Group Pty Ltd ("Victoria Property"), totalling \$1,008,202, as disclosed in note 4, have been extinguished subsequent to year-end under a debt forgiveness agreement as part of the capital re-structure.

At the most recent annual meeting shareholders approved the issue of convertible notes to the amount of \$100,000. These have been fully subscribed and provide necessary working capital for the company.

Investors in the convertible note and other investors with whom the company has contact have indicated a continuing support for the company.

The company has entered into discussions with a private company holding interests in the Chilean resource sector and is currently evaluating some of those interests with a view to potential acquisition. Any transaction along these lines will be put to a meeting of shareholders.

Auditor's independence declaration

The auditor's independence declaration is included on page 3 of this half-year financial report.

Signed in accordance with a resolution of the directors,



Paul Joseph Davies

Director

Melbourne, 23 September 2015



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of latia Limited for the half year ended 31 December 2014, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



RSM BIRD CAMERON PARTNERS



R B MIANO
Partner

Melbourne, Victoria
Dated: 23 September 2015

Condensed statement of comprehensive income

for the half-year ended 31 December 2014

	Note	December-14	December-13
Revenue from continuing operations	2	38	1,019
Business acquisition cost	3	-	(12,324)
Employee benefits expense		(12,189)	(12,179)
Insurance expenses		(16,053)	(17,646)
Professional fees		(42,206)	(26,500)
Share registry expenses		(33,025)	(33,693)
Other expenses		(207)	(649)
Profit/(Loss) from continuing operations before income tax benefit		(103,642)	(101,972)
Income tax benefit		-	-
Profit/(Loss) from continuing operations		(103,642)	(101,972)
Total comprehensive income for the half-year		(103,642)	(101,972)
Basic earnings per share (cents per share)		(0.01)	(0.01)
Diluted earnings per share (cents per share)		(0.01)	(0.01)

The above statement of comprehensive income is to be read in conjunction with the accompanying notes.

Condensed statement of financial position

as at 31 December 2014

	Note	December-14 \$	June-14 \$
Current assets			
Cash and cash equivalents		18,366	43,240
Trade and other receivables	3	1,550	850
Other current assets		-	16,053
		<u>19,916</u>	<u>60,143</u>
Assets classified as held for sale			
Total current assets		<u>19,916</u>	<u>60,143</u>
Total non-current assets		<u>-</u>	<u>-</u>
Total assets		<u>19,916</u>	<u>60,143</u>
Current liabilities			
Trade and other payables		46,551	33,136
Borrowings	4	1,013,567	993,567
		<u>1,060,118</u>	<u>1,026,703</u>
Liabilities directly associated with assets classified as held for sale			
Total current liabilities		<u>1,060,118</u>	<u>1,026,703</u>
Total non-current liabilities		<u>-</u>	<u>-</u>
Total liabilities		<u>1,060,118</u>	<u>1,026,703</u>
Net assets		<u>(1,040,202)</u>	<u>(966,560)</u>
Equity			
Contributed equity		16,821,001	16,791,001
Reserves		99,474	99,474
Accumulated losses		(17,960,677)	(17,857,035)
Total parent entity interest in equity		<u>(1,040,202)</u>	<u>(966,560)</u>
Total outside equity interest		<u>-</u>	<u>-</u>
Total equity		<u>(1,040,202)</u>	<u>(966,560)</u>

The above statement of financial position is to be read in conjunction with the accompanying notes.

Condensed statement of changes in equity

for the half-year ended 31 December 2014

	Contributed equity \$	Equity component of convertible notes \$	Accumulated losses \$	Total \$
Balance at 01 July 2013	16,791,001	99,474	(17,470,979)	(580,504)
Transactions with equity holders in their capacity as equity holders				
Issue of share capital	-	-	-	-
Cancellation of convertible notes	-	-	-	-
Share based payments	-	-	-	-
	16,791,001	99,474	(17,470,979)	(580,504)
Total recognised gains and losses for the year				
Loss for the period	-	-	(101,972)	(101,972)
				-
Balance at 31 December 2013	16,791,001	99,474	(17,572,951)	(682,476)
Balance at 01 July 2014	16,791,001	99,474	(17,857,035)	(966,560)
Transactions with equity holders in their capacity as equity holders				
Issue of share capital	30,000	-	-	30,000
Cancellation of convertible notes	-	-	-	-
Share based payments	-	-	-	-
	16,821,001	99,474	(17,857,035)	(936,560)
Total recognised gains and losses for the year				
Loss for the period	-	-	(103,642)	(103,642)
				-
Balance at 31 December 2014	16,821,001	99,474	(17,960,677)	(1,040,202)

The above statement of cash flows is to be read in conjunction with the accompanying notes.

Condensed statement of cash flows

for the half-year ended 31 December 2014

	December-14	December-13
	\$	\$
Cash flows from operating activities		
Receipts from customers	-	-
Government grants	-	-
Payments to suppliers and employees	(74,912)	(87,878)
Interest received	38	1,019
Net cash flows (used in)/provided by operating activities	(74,874)	(86,859)
Cash flows from investing activities		
Business acquisition expenses	-	(12,324)
Net cash flows (used in)/provided by investing activities	-	(12,324)
Cash flows from financing activities		
Proceeds from issues of ordinary shares	30,000	-
Proceed / (Repayments) of borrowings	20,000	(32,956)
Capital Raising Expenses	-	(38,495)
Net cash flows (used in)/provided by financing activities	50,000	(71,451)
Net increase/(decrease) in cash held	(24,874)	(170,634)
Add opening cash brought forward	43,240	282,681
Closing cash carried forward	18,366	112,047

The above statement of cash flows is to be read in conjunction with the accompanying notes.

Notes to the financial statements

for the half-year ended 31 December 2014

1. a. Basis of preparation of the 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.

This interim financial report does not include all the notes of the type normally included in the 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 Iatia Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim accounting period.

b. Going concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As disclosed in the financial statements, the company incurred a loss of \$103,642 (December 2013: Loss of \$101,972) and had net cash outflows from operating activities of \$74,874 (December 2013: \$86,859) for the half-year ended 31 December 2014. As at that date the company had net current liabilities and net liabilities of \$1,040,202 (June 2014: \$966,560).

These factors indicate a material uncertainty which may cast significant doubt over the ability of the company to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The Directors believe that there are reasonable grounds to believe that the company will be able to continue as a going concern after consideration of the following factors:

- Subsequent to balance date the Company is reviewing its capital structure to facilitate a potential capital raising.
- The loans payable to Onwide (H.K.) Investment Group Ltd ("Onwide") and Victoria Property and Investment Group Pty Ltd ("Victoria Property"), totalling \$1,008,202, as disclosed in note 4, have been extinguished subsequent to year-end under a debt forgiveness agreement as part of the capital re-structure.
- At the most recent annual meeting shareholders approved the issue of convertible notes to the amount of \$100,000. These have been fully subscribed and provide necessary working capital for the company.
- Investors in the convertible note and other investors with whom the company has contact have indicated a continuing support for the company.
- The company has entered into discussions with a private company holding interests in the Chilean resource sector and is currently evaluating some of those interests with a view to potential acquisition. Any transaction along these lines will be put to a meeting of shareholders.
- Directors are confident further equity funds will be available to the company.

Accordingly, the Directors believe that the company will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the company does not continue as a going concern.

	December- 14 \$	December- 13 \$
2 Revenue		
• Revenue from continuing operations		
Interest - unrelated parties	38	1,019
	<hr/>	<hr/>
Total revenue from continuing operations	38	1,019
	<hr/>	<hr/>

	December-14	June-14
	\$	\$
3. Trade and other receivables		
Current		
GST receivable	1,550	850
	<hr/>	<hr/>
	1,550	850
	<hr/>	<hr/>

(a) Trade debtors are non-interest bearing and generally on 30 day terms.

	December-14	June-14
	\$	\$
4. Borrowings		
Current		
Loans from Ex-Directors and executives	5,365	5,365
Loans from Major shareholder and funding arrangements	1,008,202	988,202
	<hr/>	<hr/>
	1,013,567	993,567
	<hr/>	<hr/>

Loans from Ex-Directors and executives are unsecured and interest free.

As one of the major shareholders, Victory Property and Investment Group Pty Ltd provided Iatia Ltd an unsecured and interest free loan of \$253,033.

Onwide (H.K.) Investment Group Limited provided Iatia an unsecured and interest free loan of \$755,169.

	December-14	June-14
	\$	\$
5. Net tangible assets per security		
Net tangible assets backing per ordinary share	(0.01)	(0.01)

6. Segment reporting

The financial information reviewed by the Chief Executive Officer is only prepared on a consolidated basis and no discrete financial information is available. Hence there are no business segments and no segment information is presented.

7. Contingent liabilities

There have been no changes in contingent liabilities or contingent assets since the end of the previous financial reporting period, 30 June 2014.

8. Subsequent events

The loans payable to Onwide (H.K.) Investment Group Ltd ("Onwide") and Victoria Property and Investment Group Pty Ltd ("Victoria Property"), totalling \$1,008,202, as disclosed in note 4, have been extinguished subsequent to year-end under a debt forgiveness agreement as part of the capital re-structure.

At the most recent annual meeting shareholders approved the issue of convertible notes to the amount of \$100,000. These have been fully subscribed and provide necessary working capital for the company.

Other than the matters above, no matters or circumstances have arisen since the balance date of this report which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Directors' declaration

The directors of Iatia Limited declare that:

1. The financial statements, comprising the statement of comprehensive income, statement of financial position, statement of cash flows, statement of changes in equity, and accompanying notes, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the company's financial position as at 31 December 2014 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 and is signed for and on behalf of the directors by:

On behalf of the directors,



Paul Joseph Davies

Director

Melbourne, 23 September 2015

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF

IATIA LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Iatia Limited which comprises the condensed statement of financial position as at 31 December 2014, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed 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 of the company.

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 half-year 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 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 Iatia 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Iatia Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

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

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

Emphasis of Matter

Without qualifying our conclusion, we draw attention to Note 1(b) in the financial report, which refers to the significant net liability position of \$1,040,202 as at 31 December 2014, and operating losses of \$103,642 and net cash outflows from operating activities of \$74,874 for the period, as well as the reliance of the company on its ability to obtain equity funds to enable it to meet its debts as and when they fall due. These conditions indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern and therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.



RSM BIRD CAMERON PARTNERS



R B MIANO

Partner

Melbourne, Victoria
Dated: 23 September 2015