ACTIVEX LIMITED

ABN 11 113 452 896

FINANCIAL REPORT
FOR THE PERIOD ENDED
31 DECEMBER 2006

Your directors submit the financial report of the company for the half-year ended 31 December 2006.

Directors

The names of directors who held office during or since the end of the half-year:

I.C Daymond

D.I. Young

P.H. Hwang

P.A. Crawford

Review of Operations

The Company's operating loss for the half year, after nil income tax was $146,062 (2005:$74,557). Exploration and evaluation expenditure during the period totalled $247,904 (2005: $74,944).

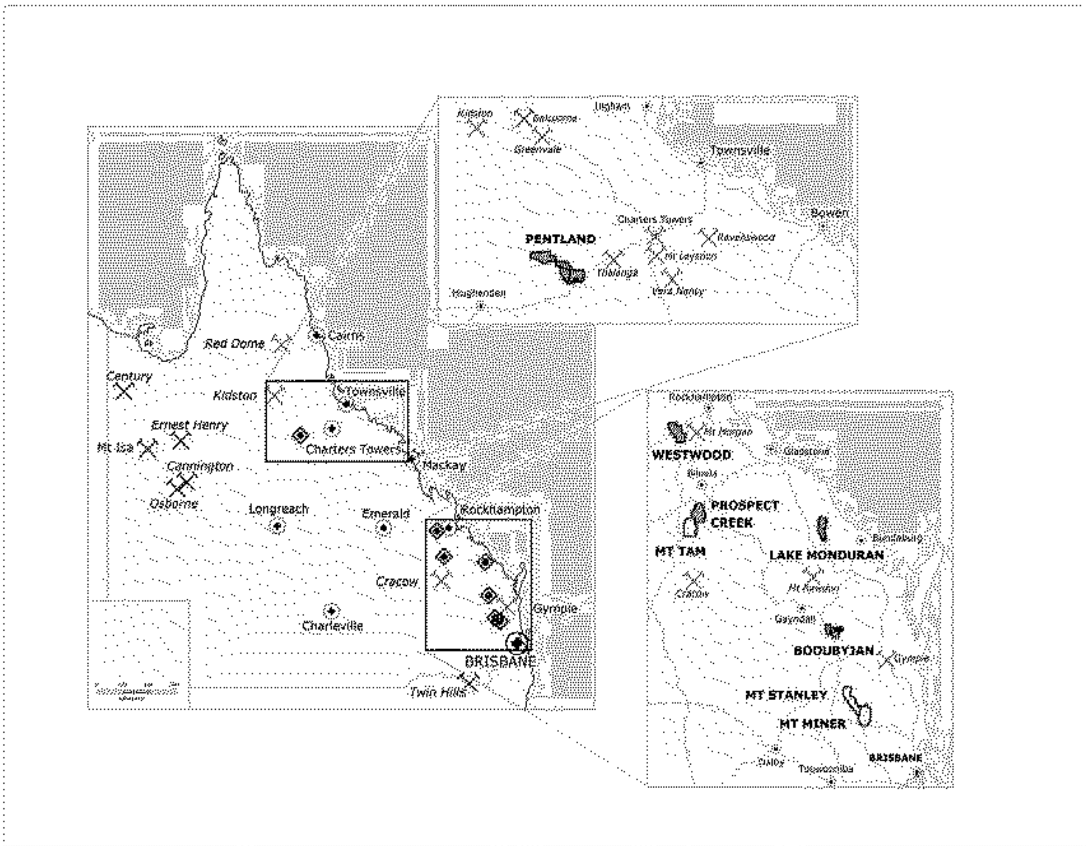

Figure 1: ActivEX Limited Exploration Projects.

CORPORATE

During the period the Company completed the issue of a non-renouncable rights issue of 1 Option for every 2 Shares held at 5 July 2006 at an issue price of 1 cent per Option. The "loyalty" options were flagged under the Company's January 2006 Prospectus and the issue closed on 21 July 2006. The Options are exercisable at 20 cents each on or before 27 February 2009.

At the closure of the acceptance period, applications were received for 77.2% of entitlements reflecting a high level of shareholder support.

The remaining shortfall of 3,471,405 options was placed by the underwriter to the issue, Novus Capital Limited. A total of $151,944 was raised. Application for Official Quotation of 15,194,361 options was made to the Australian Stock Exchange and listing of the options occurred on 24 July 2006 on a deferred settlement basis.

In addition, 450,000 employee share options were approved by shareholders and granted during the period.

EXPLORATION

Exploration activities during the period included completion of the first drilling campaign at Booubyjan, ongoing mapping and sampling at Prospect Creek and at Lake Monduran and the commencement of field and assessment activities at Pentland.

The Company has made application for four additional EPMs in the eastern Queensland area one of which has been granted in December 2006. The Company has withdrawn its application for the Taromeo area as a result of initial field and data appraisal. The total ground holding in Queensland at the end of the half year is 2,818 km^2.

BOOUBYJAN

The first drilling campaign on ActivEX's Booubyjan gold copper exploration project in Queensland was completed during the period. This campaign attracted an extra $150,000 funding from exploration partner Minotaur Exploration Ltd. The Minotaur commitment is over and above its initial $200,000 seed funding for the Company.

Seven high priority anomalous zones were selected for drill testing from the 11 untested drill targets identified by IP surveys completed in the June quarter. An additional hole (ABJ006) was selected to test copper geochemistry south of a significant intersection in previous drill hole KAKD1 (88m @ 0.47% Cu and 0.49g/t Au).

Details of the holes drilled are:-

Hole ID	AMGE	AMGN	Length	Azimuth	Dip
ABJ001	403613	7133091	142m	270	-60
ABJ002	404171	7131652	108m	090	-60
ABJ003	403228	7132646	181m	270	-70
ABJ004	403221	7131650	140m	090	-70
ABJ005	403557	7131900	119.5m	090	-70
ABJ006	401243	7133245	99m	270	-60
ABJ007	400785	7133300	84m	090	-70
ABJ008	401721	7133100	108m	090	-70

The holes intersected broad zones of fracture controlled pyrite (iron sulphide) mineralisation associated with carbonate veining and minor copper (as chalcopyrite).

Results of note are:-

ABJ001 6-24m 18m @ 0.03g/t Au, 0.06% Cu

ABJ001 49-62m 13m @ 0.02g/t Au, 0.12% Cu

ABJ006 3-18m 15m @ 0.03g/t Au, 0.09% Cu.

While the pyritic zones adequately explained the IP anomalies, little copper mineralisation appears associated with the iron sulphides. However, alteration styles, intersected in the holes, were encouraging and indicate the development of mineralising fluids of the right chemistry and temperatures for ore formation in a porphyry system and that drilling has intersected the peripheral and upper parts of such a system.

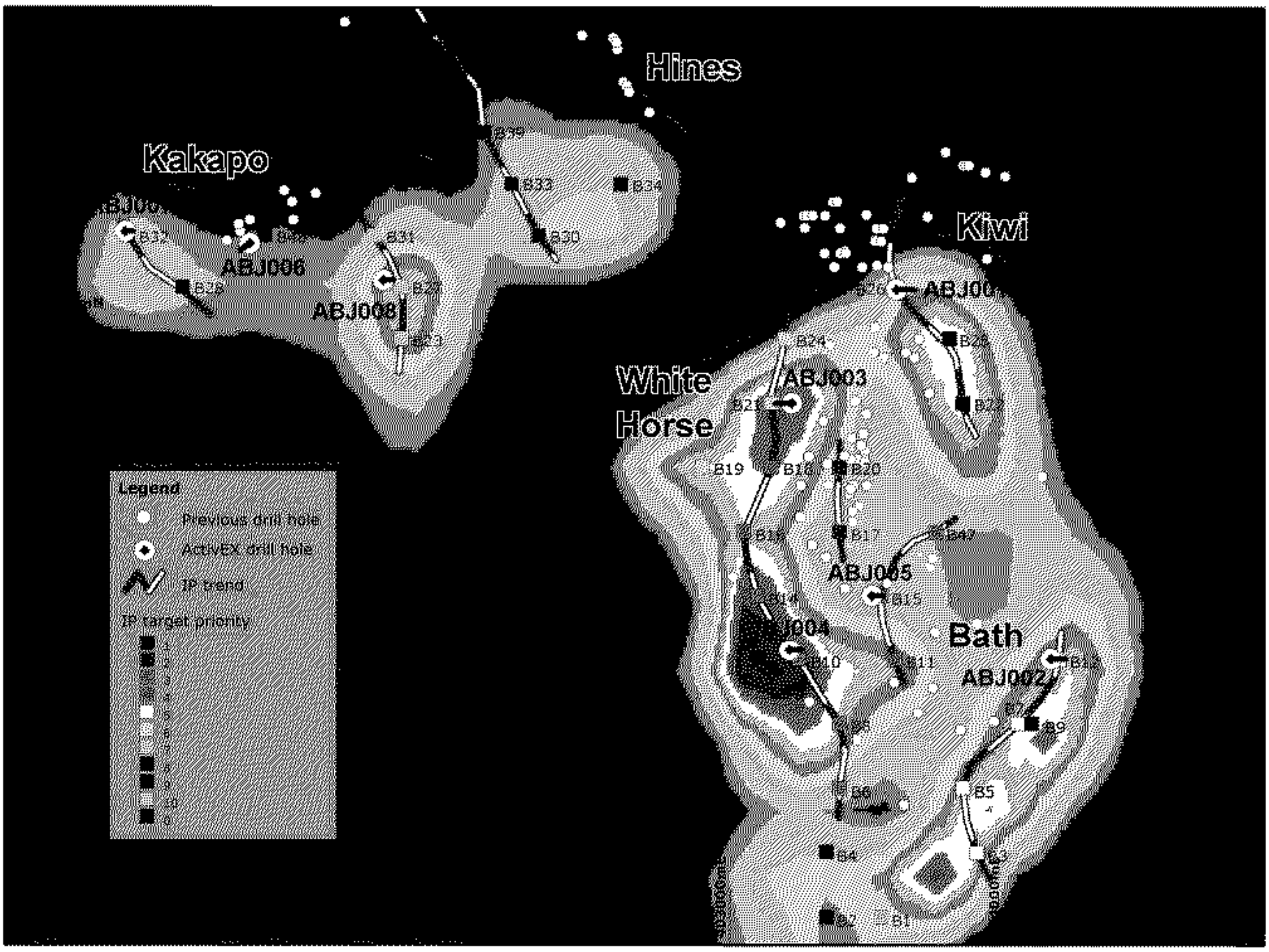

Figure 2: Booubyjan Project IP image (depth slice at approx -170m) showing targets drilled.

In December 2006 Minotaur Exploration Ltd indicated it would exercise its right to enter into a joint venture with ActivEX Limited in relation to this project in Queensland (EPM 14476 and EPM 14979). Under the joint venture agreement, Minotaur can earn a 51% interest in the project tenements by spending $1 million on exploration over the next three years. It also has the right to earn a further 24% by spending an additional $1 million on exploration within five years.

A $500,000 exploration budget for the project has been agreed for 2007. This work will include:

- Geological appraisal of the remainder of EPMs 14476 and 14979.
- Further electrical geophysical work over the Goonuloom area; and
- Drilling of geophysical anomalies in second half of 2007.

Field activities in this area resumed in February commencing with geological appraisal of the Dadamarine, Sefton Molybdenum prospects and the Sheep Station Creek area.

PROSPECT CREEK

Previous work has indicated the area is highly prospective for epithermal bonanza-style gold mineralisation similar to gold operations at Vera Nancy and Cracow in Queensland. Geological mapping and sampling of the alteration systems at Prairie Creek and Gossans West Prospects has revealed the areas of interest are more widespread than originally interpreted and carry anomalous gold values. Results of the sampling program defined highly anomalous extensions at Prairie Creek and enabled the definition of key pipes at Gossans West.

At **Prairie Creek Prospect**, mapping of quartz epidote veining and silica flooding in several localities outside of the original grid has shown the system is more extensive than previously thought (as predicted in the Company's January 2006 prospectus). A number of ridge and spur soil lines have been conducted to test the interpreted extensions to the north and north-east of previous drilling (see Figure 3).

Results of the soil and rock sampling program have identified the highest values of gold in soil sampling found in the area. A peak value of 5.3g/t Au in soils within an anomalous zone 200m wide is associated with quartz epidote veining and alteration located 450m north of the previous soil grid. This confirms the interpretation of a north trending system which opens up the area to possible significant extensions both north and south of the grid area.

Significant gold intercepts (e.g. 52 m @ 2.1g/t Au) were achieved by a previous explorer's drilling on the southern part of the grid within the epidote veining and silica zones.

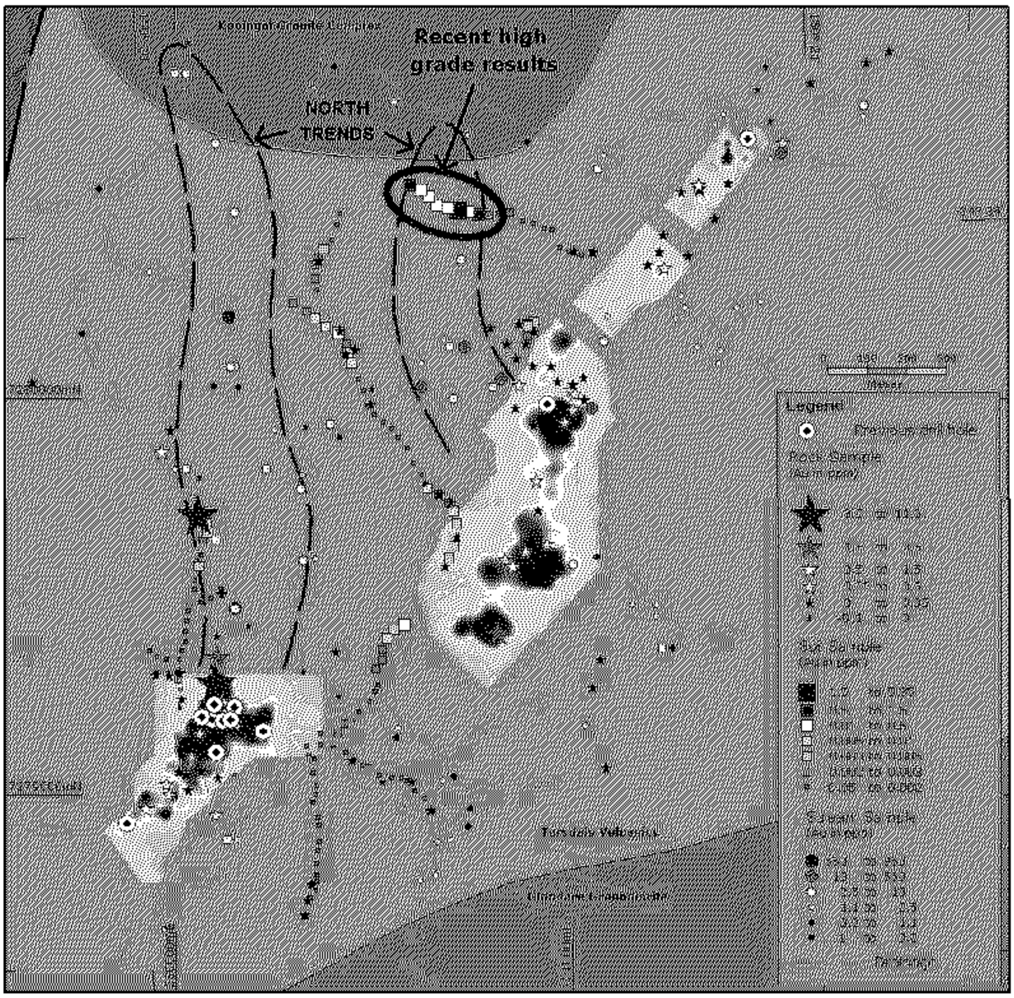

Figure 3: Prairie Creek Soil Grid showing recent sampling and newly defined anomalous zone.

At **Gossans West Prospect**, the alteration pipes have been shown to consist of multiple centres with widespread, significant alteration caps. Epithermal quartz textures have been recognised at several locations. Rock chip and soil sampling have confirmed the anomalous nature of the alteration caps and using low level gold and arsenic geochemistry have enabled the prioritisation of four key pipes. Further sampling was carried out over the key pipes to aid the definition of drilling targets. The target zones are interpreted to be high grade bonanza style mineralisation sitting below the outcropping alteration caps.

Native title and landowner clearances for the program are currently being completed and drilling is planned in early 2007 at both Prairie Creek and Gossans West.

LAKE MONDURAN

Geological mapping and sampling of the Native Dog mineralised zone was carried out during the period.

Workings are scattered over a zone of strongly formed greisen 1.8km long and up to 500m wide. Within the greisen zone sheeted quartz veins are common and these carry tungsten and molybdenum mineralisation. Previous drilling carried out in the 1970s was limited to four shallow vertical holes which did not adequately test the sub-vertical vein sets. No assaying for gold was done during that period so the workings have been sampled for gold by the Company. Gossanous zones associated with the vein sets were found up to 300m away from the workings.

Sampling by ActivEX from the central part of the workings returned anomalous gold from 45% of the samples with a high of 2.3g/t gold. Anomalous values of copper up to 0.2% and molybdenum up to 405ppm were also returned. A systematic soil sampling program over the Native Dog Molybdenum/Gold mineralised zone and parts of the Pinnacle Zinc prospect in conjunction with gravity surveying were commenced late in the year and are continuing.

Gravity work in the Pinnacle Zinc area is being hampered by extensive tree cover.

It is expected this program will enable drill targets to be defined with drilling scheduled to commence in 2007.

PENTLAND

The compilation of historical data along with the commencement of field assessment of prospects located by previous explorers has identified several additional prospective areas in the Pentland project area that warrant re-evaluation. Work has commenced on the Mt Richardson and Sarah Houston areas.

In the Mount Richardson area previous explorers had identified anomalous gold and base metal mineralisation associated with a narrow zone of brecciated Cape River Metamorphics. The breccia zone contains a magnetite bearing breccia with secondary copper and anomalous lead and silver mineralisation associated. The zone is obscured by recent alluvium but magnetic susceptibility measurements confirm the presence of local narrow highly magnetic zones. A ground magnetic survey is proposed to define these zones. A closely related aeromagnetic high near Mt Richardson is not associated with the mineralised breccia therefore downgrading it as a target.

ActivEX Ltd has recently acquired previously unavailable geochemical and drilling data from epithermal prospects in the Sarah Houston area and compilation and assessment of the data is underway.

WESTWOOD

The Westwood EPM application was made during the period. It is targeting gold and copper mineralisation in an area combined with recorded platinoid mineralisation and uranium anomalies.

The area lies 60km west of Rockhampton and is considered prospective for intrusive related precious metal and copper deposits and uranium.

The Westwood EPM was granted to ActivEX Ltd (100%) during the second quarter and initial work on the area, including data compilation has commenced. This shows follow up work should be conducted at the Fred Creek gold prospect where earlier explorers have returned drill intersections of up to 4.5m @ 4.9g/t Au in an apparent structural zone.

Field assessment of this tenement is expected to start shortly.

EPM APPLICATIONS

The Company has priority to be granted three new Exploration Permits (EPMs) from its recent applications at Mt Miner, Mt Stanley and Mt Tam, all in south-east Queensland (see Figure 1).

The Mt Miner application area has historic gold workings associated with an intrusive complex within the Esk Volcanic Trough.

The Mt Stanley application area adjoins the Mt Miner application. The area was selected on the basis of aeromagnetic anomalies similar to the Booubyjan feature and some indications of porphyry-style alteration.

An application for 100 sub-block EPM was made at Mt Tam, to the south-west and adjoining Prospect Creek. Anomalous rock geochemistry from the area was collected during data compilation for Prospect Creek. A number of gold prospects, including the Wild Scotsman where previous explorers intersected 31m @ 0.7g/t Au, require further evaluation.

Name	**Tenement**	**Grant**	**Expiry**	**ActivEX Holding**	**Size (km2)**
Prospect Creek	EPM 14121	3 Aug 2005	2 Aug 2010	100%	312
Pentland	EPM 14332	10 Dec 2004	9 Dec 2009	100%	322
Lake Monduran	EPM 14378	1 Aug 2005	31 July 2010	100%	225
Booubyjan	EPM 14476	8 Jun 2004	7 Jun 2009	100% Minotaur earning 51%	93
Dadamarine	EPM 14979	12 Apr 2005	11 Apr 2010	100% Minotaur earning 51%	117
Oxley Creek	EPM 15055	11 Jan 2006	10 Jan 2011	100%	322
Norwood South	EPM 15185	3 Aug 2006	2 Aug 2011	100%	190
Mount Miner	EPM 15770	Application		100%	306
Westwood	EPM 15814	12 Dec 2006	11 Dec 2011	100%	315
Mt Stanley	EPM 15979	Application		100%	304
Mt Tam	EPM 15980	Application		100%	312

Subsequent Events

There have been no significant events since balance date.

Auditor's Independence Declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 is included in this half year financial report.

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

Doug Young
Managing Director
Dated this 16th day March 2007

ACTIVEX LIMITED
ABN 11 113 452 896

DIRECTORS' DECLARATION

The directors of the company declare that in the directors' opinion:

1. The attached financial statements and notes 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) giving a true and fair view of the company's financial position as at 31 December 2006 and of its performance, as represented by the results of its operations and cash flows, for the half year ended on that date.

2. 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.

Doug Young
Managing Director

Dated this 16th day of March 2007

ACTIVEX LIMITED

ABN 11 113 452 896

CONDENSED INCOME STATEMENT

for the half-year ended 31 December 2006

	Note	Half- year ended 31 December 2006 $	Half- year ended 31 December 2005 $
Revenue and other income	2	**53,784**	6,939
Administrative expenses		**(126,001)**	(37,432)
Employee benefit expense		**(73,845)**	(44,064)
Occupancy expenses		**-**	-
Exploration & evaluation expenses written off		**-**	-
Loss before income tax expense	3	**(146,062)**	(74,557)
Income tax expense		**-**	-
Loss for the period		**(146,062)**	(74,557)
Loss attributable to members of the parent entity		**(146,062)**	(74,557)
Earnings per Share			
Basic earnings per share (cents per share)	9	**(0.48)**	
Diluted earnings per share (cents per share)		**(0.48)**	
Dividends per share (cents per share)		**-**	-

The accompanying notes form part of these financial statements.

ACTIVEX LIMITED
ABN 11 113 452 896
CONDENSED BALANCE SHEET
As at 31 December 2006

	Note	31 December 2006 $	30 June 2006 $
CURRENT ASSETS			
Cash and cash equivalents		**2,467,811**	2,689,049
Trade and other receivables		**22,000**	23,371
Other assets		**66,218**	-
Total Current Assets		**2,556,029**	2,712,420
NON-CURRENT ASSETS			
Property, plant and equipment		**33,400**	30,643
Exploration and evaluation asset	**4**	**550,467**	452,563
Total Non-Current Assets		**583,867**	483,206
TOTAL ASSETS		**3,139,896**	3,195,626
CURRENT LIABILITIES			
Trade and other payables		**181,783**	221,724
Total Current Liabilities		**181,783**	221,724
TOTAL LIABILITIES		**181,783**	221,724
NET ASSETS		**2,958,113**	2,973,902
EQUITY			
Issued capital	**5**	**3,196,964**	3,196,964
Reserves		**130,273**	-
Retained Earnings		**(369,124)**	(223,062)
TOTAL EQUITY		**2,958,113**	2,973,902

The accompanying notes form part of these financial statements.

ACTIVEX LIMITED

ABN 11 113 452 896

CONDENSED STATEMENT OF CHANGES IN EQUITY

for the half year ended 31 December 2006

	Note	Share Capital	Option Reserve	Retained Earnings	Total Equity
		$	$	$	$
Balance at 1 July 2005		275,002	-	(54,067)	220,935
Shares issued during the period		-	-	-	-
Loss attributable to members of entity		-	-	(74,557)	(74,557)
Balance at 31 December 2005		275,002	-	(128,624)	146,378
Balance at 1 July 2006		3,196,964	-	(223,062)	2,973,902
Shares issued during the period		-	-	-	-
Premium on options issued during the period	6	-	151,944	-	151,944
Transaction costs	6	-	(22,020)	-	(22,020)
Employee options issued during the period	6	-	349	-	349
Loss attributable to members of entity		-	-	(146,062)	(146,062)
Balance at 31 December 2006		**3,196,964**	**130,273**	**(369,124)**	**2,958,113**

The accompanying notes form part of these financial statements.

ACTIVEX LIMITED

ABN 11 113 452 896

CONDENSED CASH FLOW STATEMENT

for the half-year ending 31 December 2006

	31 December 2006 $	31 December 2005 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	**(298,318)**	(118,646)
Interest received	**53,784**	6,939
Borrowing costs	**-**	-
Net cash provided by (used in) operating activities	**(244,534)**	(111,707)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(8,724)**	-
Exploration expenditure (net)	**(97,904)**	(74,944)
Net cash provided by (used in) investing activities	**(106,628)**	(74,944)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	**-**	124,500
Proceeds from share application	**-**	206,500
Proceeds from issue of options to shareholders	**151,944**	-
Costs associated with options issue	**(22,020)**	-
Net cash provided by (used in) financing activities	**129,924**	331,000
Net increase in cash held	**(221,238)**	144,349
Cash at 1 July	**2,689,049**	257,769
Cash at 31 December	**2,467,811**	402,118

The accompanying notes form part of these financial statements.

Notes to the Condensed Financial Statements for the half year ended 31 December 2006

NOTE 1: BASIS OF PREPARATION

This general purpose financial report for the interim half-year reporting period ended 31 December 2006 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 notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report of ActivEX Limited as at 30 June 2006, together with any public announcements made by ActivEX Limited during the interim reporting period in accordance with the continuous disclosure obligations of the *Corporations Act 2001* .

The accounting policies and methods of computation adopted are consistent with those of the previous financial period as disclosed in the 30 June 2006 annual report.

Comparative figures for the Statement of Changes in Equity, Cash Flow Statement and Income Statement are for the 6 month period to 31 December 2005. The company listed on the Australian Stock Exchange in April 2006 and thus those comparative figures cover the period when the company was unlisted and privately held.

The interim financial report was approved by the Board of Directors on 16 March 2007.

	Half year ended 31 Dec 2006 $	Half year ended 31 Dec 2005 $
NOTE 2: REVENUE & OTHER INCOME		
Interest received from other persons	**53,784**	6,939
NOTE 3: EXPENSES		
Included in expenses are the following items:		
Depreciation of non-current assets:		
- plant and equipment	**5,967**	-
Borrowing costs	-	-

NOTE 4: EXPLORATION AND EVALUATION ASSET

Exploration and evaluation expenditure carried forward in respect of areas of interest are:

	31 December 2006	30 June 2006
	$	$
Exploration and evaluation phase - at cost	**550,467**	452,563

Movement in exploration and evaluation expenditure:

Opening balance - at cost	**452,563**	80,154
Capitalised exploration expenditure	**247,904**	372,409
Earn in contribution by joint venture partner	**(150,000)**	-
Carrying amount at the end of period	**550,467**	452,563

Recoverability of the carrying amount of exploration assets is dependent on the successful exploration and development of projects, or alternatively, through the sale of the areas of interest.

One of the company's exploration projects, the Booubyjan copper gold exploration project in Queensland (EPM 14476 and EPM 14979) is subject to joint venture. Under the joint venture agreement, Minotaur Investments Pty Ltd subscribed for 2,000,000 million shares at $0.10 each in the company on the condition the funds are expended on the exploration tenements subject to the joint venture agreement within 18 months of the date of the agreement. At the end of the reporting period, Minotaur exercised its right to enter into the joint venture under which Minotaur can earn a minimum 51% interest in the tenements by funding further exploration. At balance date Minotaur has provided $350,000 in exploration funding to the project for geophysical work and drilling. The funds consisted of $200,000 seed funding and an additional $150,000 which counts towards Minotaur earning its interest.

NOTE 5: ISSUED CAPITAL	31 December 2006	30 June 2006
	$	$
Fully paid ordinary shares	**3,196,964**	3,196,964
Ordinary shares	**No.**	**No.**
Balance at the beginning of the reporting period	**30,388,722**	10,700,002
Shares issued during the period for cash	-	19,688,720
Balance at reporting date	**30,388,722**	30,388,722

NOTE 6: SHARE OPTIONS

	No. of Options	No. of Options
Options listed on Australian Stock Exchange	**15,194,361**	-
Balance at the beginning of the reporting period	-	-
Options issued during the period:		
Issued for cash on 31 July 2006 pursuant to a short form prospectus dated 27 June 2006	15,194,361	-
Balance at reporting date	**15,194,361**	-

Options are exercisable at any time until 5.00pm on 27 February 2009 at an exercise price of $0.20 each. An option holder does not have the right to participate in new issues of securities offered to share holders prior to the exercise of the options. At the date of this report no options had been exercised.

Issue proceeds of $151,944 have been taken up in the Option Reserve in equity.

	No. of Options	No. of Options
Unlisted Employee & Officer Options	450,000	-
Balance at the beginning of the reporting period	-	-
Options issued during the period:		
Award of options under the Employee & Officer Share Option Plan on 20 November 2006	450,000	-
Balance at reporting date	450,000	-

Options awarded pursuant to the Employee & Officer Share Option Plan are exercisable at any time until 5.00pm on 18 December 2011 at an exercise price of $0.25 each. The option plan was approved by shareholders at the company's Annual General Meeting. An option holder does not have the right to participate in new issues of securities offered to shareholders prior to the exercise of the options.

NOTE 6: SHARE OPTIONS (continued)

Other details of the option grant are:

Grant Date & Vesting	Number of Options	Contractual Life of Option
Options granted and vesting on 20 November 2006	450,000	5 years

The value of share options and assumptions for the six months

Fair value at grant date	3.37 cents
Share price	12.5 cents
Exercise price	25 cents
Expected volatility (expressed as weighted average volatility used in the modelling under binomial lattice model)	45.27%
Option life (expressed as weighted average life used in the modelling under binomial lattice model)	5 years
Expected dividends	nil
Risk-free interest rate (based on government bonds)	5.75%

The amount of the expense during the period in relation to these options is $349. This amount has been credited to the Option Reserve. Of the 450,000 options granted, 300,000 were issued to Messrs Young and Crawford, directors of the company, as approved by shareholders at the AGM.

NOTE 7: RELATED PARTY TRANSACTIONS

The company undertakes transactions with related parties in the normal course of business. In the current period, arrangements with related parties continue to be in place, consistent with those reported in the 30 June 2006 annual financial report.

In the current period, the company has also issued equity instruments to certain key management personnel (refer note 6).

NOTE 8: DIVIDENDS

No dividends were declared or paid during the period.

NOTE 9: EARNINGS PER SHARE	Half year ended 31 Dec 2006 cents
Basic earnings per share (cents)	(0.48)
Diluted earnings per share (cents)	(0.48)
Net profit/(loss) after tax used in the calculation of basic and diluted earnings per share	(146,062)

Options are considered potential ordinary shares. The average market price of ordinary shares during the half-year ended 31 December 2006 did not exceed the exercise price of either the listed options nor the unlisted employee options. Accordingly, the options were not considered dilutive for the reporting periods during which they were on issue and were not included in the determination of diluted earnings per share for the period.

No comparative earnings per share information is provided as the company was unlisted and privately held in the 6 month period to 31 December 2005.

NOTE 10: EVENTS AFTER BALANCE SHEET DATE

There have been no significant events since balance date.

NOTE 11: COMMITMENTS

The company must meet minimum expenditure commitments in relation to granted exploration tenements to maintain those tenements in good standing. All expenditure commitments to balance date have been met.

NOTE 12: CONTINGENT LIABILITIES

There were no contingent liabilities at the end of the reporting period.

NOTE 13: SEGMENT INFORMATION

The company operates entirely in the mineral exploration industry, within Australia.

Lead Auditor's Independence Declaration
Under Section 307C of the Corporations Act 2001

To the Directors of ActivEX Limited

I declare that, to the best of my knowledge and belief, during the half year ended 31 December 2006 there have been:

(i) no contraventions to the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and

(ii) no contraventions of any applicable code of professional conduct in relation to the review.

Robertsons Audit & Assurance Pty Ltd

Robertsons Audit & Assurance Pty Ltd

Nigel Bamford

N D Bamford
Director

Date: 16 March 2007

ROBERTSONS
AUDIT & ASSURANCE PTY LTD
A.B.N. 49 115 261 722

Independent review report to members of ActivEX Limited

We have reviewed the accompanying half-year financial report of ActivEX Limited, which comprises the balance sheet as at 31 December 2006 and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report
The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility
Our responsibility is to express a conclusion of 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 an Interim 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 2006 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 ActivEX 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*, provided to the directors of ActivEX Limited on 16 March 2007, would be in the same terms if provided to the directors as at the date of this auditor's review report.

Independent review report to members of ActivEX Limited (continued)

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 ActivEX 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 2006 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001.*

Robertsons Audit + Assurance Pty Ltd

Robertsons Audit & Assurance Pty Ltd

Nigel Bamford

N D Bamford
Director

Date: 16 March 2007