

**AMBERTECH LIMITED  
AND CONTROLLED ENTITIES  
ACN 079 080 158  
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2003**

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**DIRECTORS' REPORT**

Your directors present their report on the company and its controlled entities for the financial year ended 30 June 2003.

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

P A Amos (Managing Director)	D R Swift (Non-Executive Director)
T R Amos (Non-Executive Director)	P F Wallace (Non-Executive Director) (appointed 09/10/02)
E F Goodwin (Non-Executive Director)	N Cairns (Non-Executive Director) (appointed 09/10/02)
D Hannay (Non-Executive Director) (resigned 09/10/02)	N Singhi (Non-Executive Director) (appointed 16/04/03)

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

The consolidated profit of the economic entity for the financial year after providing for income tax amounted to \$2,795,791 (2002: \$1,399,964). The consolidated profit included significant items relating to IPO costs of \$476,633 (2002: \$274,198) and a loss on disposal of investment of \$Nil (2002: \$1,405,979).

A review of the operations of the economic entity during the financial year and the results of those operations found that the changes in market demand and competition have seen an decrease in sales of 3.5% to \$45,620,666.

No significant changes in the economic entity's state of affairs occurred during the financial year.

The principal activities of the economic entity during the financial year were the importation and distribution of electronic and related equipment for the broadcast and entertainment industries. No significant change in the nature of these activities occurred during the year.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the economic entity, the results of those operations, or the state of affairs of the economic entity in future financial years.

Likely developments in the operations of the economic entity and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the economic entity.

The economic entity's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Dividends paid or declared since the start of the financial year are as follows:

- A fully franked dividend of \$1,400,000 was declared by the Board of Directors on 17 June 2003.


No options over issued shares or interests in the company or a controlled entity were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

Insurance premiums of \$16,500 were paid to indemnify officers and directors for the period 4 November 2002 to 4 November 2003.


No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not a party to any such proceedings during the year.

Signed in accordance with a resolution of the Board of Directors

Director:

  
\_\_\_\_\_  
P A Amos

Director:

  
\_\_\_\_\_  
P F Wallace

Dated this 19th day of August 2003.

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2003**

	Note	Economic Entity		Parent Entity	
		2003	2002	2003	2002
		\$	\$	\$	\$
Revenues from ordinary activities	2	45,690,837	47,308,412	2,312,588	5,960,348
Cost of sales		(30,663,654)	(32,916,307)	-	-
Employee benefits expense		(5,710,960)	(5,041,781)	-	-
Depreciation and amortisation expenses		(413,943)	(392,302)	-	(9,793)
Borrowing expenses		(239,039)	(334,164)	(158)	(25,534)
Other expenses from ordinary activities		<u>(4,606,195)</u>	<u>(5,810,775)</u>	<u>(476,633)</u>	<u>(1,713,469)</u>
Profit from ordinary activities before income tax expense	3	4,057,046	2,813,083	1,835,797	4,211,552
Income tax expense relating to ordinary activities	4	<u>(1,261,254)</u>	<u>(1,413,119)</u>	<u>87,979</u>	<u>(2,700)</u>
Net profit from ordinary activities after related income tax expense	22	2,795,792	1,399,964	1,923,776	4,208,852
Net exchange difference arising on translation of financial reports of self sustaining foreign operations		<u>2,313</u>	<u>33,042</u>	<u>-</u>	<u>-</u>
Total changes in equity other than those resulting from transactions with owners as owners		<u>2,798,105</u>	<u>1,433,006</u>	<u>1,923,776</u>	<u>4,208,852</u>

The accompanying notes form part of these financial statements.

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 30 JUNE 2003**

	Note	Economic Entity		Parent Entity	
		2003 \$	2002 \$	2003 \$	2002 \$
<b>CURRENT ASSETS</b>					
Cash assets	7	911,053	1,114,891	40,984	22,639
Receivables	8	6,157,907	7,044,378	6,705,957	6,805,000
Inventories	9	10,513,548	9,461,356	-	-
Other assets	10	318,093	187,869	-	-
<b>TOTAL CURRENT ASSETS</b>		<u>17,900,601</u>	<u>17,808,494</u>	<u>6,746,941</u>	<u>6,827,639</u>
<b>NON-CURRENT ASSETS</b>					
Other financial assets	11	-	-	4,968,995	4,968,995
Plant and equipment	13	832,015	848,514	-	-
Deferred tax assets	14	461,496	329,633	87,979	-
Intangible assets	15	2,710,420	2,858,913	-	-
Other assets	10	39,108	49,093	-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<u>4,043,039</u>	<u>4,086,153</u>	<u>5,056,974</u>	<u>4,968,995</u>
<b>TOTAL ASSETS</b>		<u>21,943,640</u>	<u>21,894,647</u>	<u>11,803,915</u>	<u>11,796,634</u>
<b>CURRENT LIABILITIES</b>					
Payables	16	4,527,250	5,593,903	411,521	708,016
Interest bearing liabilities	17	1,455,077	1,244,279	-	-
Current tax liabilities	18	211,710	591,598	-	-
Provisions	19	2,030,560	1,922,221	1,400,000	1,300,000
<b>TOTAL CURRENT LIABILITIES</b>		<u>8,224,597</u>	<u>9,352,001</u>	<u>1,811,521</u>	<u>2,008,016</u>
<b>NON-CURRENT LIABILITIES</b>					
Interest bearing liabilities	17	-	17,072	-	-
Deferred tax liabilities	18	63,087	33,695	-	-
Provisions	19	434,176	348,114	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>497,263</u>	<u>398,881</u>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>		<u>8,721,860</u>	<u>9,750,882</u>	<u>1,811,521</u>	<u>2,008,016</u>
<b>NET ASSETS</b>		<u>13,221,780</u>	<u>12,143,765</u>	<u>9,992,394</u>	<u>9,788,618</u>
<b>EQUITY</b>					
Contributed equity	20	9,424,646	9,744,646	9,424,646	9,744,646
Reserves	21	40,045	37,732	-	-
Retained profit	22	3,757,089	2,361,297	567,748	43,972
<b>TOTAL EQUITY</b>		<u>13,221,780</u>	<u>12,143,675</u>	<u>9,992,394</u>	<u>9,788,618</u>

The accompanying notes form part of these financial statements.

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2003**

	Note	Economic Entity		Parent Entity	
		2003 S	2002 S	2003 S	2002 S
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>					
Receipts from customers		50,501,442	51,326,087	-	-
Payments to suppliers and employees		(42,367,514)	(45,034,706)	(10,540)	(42,333)
Interest received		70,171	44,598	31,276	-
Interest and other costs of finance paid		(232,952)	(334,164)	(158)	-
Income taxes paid		(1,743,565)	(1,952,945)	(2,233)	-
Goods and services tax remitted		(3,445,693)	(3,666,488)	-	-
<b>Net cash provided by/(used in) operating activities</b>	27b	<u>2,781,889</u>	<u>382,382</u>	<u>18,345</u>	<u>(42,333)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>					
Payment for purchase of business		(150,000)	(1,252,000)	-	-
Payments for purchase of property, plant and equipment		(241,411)	(369,619)	-	-
Loans to related parties					
- proceeds from repayments		<u>81,346</u>	<u>91,691</u>	<u>-</u>	<u>48,037</u>
<b>Net cash (used in) investing activities</b>		<u>(310,065)</u>	<u>(1,529,928)</u>	<u>-</u>	<u>48,037</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>					
Dividends paid to shareholders		(1,300,000)	-	-	-
Share buy back payments		(320,000)	-	-	-
Repayment of borrowings		<u>(1,055,599)</u>	<u>(123,621)</u>	<u>-</u>	<u>-</u>
<b>Net cash provided by/(used in) financing activities</b>		<u>(2,675,599)</u>	<u>(123,621)</u>	<u>-</u>	<u>-</u>
Net decrease in cash held		(203,775)	(1,271,167)	18,345	5,704
Cash at beginning of year		1,114,891	2,372,603	22,639	16,935
Effect of exchange rate changes on the balance of cash held in foreign currencies at the beginning of the financial year.		<u>(63)</u>	<u>13,455</u>	<u>-</u>	<u>-</u>
<b>Cash at end of year</b>	27a	<u>911,053</u>	<u>1,114,891</u>	<u>40,984</u>	<u>22,639</u>

The accompanying notes form part of these financial statements.

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers Ambertech Limited as an individual parent entity and Ambertech Limited and controlled entities as an economic entity. Ambertech Limited is a company limited by shares, incorporated and domiciled in Australia.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**a. Principles of Consolidation**

A controlled entity is any entity controlled by Ambertech Limited. Control exists where Ambertech Limited has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with Ambertech Limited to achieve the objectives of Ambertech Limited. Details of the controlled entities are contained at Note 12.

All inter-company balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation.

**b. Income Tax**

The economic entity adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any permanent differences.

Timing differences, which arise due to the different accounting periods in which items of revenue and expense are included in the determination of accounting profit and taxable income are brought to account as either a provision for deferred income tax or as a future income tax benefit at the rate of income tax applicable to the period in which the benefit will be received or the liability will become payable.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond any reasonable doubt. Future income tax benefits in relation to tax losses are not brought to account unless there is virtual certainty of realisation of the benefit.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation, and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

**c. Inventories**

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**d. Plant and Equipment**

Each class of plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation.

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

**Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised leased assets, are depreciated on a straight line basis over their estimated useful lives to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the estimated useful lives of the improvements.

The depreciation rates used for each class of assets are:

<b>Class of Asset</b>	<b>Depreciation Rate</b>
Plant & equipment	3-8 years
Leased plant & equipment	Term of the lease

**e. Leases**

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the entities within the economic entity are classified as finance leases. Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the economic entity will obtain ownership of the asset or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

**f. Investments**

Non-current investments are measured on the cost basis. The carrying amount of investments is reviewed annually by directors to ensure it is not in excess of the recoverable amount of these investments. The expected net cash flows from investments have not been discounted to their present value in determining the recoverable amounts.

**g. Intangibles**

**Goodwill**

Goodwill and goodwill on consolidation are initially recorded at the amount by which the purchase price for a business or for an ownership interest in a controlled entity exceeds the fair value attributed to its net tangible assets at date of acquisition. Both purchased goodwill and goodwill on consolidation are amortised on a straight line basis over the period of 20 years. The balances are reviewed annually and any balance representing future benefits, the realisation of which is considered to be no longer probable, are written off.

**AMBERTECH LIMITED**

**ACN 079 080 158**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**h. Foreign Currency Transactions and Balances**

Foreign currency transactions during the year are converted to Australian currency at the rates of exchange applicable at the dates of the transactions. Amounts receivable and payable in foreign currencies at balance date are converted at the rates of exchange ruling at that date.

The gains and losses from conversion of short-term assets and liabilities, whether realised or unrealised, are included in profit from ordinary activities as they arise.

The assets and liabilities of overseas controlled entities, which are self-sustaining, are translated at year-end rates and operating results are translated at rates ruling at the end of each month. Gains and losses arising on translation are taken directly to the foreign currency translation reserve.

**i. Employee Entitlements**

Provision is made for the company's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries and annual leave which will be settled after one year, have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

Contributions are made by the economic entity to an employee superannuation fund and are charged as expenses when incurred.

**j. Cash**

For the purposes of the statement of cash flows, cash includes cash on hand and at call deposits with banks or financial institutions, investments in money market instruments maturing within less than two months and net of bank overdrafts.

**k. Revenue**

Revenue from the sale of goods is recognised upon the delivery of goods to customers. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

**l. Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

**m. Provision for Warranty**

Provision is made in respect of the economic entity's estimated liability on all products and services under warranty at balance date. The provision is based on the economic entity's history of warranty claims.

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

	Economic Entity		Parent Entity	
	2003	2002	2003	2002
Note	\$	\$	\$	\$
<b>NOTE 2: REVENUE FROM ORDINARY ACTIVITIES</b>				
Operating activities:				
- Sale of goods	45,620,666	47,263,814	-	-
- Interest received - other	70,171	44,598	-	-
- Dividends received	-	-	2,281,312	5,557,739
	<u>45,690,837</u>	<u>47,308,412</u>	<u>2,281,312</u>	<u>5,557,739</u>
Non operating activities:				
- Profit on disposal of investment	-	-	-	402,609
	-	-	-	<u>402,609</u>
<b>Total revenue from ordinary activities</b>	<u>45,690,837</u>	<u>47,308,412</u>	<u>2,281,312</u>	<u>5,960,348</u>
<b>a. Dividends from</b>				
- Wholly owned subsidiaries	-	-	2,281,312	5,557,739
	-	-	<u>2,281,312</u>	<u>5,557,739</u>
<b>NOTE 3: PROFIT FROM ORDINARY ACTIVITIES</b>				
Profit from ordinary activities before income tax expense has been determined after :				
<b>a. Expenses</b>				
Cost of sales	30,663,654	32,916,307	-	-
Borrowing costs - other	239,039	334,164	-	-
Depreciation of non-current assets:				
- plant and equipment	234,663	198,878	-	-
- leased plant and equipment	10,046	57,551	-	-
Total depreciation	<u>244,709</u>	<u>256,429</u>	<u>-</u>	<u>-</u>
Amortisation of non-current assets:				
- goodwill	148,493	108,382	-	-
- formation costs	9,985	19,778	-	9,793
- leasehold improvements	10,755	7,713	-	-
	<u>169,233</u>	<u>135,873</u>	<u>-</u>	<u>9,793</u>
Bad and doubtful debts - other	3,242	32,879	-	-
Auditors remuneration				
- audit or review	58,515	52,297	-	-
- other services	290,978	220,182	270,855	203,302
	<u>349,493</u>	<u>272,479</u>	<u>270,855</u>	<u>203,302</u>

Audit fees for the economic entity for the year ended 30 June 2003 were paid by Amber Technology Limited.

**AMBERTECH LIMITED**  
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

	Economic Entity		Parent Entity	
	2003	2002	2003	2002
Note	\$	\$	\$	\$
<b>NOTE 3: PROFIT FROM ORDINARY ACTIVITIES (continued)</b>				
Remuneration for other services to related practices of the auditor	-	43,905	-	-
Rental expense on operating leases:				
- minimum lease payments	521,092	522,969	-	-
<b>Significant items:</b>				
- Loss on disposal of investment	-	1,405,979	-	1,405,979
- IPO costs	476,633	274,198	476,633	274,198
<b>b. Revenues and Net Gains</b>				
Foreign currency translation gains	325,794	121,042	-	-
<b>NOTE 4: INCOME TAX EXPENSE</b>				
The prima facie tax payable on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:				
Prima facie tax payable on operating profit before income tax at 30% (2001:34%)	1,217,114	843,925	550,739	1,263,466
Add tax effect of:				
- Non-deductible entertainment	9,835	8,528	-	-
- Amortisation of non-current asset	47,543	35,819	-	3,301
- Loss on sale of investment	-	419,081	-	419,081
- Other non deductible items	51,841	21,074	-	2,337
- Tax losses not brought to account	-	102,620	-	102,620
- Unrealised loss on sale of investment	-	120,782	-	-
	1,326,333	1,551,829	550,739	1,790,805
Less tax effect of:				
- Non taxable capital profits on sale of investment	-	-	-	120,783
- Rebateable fully franked dividends	-	-	638,718	1,667,322
- Unrealised profit on consolidation	-	-	-	-
- Over provision for income tax in prior year	65,079	138,710	-	-
Income tax expense attributable to profit from ordinary activities	1,261,254	1,413,119	(87,979)	2,700

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

Note	Economic Entity		Parent Entity	
	2003	2002	2003	2002
	\$	\$	\$	\$

**NOTE 5: REMUNERATION AND RETIREMENT BENEFITS**

**a. Directors' Remuneration**

Income paid or payable to all directors of each entity in the economic entity by the entities of which they are directors:

	530,072	414,252	-	-
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Income paid or payable to all directors of the parent entity by the parent entity and any related parties:

	405,450	367,383	-	-
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Number of parent entity directors whose income from the parent entity or any related parties was within the following bands:

\$0 - \$9,999	6	6
\$40,000 - \$49,999	1	-
\$50,000 - \$59,999	-	-
\$260,000 - \$269,999	-	-
\$310,000 - \$319,999	-	1
\$360,000 - \$369,999	1	-

The names of directors of the parent entity who have held office during the financial year are:

- P A Amos
- T R Amos
- E F Goodwin
- D R Swift
- P F Wallace (appointed 09/10/02)
- N Cairns (appointed 09/10/02)
- N Singhi (appointed 16/04/03)
- D Hannay (resigned 09/10/02)

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

Note	Economic Entity		Parent Entity	
	2003	2002	2003	2002
	\$	\$	\$	\$

**NOTE 6: DIVIDENDS PAID**

Fully franked dividend of 8.10 (2002: 7.22)  
cents per share franked at tax rate of 30%  
(2002: 30%)

	1,400,000	1,300,000	1,400,000	1,300,000
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Balance of franking account at year end  
adjusted for franking credits arising from  
payment of provision for income tax and  
dividends recognised as receivables, franking  
debits arising from payment of proposed  
dividends and any credits that may be  
prevented from distribution in subsequent  
years

	8,847,229	6,690,000	6,963,727	6,229,456
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**NOTE 7: CASH ASSETS**

Cash on hand	2,400	2,400	-	-
Cash at bank	888,565	936,309	40,984	22,639
Deposits at call	20,088	176,182	-	-
	911,053	1,114,891	40,984	22,639

**NOTE 8: RECEIVABLES**

**CURRENT**

Trade debtors	5,851,777	6,953,769	-	-
Provision for doubtful debts	(36,637)	(53,036)	-	-
	5,815,140	6,900,733	-	-
Other debtors	342,767	62,209	2,233	-
Loans receivable from:				
- Wholly owned subsidiaries	-	-	6,703,724	6,805,000
- Other entities	-	81,436	-	-
	6,157,907	7,044,378	6,705,957	6,805,000

**AMBERTECH LIMITED**  
**ACN 079 080 158**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

	Economic Entity		Parent Entity	
	2003	2002	2003	2002
Note	\$	\$	\$	\$
<b>NOTE 9: INVENTORIES</b>				
<b>CURRENT</b>				
Finished goods at cost	9,736,515	8,786,793	-	-
Stock in transit	<u>777,033</u>	<u>674,563</u>	<u>-</u>	<u>-</u>
	<u>10,513,548</u>	<u>9,461,356</u>	<u>-</u>	<u>-</u>

**NOTE 10: OTHER ASSETS**

**CURRENT**

Prepayments	<u>318,093</u>	<u>187,869</u>	<u>-</u>	<u>-</u>
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**NON CURRENT**

Formation costs	79,880	79,880	-	9,792
Less accumulated amortisation	<u>(40,772)</u>	<u>(30,787)</u>	<u>-</u>	<u>(9,792)</u>
	<u>39,108</u>	<u>49,093</u>	<u>-</u>	<u>-</u>

**NOTE 11: OTHER FINANCIAL ASSETS**

Shares in controlled entities, at cost	12	<u>-</u>	<u>-</u>	<u>4,968,995</u>	<u>4,968,995</u>
		<u>-</u>	<u>-</u>	<u>4,968,995</u>	<u>4,968,995</u>

**NOTE 12: CONTROLLED ENTITIES**

Entity	Country of Incorporation	Percentage Owned	
		2003	2002
<b>Parent Entity</b>			
- Ambertech Limited	Australia		
<b>Subsidiaries of Ambertech Limited</b>			
- Amber Technology Limited	Australia	100%	100%
- Professional Electronics Group Pty Limited	Australia	100%	100%
- Davki Pty Limited	Australia	100%	100%
<b>Subsidiaries of Amber Technology Limited</b>			
- Alphan Pty Limited	Australia	100%	100%
- Amber Technology (NZ) Limited	New Zealand	100%	100%

**AMBERTECH LIMITED**  
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	Economic Entity		Parent Entity	
	2003	2002	2003	2002
	\$	\$	\$	\$
<b>NOTE 13: PROPERTY PLANT AND EQUIPMENT</b>				
Plant and equipment at cost	1,309,598	967,281	-	-
less accumulated depreciation	<u>(715,489)</u>	<u>(531,517)</u>	<u>-</u>	<u>-</u>
	<u>594,109</u>	<u>435,764</u>	<u>-</u>	<u>-</u>
Leasehold improvements at cost	121,898	125,488	-	-
less accumulated depreciation	<u>(40,132)</u>	<u>(29,847)</u>	<u>-</u>	<u>-</u>
	<u>81,766</u>	<u>95,641</u>	<u>-</u>	<u>-</u>
Furniture and fittings at cost	222,545	208,782	-	-
less accumulated depreciation	<u>(95,335)</u>	<u>(66,823)</u>	<u>-</u>	<u>-</u>
	<u>127,210</u>	<u>141,959</u>	<u>-</u>	<u>-</u>
Capitalised leased plant and equipment	51,314	282,391	-	-
less accumulated depreciation	<u>(22,384)</u>	<u>(107,241)</u>	<u>-</u>	<u>-</u>
	<u>28,930</u>	<u>175,150</u>	<u>-</u>	<u>-</u>
Total property plant and equipment	<u>832,015</u>	<u>848,514</u>	<u>-</u>	<u>-</u>

**Movement in Carrying Amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Plant & Equipment \$	Leasehold Improvements \$	Furniture & Fittings \$	Leased Plant & equipment \$	Total \$
<b>Economic Entity</b>					
Balance at the beginning of the year	435,764	95,641	141,959	175,150	848,514
Additions	217,016	10,632	13,763	-	241,411
Disposals	(1,188)	(743)	-	-	(1,931)
Reclassification	149,183	(13,009)	-	(136,174)	-
Depreciation expense	(206,151)	(10,755)	(28,512)	(10,046)	(255,464)
Effect of change in foreign currency	<u>(515)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(515)</u>
Carrying amount at the end of the year	<u>594,109</u>	<u>81,766</u>	<u>127,210</u>	<u>28,930</u>	<u>832,015</u>

	Economic Entity		Parent Entity	
	2003	2002	2003	2002
	\$	\$	\$	\$

**NOTE 14: DEFERRED TAX ASSETS**

Future income tax benefit	<u>461,496</u>	<u>329,633</u>	<u>87,979</u>	<u>-</u>
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**NOTE 15: INTANGIBLE ASSETS**

Goodwill at cost	2,969,858	2,967,358	-	-
Less accumulated amortisation	<u>(259,438)</u>	<u>(108,445)</u>	<u>-</u>	<u>-</u>
	<u>2,710,420</u>	<u>2,858,913</u>	<u>-</u>	<u>-</u>

**AMBERTECH LIMITED**  
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	Note	Economic Entity		Parent Entity	
		2003 \$	2002 \$	2003 \$	2002 \$
<b>NOTE 16: PAYABLES</b>					
<b>CURRENT</b>					
Unsecured liabilities:					
Trade creditors		3,081,066	4,074,566	-	3,563
Sundry creditors		1,197,178	860,408	-	-
GST Payable		249,006	462,173	-	-
Loans payable to:					
- related entities		-	196,756	411,521	704,453
		<u>4,527,250</u>	<u>5,593,903</u>	<u>411,521</u>	<u>708,016</u>

**NOTE 17: INTEREST BEARING LIABILITIES**

**CURRENT**

Debtors subject to factoring (a)		730,192	169,603	-	-
Lease liability (b)	23	17,072	106,811	-	-
Other (c)		707,813	967,865	-	-
		<u>1,455,077</u>	<u>1,244,279</u>	<u>-</u>	<u>-</u>

**NON-CURRENT**

Lease liability (b)	23	-	17,072	-	-
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a. Debtors subject to factoring are secured by the following:

- Factoring Agreement
- Deed of charge over all assets of Amber Technology Limited
- Guarantees and indemnities from Ambertech Limited
- Fraud guarantees from Peter Amos and David Swift

b. Lease liabilities are secured over the assets financed.

c. A secured guarantee of the inventory financing agreement is supported by a floating charge over the assets of Alphan Pty Limited

**NOTE 18: TAX LIABILITIES**

**CURRENT**

Income tax		<u>211,710</u>	<u>591,598</u>	<u>-</u>	<u>-</u>
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**NON-CURRENT**

Provision for deferred income tax		<u>63,087</u>	<u>33,695</u>	<u>-</u>	<u>-</u>
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**AMBERTECH LIMITED**  
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

	Economic Entity		Parent Entity	
	2003	2002	2003	2002
Note	\$	\$	\$	\$
<b>NOTE 19: PROVISIONS</b>				
<b>CURRENT</b>				
Service warranty	220,463	248,289	-	-
Employee entitlements	410,097	373,932	-	-
Dividends	<u>1,400,000</u>	<u>1,300,000</u>	<u>1,400,000</u>	<u>1,300,000</u>
	<u>2,030,560</u>	<u>1,922,221</u>	<u>1,400,000</u>	<u>1,300,000</u>
<b>NON-CURRENT</b>				
Employee entitlements	<u>434,176</u>	<u>348,114</u>	<u>-</u>	<u>-</u>
a. Aggregate employee entitlement liability	<u>844,273</u>	<u>722,046</u>	<u>-</u>	<u>-</u>
b. Number of employees at year end	<u>66</u>	<u>60</u>	<u>-</u>	<u>-</u>
c. Service warranty				
Carrying amount as at 1 July 2002	248,289		-	
Additional provision recognised	88,223		-	
Reductions resulting from payments	<u>(116,049)</u>		<u>-</u>	
Carrying amount as at 30 June 2003	<u>220,463</u>		<u>-</u>	
<b>NOTE 20: CONTRIBUTED EQUITY</b>				
13,699,090 (2002: 14,209,594) fully paid ordinary shares (a)	5,834,245	6,154,245	5,834,245	6,154,245
3,590,401 (2002: 3,590,401) fully paid redeemable convertible preference shares (b)	<u>3,590,401</u>	<u>3,590,401</u>	<u>3,590,401</u>	<u>3,590,401</u>
	<u>9,424,646</u>	<u>9,744,646</u>	<u>9,424,646</u>	<u>9,744,646</u>
<b>a. Fully Paid Ordinary Shares</b>				
At the beginning of the reporting period	6,154,245	801,000	6,154,245	801,000
Shares issued during the year				
- 10,332,897 on 11 June 2002	-	-	-	-
- 5,255,200 on 11 June 2002	-	3,980,441	-	3,980,441
- 445,356 on 11 June 2002	-	337,326	-	337,326
- 1,628,719 on 11 June 2002	-	-	-	-
- 1,446,978 on 11 June 2002	-	1,446,978	-	1,446,978
Shares bought back during the year				
- 510,504 on 23 December 2002	(320,000)	-	(320,000)	-
- 5,255,200 on 11 June 2002	-	(379,500)	-	(379,500)
- 445,356 on 11 June 2002	-	(32,000)	-	(32,000)
At reporting date	<u>5,834,245</u>	<u>6,154,245</u>	<u>5,834,245</u>	<u>6,154,245</u>

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Note	Economic Entity		Parent Entity	
	2003	2002	2003	2002
	\$	\$	\$	\$

**NOTE 20: CONTRIBUTED EQUITY (continued)**

**a. Fully Paid Ordinary Shares**

On 23 December 2002 the company bought back 510,504 ordinary shares on issue. The total purchase consideration of the buy back was \$320,000. The nature and terms of the buy back were:

- the buy back offer was a selective buy back offer only.
- the accepting shareholders have been paid and had their shares cancelled on 23 December 2002.
- the consideration for the buy back has been debited to the contributed capital of the company.

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

**b. Fully Paid Redeemable Convertible Preference Shares**

At the beginning of the reporting period	3,590,401	-	3,590,401	-
Shares issued during the year				
- 3,590,401 on 11 June 2002	-	3,590,401	-	3,590,401
At reporting date	3,590,401	3,590,401	3,590,401	3,590,401

Each preference share carries the same voting right and is entitled to the same dividends as ordinary shares. They rank in priority of ordinary shares only in respect of repayment of the subscription price. They may be redeemed in certain circumstances.

**NOTE 21: RESERVES**

Foreign currency translation reserve	40,045	37,732	-	-
Movements during the year:				
Opening balance	37,732	4,690	-	-
Adjustment arising from translation of foreign controlled entity's financial statements.	2,313	33,042	-	-
Closing balance	40,045	37,732	-	-

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	Economic Entity		Parent Entity	
	2003	2002	2003	2002
	\$	\$	\$	\$
<b>NOTE 22: RETAINED PROFITS</b>				
Retained profits at the beginning of the financial year	2,361,297	6,605,377	43,972	1,041,387
Net profit attributed to members of the company	2,795,792	1,399,964	1,923,776	4,208,852
Loss on issue of new shares by subsidiary	-	(288,692)	-	-
Dividends provided for or paid	(1,400,000)	(1,300,000)	(1,400,000)	(1,300,000)
Adjustment for shares bought back	-	(4,055,352)	-	(3,906,267)
	<u>3,757,089</u>	<u>2,361,297</u>	<u>567,748</u>	<u>43,972</u>
Retained profits at the end of the financial year				

**NOTE 23: CAPITAL AND LEASING COMMITMENTS**

**a. Finance lease commitments**

Payable:

not later than 1 year	17,861	#	#
later than 1 year but not later than 5 years	-	17,861	-
	<u>17,861</u>	<u>17,861</u>	<u>-</u>
Minimum lease payments	17,861	17,861	-
Less future finance charges	(789)	(6,876)	-
	<u>17,072</u>	<u>10,985</u>	<u>-</u>

**b. Operating lease commitments**

Payable:

not later than 1 year	308,861	478,156	-	-
later than 1 year but not later than 5 years	2,201,864	42,582	-	-
later than 5 years	1,743,501	-	-	-
	<u>5,294,226</u>	<u>520,738</u>	<u>-</u>	<u>-</u>
Minimum lease payments	-	-	-	-

The Frenchs Forest property lease is a non-cancellable lease with a four-year term, with rent payable monthly in advance. An option exists to renew the lease at the end of the four-year term for an additional term of four years. Contingent rental provisions within the lease agreement require that the minimum lease payments shall be increased by a rent review at the beginning of the option period to market value, but with an increase not less than 3% per annum. The lease

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Economic Entity		Parent Entity	
2003	2002	2003	2002
\$	\$	\$	\$

**NOTE 24: CONTINGENT LIABILITIES**

Estimates of the maximum amounts of contingent liabilities that may become payable:

- Claim by the Bank of Western Australia against the parent entity in respect of a guarantee over property lease rentals by a former related entity. Directors of the parent entity are of the opinion that any financial impact of the claim would be mitigated by corresponding claims by the parent entity.	190,000	-	190,000	-
- Bank guarantees by Amber Technology Limited in respect of various property lease rentals	192,907	-	-	-
	<u>382,907</u>	<u>-</u>	<u>190,000</u>	<u>-</u>

**NOTE 25: EVENTS SUBSEQUENT TO REPORTING DATE**

There have been no events subsequent to the reporting date.

**NOTE 26: RELATED PARTY TRANSACTIONS**

a. The parent entity is Ambertech Limited

b. Loans to wholly owned subsidiaries 6,703,724 6,805,000

Loans were made to wholly owned subsidiaries under normal commercial terms and conditions.

Economic Entity		Parent Entity	
2003	2002	2003	2002
Number of Shares	Number of Shares	Number of Shares	Number of Shares

c. The direct, indirect and beneficial holdings of directors and their director related entities in the share and share options of the parent company as at 30 June 2003 were:

Ambertech Limited

- number of ordinary shares	11,033,870	13,699,090	10,834,287	13,499,507
- number of redeemable converting preference shares	3,590,401	3,590,401	3,590,401	3,590,401

d. An executive agreement exists between Peter Amos, the Managing Director, and Amber Technology Limited. This agreement provides that Mr Amos, for a period of 12 months from the date of termination, will not engage in activities in competition with the Amber Group.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

	Amber Technology		Alpha		Amber NZ		Eliminations		Economic Entity	
	2003	2002	2003	2002	2003	2002	2003	2002	2003	2002
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>NOTE 26: SEGMENT REPORTING</b>										
<b>Primary reporting - Business segments</b>										
<b>Revenue</b>										
- External Customers	29,782,835	32,058,120	13,128,898	12,150,740	2,708,933	3,054,954	-	-	45,620,666	47,263,814
- Other Segments	8,924	830,318	751,910	-	-	-	(760,834)	(830,318)	-	-
Total sales revenue	29,791,759	32,888,438	13,880,808	12,150,740	2,708,933	3,054,954	(760,834)	(830,318)	45,620,666	47,263,814
<b>Result</b>										
- Segment result	3,470,268	6,764,787	1,788,298	1,629,396	166,523	320,113	(1,247,712)	(5,820,993)	4,177,377	2,893,303
- Unallocated expenses net of unallocated revenue									(120,331)	(80,220)
- Profit from ordinary activities before income tax									4,057,046	2,813,083
- Income tax expense									(1,261,254)	(1,413,119)
- Profit from ordinary activities after income tax									2,795,792	1,399,964
<b>Assets</b>										
- Segment Assets	15,634,591	17,761,123	5,593,451	7,102,007	978,304	722,543	(2,505,754)	(6,550,029)	19,700,592	19,035,644
- Unallocated assets									2,243,048	2,858,913
- Total assets									21,943,640	21,894,557
<b>Liabilities</b>										
- Segment Liabilities	10,296,503	13,129,991	5,134,438	7,101,491	821,226	674,067	(8,930,307)	(12,658,231)	7,321,860	8,247,318
- Unallocated liabilities									1,400,000	1,503,564
- Total liabilities									8,721,860	9,750,882
<b>Other</b>										
- Acquisition of non current segment assets	185,993	225,495	25,776	79,634	29,642	64,490	-	-	241,411	369,619
- Depreciation and amortisation of segment assets	193,055	191,543	89,181	85,975	29,179	22,574	102,528	92,210	413,943	392,302

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

<b>Segment Revenues from External Customers</b>		<b>Carrying Amount of Segment Assets</b>	
<b>2003</b>	<b>2002</b>	<b>2003</b>	<b>2002</b>
\$	\$	\$	\$

**NOTE 26: SEGMENT REPORTING**

**Secondary reporting - Geographical Segments**

Geographical Location

- Australia	42,911,733	44,208,860	20,965,336	21,172,014
- New Zealand	<u>2,708,933</u>	<u>3,054,954</u>	<u>978,304</u>	<u>722,543</u>
	<u>45,620,666</u>	<u>47,263,814</u>	<u>21,943,640</u>	<u>21,894,557</u>

**Accounting Policies**

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Segment assets include all assets used by a segment and consist principally of cash, receivables, inventories, intangibles and property, plant and equipment, net of allowances and accumulated depreciation and amortisation. While most such assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment liabilities consist principally of accounts payable, employee entitlements, accrued expenses, provisions and borrowings.

**Intersegment Transfers**

Segment revenues, expenses and result include transfers between segments. The prices charged on intersegment transactions are the same as those charged for similar goods to parties outside of the economic entity at an arm's length. These transfers are eliminated on consolidation.

**NOTE 27: CASH FLOW INFORMATION**

**a. Reconciliation of Cash**

Cash at the end of the financial year as shown in the statements of cash flows is reconciled to the related items in the statement of

financial position as follows:

Cash on hand	2,400	2,400	-	-
At call deposits with financial institutions	<u>908,653</u>	<u>1,112,491</u>	<u>40,984</u>	<u>22,639</u>
	<u>911,053</u>	<u>1,114,891</u>	<u>40,984</u>	<u>22,639</u>

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	<b>Economic Entity</b>		<b>Parent Entity</b>	
	<b>2003</b>	<b>2002</b>	<b>2003</b>	<b>2002</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>NOTE 27: CASH FLOW INFORMATION</b>				
<b>b. Reconciliation of cash flow from operations with profit from ordinary activities after income tax</b>				
Profit from ordinary activities after income tax	2,795,792	1,399,964	1,923,776	4,208,852
Non-cash flows in profit from ordinary activities:				
Amortisation	169,234	135,873	-	9,793
Depreciation	244,709	271,855	-	-
Loss on disposal of plant and equipment	2,938	483	-	-
Borrowing expenses	6,087	-	-	-
Loss on disposal of investment	-	1,405,979	-	994,329
Changes in assets and liabilities				
(Increase)/Decrease in receivables	1,271,746	(211,982)	(1,817,451)	(5,258,007)
Decrease in prepayments	143,318	352,566	-	-
(Increase) in inventories	(1,049,045)	(1,675,167)	-	-
(Decrease) in payables	(400,364)	(1,024,688)	-	-
(Decrease)/Increase in income tax payable	(377,655)	(519,530)	-	-
(Decrease)/Increase in deferred taxes payable	(102,423)	(20,297)	(87,979)	2,700
Increase in provisions	77,554	282,752	-	-
Cash flows from operations	<u>2,781,891</u>	<u>397,808</u>	<u>18,346</u>	<u>(42,333)</u>
<b>c. Acquisition of Business</b>				
On 1 July 2001 Amber Technology Limited purchased the business of Audioworks (Australia) Pty				
Purchase consideration	<u>-</u>	<u>1,402,314</u>	<u>-</u>	<u>-</u>
Cash consideration	-	1,402,314	-	-
Amount due under contract of sale	<u>-</u>	<u>(150,000)</u>	<u>-</u>	<u>-</u>
Cash outflow	<u>-</u>	<u>1,252,314</u>	<u>-</u>	<u>-</u>
Assets and liabilities held at acquisition date:				
Inventories	-	726,023	-	-
Property, plant and equipment	-	29,154	-	-
Prepayments	-	3,384	-	-
Borrowings	-	(13,104)	-	-
Provisions	<u>-</u>	<u>(12,445)</u>	<u>-</u>	<u>-</u>
	-	733,012	-	-
Purchased goodwill	<u>-</u>	<u>519,302</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>1,252,314</u>	<u>-</u>	<u>-</u>

**AMBERTECH LIMITED**  
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

**NOTE 28: FINANCIAL INSTRUMENTS**

**a. Interest Rate Risk**

The economic entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

	Weighted Average		Floating Interest Rate		Fixed Interest Rate Maturing			
	Effective Interest				Within 1 Year		1 to 5 Years	
	2003	2002	2003	2002	2003	2002	2003	2002
	%	%	\$	\$	\$	\$	\$	\$
<b>Financial Assets</b>								
Cash on hand			2,400	2,400	-	-	-	-
Cash at bank	1.5	1.5	888,565	936,309	-	-	-	-
Deposits at call	4.6	4.6	20,088	176,182	-	-	-	-
Total Financial Assets			911,053	1,114,891	-	-	-	-
<b>Financial Liabilities</b>								
Debtors subject to factoring	9.7	9.7	-	-	730,192	169,603	-	-
Other creditors	6.5	6.5	-	-	707,813	967,865	-	-
Lease Liabilities	6.28-11.94	6.28-11.94	-	-	17,072	106,811	-	17,072
Total Financial Liabilities			-	-	1,455,077	1,244,279	-	17,072

**b. Credit Risk**

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements.

The economic entity does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the economic entity.

**c. Net Fair Values**

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form other than listed investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the economic entity intends to hold these assets to maturity.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

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**NOTE 29: COMPANY DETAILS**

The principal place of business and registered office of the company is:

Unit B  
5 Skyline Place  
Frenchs Forest NSW 2086

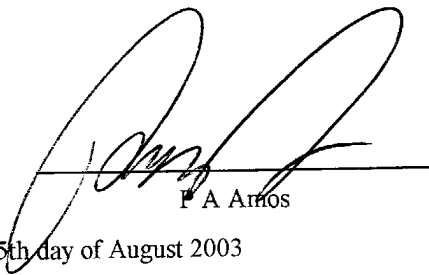
**AMBERTECH LIMITED**  
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**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 2 to 24 are in accordance with the Corporations Act 2001:
  - a. comply with Accounting Standards and the Corporations Regulations 2001; and
  - b. give a true and fair view of the financial position as at 30 June 2003 and of the performance for the year ended on that date of the company and economic entity.
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.


Director:



P A Arinos

Dated this 15<sup>th</sup> day of August 2003

Director:



P F Wallace

**INDEPENDENT AUDIT REPORT  
TO THE MEMBERS OF AMBERTECH LIMITED**

*Scope*

We have audited the financial report of Ambertech Limited for the financial year ended 30 June 2003 as set out on pages 2 to 24. The financial report includes the consolidated financial statements of the consolidated entity comprising the company and the entities it controlled at year's end or from time to time during the financial year. The company's directors are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of the company.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with our understanding of the company's and the consolidated entity's financial position, and performance as represented by the results of their operations and their cash flows.

The audit opinion expressed in this report has been formed on the above basis.

*Audit Opinion*

In our opinion, the financial report of Ambertech Limited is in accordance with:

- (a) the Corporations Act 2001, including:
  - i) giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2003 and of their performance for the year ended on that date; and
  - ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements in Australia.

  
PKF

**Chartered Accountants**

  
Paul Bull  
Partner

Dated in Sydney this 19<sup>th</sup> day of August 2003