



C@ LIMITED

ABN 99 110 439 686

Appendix 4D
Half Year Report
for the period ended
31 December 2009



APPENDIX 4D – HALF YEAR REPORT

Please find set out below the ASX half year report for C@Limited and its Consolidated Entity for the period ended 31 December 2009, in accordance with ASX Listing Rule 4.2A.3.

The report provides analysis against the previous reporting period ended 31 December 2008.

RESULTS FOR ANNOUNCEMENT TO THE MARKET

CONSOLIDATED ENTITY	\$'000 Change	% Change
Revenue from ordinary activities	6	513%
Loss from ordinary activities after tax attributable to members	687	379%
Net loss for the period attributable to members	687	379%

DIVIDENDS	Amount per security	Frank amount per security
Final Dividend	nil	nil
Final Dividend Entitlement Record Date	n/a	n/a
Interim Dividend	nil	Nil
Interim Dividend Entitlement Record Date	n/a	n/a

	2009	2008
Net tangible asset backing per ordinary security (cents)	0.5	0.6

AUDIT STATUS

This report is based on accounts which have been audited without dispute or qualification.



C @ LIMITED

ACN 110 439 686

**CONDENSED CONSOLIDATED
INTERIM FINANCIAL REPORT
31 DECEMBER 2009**



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This condensed consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2009 and any public announcements made by C @ Limited during the interim reporting period in accordance with continuous disclosure requirements of the Corporations Act 2001.



DIRECTORS' REPORT

The Directors present their report together with the condensed consolidated financial report for the half year ended 31 December 2009 and the auditor's review report thereon.

DIRECTORS

The names and details of the Directors of the Company in office during the half year are set out below. Directors have been in office for the entire period unless otherwise stated.

Andrew Harrison	-	Non-Executive Director
Andrew Konowalous	-	Non-Executive Director
Gordon Thompson	-	Non-Executive Director

RESULTS AND REVIEW OF ACTIVITIES

The loss after tax of the consolidated entity for the half year was \$246,382 (2008: \$932,950).

The view of the Directors is that the Company is operating as a going concern. Although revenues from its optical business are minimal during the first half of the period and the Company's operating activities remain modest, the Company has incurred costs that relate to the review of other investment opportunities, such as the proposed acquisition of Core Mining Limited, which did not proceed.

During the period the Company raised \$594,089 through a Share Purchase Plan to support future investment opportunities that the Company is currently pursuing.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration is set out on page 4 for the half year ended 31 December 2009.

Signed in accordance with a resolution of the Board of Directors.

Andrew Harrison

Director

Dated this day of 22 February 2010



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

To: the directors of C @ Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2009 there have been:

- (i) no contraventions of 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.

KPMG

KPMG

A handwritten signature in black ink, appearing to read 'David Sinclair'.

David Sinclair
Partner

Perth

22 February 2010



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2009

	Notes	31 December 2009 \$	31 December 2008 \$
Continuing Operations			
Revenue		2,046	6,715
Cost of sales		(1,027)	(11,942)
Gross (Loss) / Profit		1,019	(5,227)
Other income		-	121,312
Accounting and audit fees		(18,068)	(79,367)
Advertising and marketing		-	(678)
Legal fees		(25,988)	(7,697)
Employee and related expenses		(178,300)	(321,685)
Professional and consulting fees		-	(183,433)
Depreciation and amortisation		-	(3,084)
Rent		(2,456)	(101,328)
Repairs and maintenance		-	(1,247)
Travel and accommodation		-	(94,635)
Provision for doubtful debts		4,496	-
Write-down of inventory		1,027	(5)
Impairment of property, plant and equipment		-	-
Carbon sink project expenditure		-	(136,086)
Other expenses		(43,084)	(153,159)
Results from operating activities		(261,354)	(966,319)
Financing income		14,972	33,369
Financing costs		-	-
Net financing income		14,972	33,369
Loss before income tax		(246,382)	(932,950)
Income tax expense		-	-
Loss from continuing operations		(246,382)	(932,950)
Total comprehensive loss for the period		(246,382)	(932,950)
Basic loss per share (cents per share)		(0.11)	(0.64)

Diluted loss per share is not shown as the Company does not have any potential dilutive securities on issue.

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



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2009

	Notes	31 December 2009 \$	30 June 2009 \$
ASSETS			
Cash and cash equivalents		1,317,117	947,193
Trade and other receivables		15,369	12,257
TOTAL CURRENT ASSETS		1,332,486	959,450
TOTAL ASSETS		1,332,486	959,450
EQUITY			
Issued capital	6	6,321,326	5,767,002
Reserves		54,496	54,496
Accumulated losses		(5,117,570)	(4,871,188)
TOTAL EQUITY		1,258,252	950,310
LIABILITIES			
Trade and other payables		74,234	9,140
TOTAL CURRENT LIABILITIES		74,234	9,140
TOTAL LIABILITIES		74,234	9,140
TOTAL EQUITY AND LIABILITIES		1,332,486	959,450

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



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

	31 December 2009 \$	31 December 2008 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	7,449	51,681
Cash paid to suppliers and employees	(244,672)	(1,024,412)
Interest received	13,058	33,369
NET CASH USED IN OPERATING ACTIVITIES	(224,165)	(939,362)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	-	(4,291)
Proceeds from the sale of property, plant and equipment	-	4,000
Proceeds from security deposits	-	87,001
NET CASH FROM INVESTING ACTIVITIES	-	86,710
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	594,089	969,289
NET CASH FROM FINANCING ACTIVITIES	594,089	969,289
NET INCREASE IN CASH AND CASH EQUIVALENTS	369,924	116,637
Cash and cash equivalents at 1 July	947,193	676,093
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	1,317,117	792,730

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



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY **FOR THE HALF YEAR ENDED 31 DECEMBER 2009**

	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
BALANCE AT 1 JULY 2009	5,767,002	54,496	(4,871,188)	950,310
Total comprehensive loss for the period	-	-	(246,382)	(246,382)
Contributions by owners				
Issue of share capital	597,000	-	-	597,000
Transaction costs from issue of shares	(42,676)	-	-	(42,676)
Total contributions by owners	554,324	-	-	554,324
BALANCE AT 31 DECEMBER 2009	6,321,326	54,496	(5,117,570)	1,258,252

BALANCE AT 1 JULY 2008	4,556,956	-	(3,694,225)	862,731
Adjustment to retained earnings	-	-	9,615	9,615
Total comprehensive loss for the period	-	-	(932,950)	(932,950)
Contributions by owners				
Issue of share capital	1,139,430	-	-	1,139,430
Transaction costs from issue of shares	(170,141)	-	-	(170,141)
Total contributions by owners	969,289	-	-	969,289
BALANCE AT 31 DECEMBER 2008	5,526,245	-	(4,617,560)	908,685

The statement of changes in equity is to be read in conjunction with the accompanying notes.



CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. REPORTING ENTITY

C @ Limited (the "Company") is a company domiciled in Australia. The condensed consolidated interim financial report of the Company as at and for the six months ended 31 December 2009 comprise the Company and its subsidiaries (together referred to as the "consolidated entity"). The consolidated annual financial report of the consolidated entity as at and for the year ended 30 June 2009 is available upon request from the Company's registered office or at www.cnow.com.au.

2. STATEMENT OF COMPLIANCE

The condensed consolidated interim financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards AASB 134 Interim Financial Reports and the Corporations Act 2001. The consolidated interim financial report has been prepared on a historical basis.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the consolidated entity as at and for the year ended 30 June 2009. It is also recommended that the interim financial report be considered together with any public statements made by the Company and consolidated entity during the half year ended 31 December 2009 in accordance with the continuous disclosure obligations required under the Corporations Act 2001.

This consolidated interim financial report was approved by the Board of Directors on 22 February 2010.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the consolidated entity in this condensed consolidated interim financial report are the same as those applied by the consolidated entity in its consolidated financial report as at and for the year ended 30 June 2009, other than for the impact of the adoption of new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to the consolidated entity and effective for annual reporting period beginning on or after 1 July 2009. The adoption of new and revised Standards and Interpretations has not affected the amounts reported for the current or prior year, but the adoption of AASB 101 Presentation of Financial Statements has resulted in some presentation changes since 30 June 2009.



CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

4. ESTIMATES

The preparation of the condensed consolidated interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial report, the significant judgements made by management in applying the consolidated entity's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial report as at and for the year ended 30 June 2009.

5. SEGMENT REPORTING

C @ Limited predominantly operates in one business segment, being the provision of optometry related products, and in one geographic segment, Australia.

6. ISSUED CAPITAL

	31 December 2009	30 June 2009
Issued and Paid-Up Capital	\$	\$
262,443,600 (June 2009: 212,693,600) fully paid ordinary shares	6,321,326	5,767,002

Options:

At the 31 December 2009, the unissued ordinary shares of C @ Limited under option are as follows:

Date of Expiry	Exercise Price	Number Options	Number of Options Listed on ASX
30 April 2012	\$0.01	170,884,115	170,884,115
TOTAL		170,884,115	170,884,115

No options to subscribe for ordinary shares were granted or exercised during the half year.

No options lapsed during the half year.

No person entitled to exercise the option had or has any right by virtue of the option to participate in any share issue of any other body corporate.



CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

7. LOANS AND BORROWINGS

There were no new loans and borrowings issued during the six months ended 31 December 2009. As at 30 June 2009, there were no outstanding loans and borrowings.

8. SUBSEQUENT EVENTS

On 15 January 2010, the Company announced that after due commercial consideration, it terminated the Heads of Agreement to acquire 100% of the issued capital of Core Mining Limited or its subsidiaries. The boards of both companies were in agreement over this decision.

There were no other events subsequent to the 31 December 2009 that would have a material financial effect on the financial statements for the half year ended 31 December 2009.



DIRECTORS DECLARATION

In the opinion of the Directors of C @ Limited ("the Company"):

1. The financial statements and notes of the consolidated entity set out on pages 5 to 11 are in accordance with the Corporations Act 2001, including:
 - a) giving a true and fair view of the financial position as at 31 December 2009 and the performance for the half year ended on that date of the consolidated entity; and
 - b) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001: and
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.

Signed in accordance with a resolution of the Directors:

Andrew Harrison
Director

Dated at Perth, Western Australia, this 22 February 2010



Independent auditor's review report to the members of C @ Limited

Report on the financial report

We have reviewed the accompanying interim financial report of C @ Limited, which comprises the condensed consolidated interim statement of financial position as at 31 December 2009, condensed statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the interim period ended on that date, a statement of accounting policies and other explanatory notes 1 to 8 and the directors' declaration set out on pages 9 to 12 of the Consolidated Entity comprising the Company and the entities it controlled at the half-year's end or from time to time during the interim period.

Directors' responsibility for the interim financial report

The directors of the company are responsible for the preparation and fair presentation of interim financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the interim 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 on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of Interim and Other Financial Reports 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 interim financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's financial position as at 31 December 2009 and its performance for the interim period ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of C @ Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim 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*.



Independent auditor's review report to the members of C @ 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 interim financial report of C @ Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2009 and of its performance for the interim period ended on that date; and
- (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

KPMG

David Sinclair
Partner

Perth

22 February 2010