



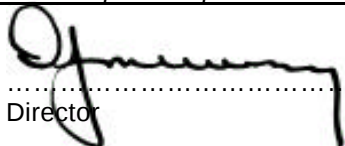
Imperial Pacific Limited

ABN 65 000 144 561

Appendix 4D Half Year Report for the period ending 31 December 2010

Results for Announcement to the market:

<i>Reporting Period / Previous corresponding period:</i>	6 months to 31 Dec 2010	6 months to 31 Dec 2009
2.1 <i>The amount of and percentage change up or down from the previous corresponding period of revenue from ordinary activities</i>	\$96,137 (Down 9.5%)	\$106,173
2.2 <i>The amount of and percentage change up or down from the previous corresponding period of profit (loss) from ordinary activities after tax attributable to members.</i>	\$(30,541) (Improved 27.7%)	\$(42,249)
2.3 <i>The amount of and percentage change up or down from the previous corresponding period of the net profit (loss) for the period attributable to members.</i>	\$(30,541) (Improved 27.7%)	\$(42,249)
2.4 <i>The amount per security and franked amount per security of final and interim ordinary dividends (or a statement that it is not proposed to pay dividends).</i>	Imperial Pacific does not pay interim dividends. (3.5 cents per share paid as a fully franked final dividend on 20 Oct 2010)	Imperial Pacific does not pay interim dividends. (No dividend was paid during this period)
2.5 <i>The record date for determining entitlements to the dividends (if any)</i>	NA	NA
2.6 <i>A brief explanation of any of the figures in 2.1 and 2.4 necessary to enable the figures to be understood.</i>	See attached formal accounts.	See attached formal accounts.
3.0 <i>Net Tangible Assets per security with the comparative figure for the previous corresponding period.</i>	\$1.47	\$1.78
4.0 <i>Details of entities over which control has been gained or loss over the period.</i>	No change in control.	No change in control.
5.0 <i>Details of individual and total dividends including dates of distribution.</i>	3.5 cents per share fully franked dividend already paid on 20 Oct 2010.	No dividend was paid in this period.
6.0 <i>Details of Dividend Distribution plan in operation.</i>	No plan in operation.	No plan in operation.
7.0 <i>Details of associates and joint venture entities including names and details of investments and contribution to profits in the two periods.</i>	London City Equities Limited – 29.06% owned (Dec 2010 – Profit \$12,329)	1. London City Equities Limited – 27.89% owned (Dec 2009 – Loss \$27,116) 2. MainstreamBPO – possibly 20% via Convertible Notes (Nil contribution)
8.0 <i>Foreign entities requirements</i>	NA	NA
9.0 <i>Whether the accounts are subject to audit dispute or qualification.</i>	No	No



 Director

23 February 2011



Imperial Pacific Limited

ABN 65 000 144 561

and Controlled Entities

Half Yearly Report

31 December 2010

Established in 1954



Website: www.belmontholdings.com.au



Imperial Pacific Limited

Chairman's Key Points – December Half

➤ The Half Year – Time Spent

We spent time on Belmont's investment in MainstreamBPO Pty Limited, where we concluded a sale of our Loan Notes in that company. We monitored a potential resource sector opportunity through our subsidiary, Imperial Pacific Resources Pty Limited and we have looked at a number of investment opportunities in the six months for both Imperial Pacific and London City Equities Limited. However, a lot of effort was directed towards London City's key investment in Penrice Soda Holdings Limited.

➤ The Financial Results

The half year resulted in a small loss of \$30,000 for the period, down from \$42,000 in 2009. We continued to watch costs closely and wary stock market conditions determined that there were no performance fees earned. A fully franked dividend of 3.5 cents per share was paid in November.

➤ The Net Assets Per Share - \$1.47 – Cash now around 55 cents per share

The group's net assets, presently \$1.47 per share, remain level with the figure at 30 June, despite the payment of the 3.5 cent dividend. The key factor holding back progress is the continuing abysmal performance of London City's 8% owned Penrice Soda Holdings Limited.

Cash on deposit with Imperial Pacific's bankers is in the order of \$1.6 million.

➤ The Main Investments

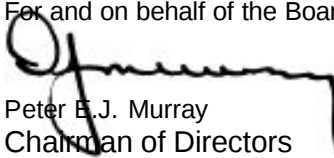
Imperial Pacific's 29% shareholding in London City has seen some positive investments in the period but its growth has been tarnished by the ongoing poor performance and collapsed share price of Penrice Soda. Shareholders should read the optimistic Penrice statements issued by Penrice and underwriters in 2009 if they want to try to comprehend some of our dismay at events there. Legal action is now in progress with that company

The recent shareholder meeting that approved the sale of its Loan Notes and unpaid interest to our Director Mr John C Plummer. Imperial Pacific continues to hold 2% of the issued equity of MainstreamBPO Pty Limited.

➤ The Outlook

Touch-wood, some opportunities seem to be on the horizon and we are watching closely a few opportunities for both Imperial Pacific and London City Equities. Perhaps now that three years have elapsed since the market peak in November 2007, some realism will return to company trading and shareholder expectations.

For and on behalf of the Board


Peter E.J. Murray
Chairman of Directors

23 February 2011



Statutory Directors' Report **For the Half Year ended 31 December 2010**

The Directors of Imperial Pacific Limited submit their report together with the consolidated financial report for the above period.

Directors

The names of Directors who held office at any time during the half year and up to the date of this report are Mr Peter E.J. Murray, Mr John C Plummer and Mr Rob Chenery.

Results

The Belmont group recorded a small loss of \$30,541 for the period, slightly better than the loss of \$42,249 in 2009. These results are not surprising in these market conditions but they do also reflect the frustrating time spent on problem investments in MainstreamBPO Pty Limited and within London City, Penrice Soda Holdings Limited. The lack of performance fees on its management of London City's portfolio is noticeable.

Review of Operations

As shareholders are aware from a recent shareholder meeting, Imperial Pacific recently disposed of its potential 18% interest in MainstreamBPO Pty Limited held through convertible Loan Notes to Mr John C Plummer at effectively Imperial Pacific's book cost. Imperial Pacific continues to own 2% of MainstreamBPO Pty Limited.

Imperial Pacific's subsidiary Imperial Pacific Asset Management continued its management of the portfolio of London City. The positive feature was the successful expansion of London City's portfolio during the period, but the negative feature was the ongoing poor performance London City's 8% owned Penrice Soda Holdings Limited where Section 247A legal action is now underway. London City, 29% owned by Imperial Pacific, continues to hold around 24% of its assets in secure bank deposits.

Imperial Pacific's funds on deposit presently amount to around \$1.6 million.

Auditor's Independence Declaration

The auditors, Cutcher & Neale, have provided us with the enclosed declaration of independence.

This Report is made in accordance with a resolution of the Directors. Dated at Sydney this 23rd day of February, 2011.

On behalf of the Board

P.E.J. Murray
Director

J.C. Plummer
Director

Imperial Pacific Limited

(ABN 65 000 144 56)

and Controlled Entities



Consolidated Income Statement for the Half Year to 31 December 2010

	Note	--- Consolidated Entity ---	
		31 Dec 2010 \$	31 Dec 2009 \$
Revenue	(2)		
Investment revenue		59,110	48,673
Management fees received		37,027	57,500
		<u>96,137</u>	<u>106,173</u>
Operating Expenses	(2)		
Management fees		(68,480)	(68,640)
Directors' fees		(25,000)	(25,000)
Other		(45,437)	(38,166)
		<u>(42,780)</u>	<u>(25,633)</u>
Share of net profit (loss) of associate accounted for using the equity accounting method	(2)	12,329	(27,116)
Profit (Loss) from Ordinary Activities before Income Tax	(2)	(30,451)	(52,749)
Income Tax Expense relating to ordinary activities		-	10,500
Net Profit attributable to outside equity interests		<u>(30,451)</u>	<u>(42,249)</u>
Total changes in equity other than those resulting from transactions with owners as owners		<u>(30,451)</u>	<u>(42,249)</u>
Basic and diluted Earnings Per Share (Cents per Share)		(1.0)	(1.5)

The accompanying notes form part of this financial report.

Imperial Pacific Limited

(ABN 65 000 144 56)

and Controlled Entities



Consolidated Financial Position as at 31 December 2010

		--- Consolidated Entity ---	
	Note	31 Dec 2010	30 June 2010
CURRENT ASSETS		\$	\$
Cash and cash equivalents		3,548	2,917
Trade and other receivables	(4)	238,374	193,384
Tax Assets		16,500	16,500
TOTAL CURRENT ASSETS		258,422	212,801
NON-CURRENT ASSETS			
Investment Portfolio		4,479,554	4,359,469
Property, Plant & Equipment		1,137	1,271
TOTAL NON-CURRENT ASSETS		4,480,691	4,360,740
TOTAL ASSETS		4,739,113	4,573,541
CURRENT LIABILITIES			
Trade and other payables		463,208	273,213
Tax liabilities		-	-
TOTAL CURRENT LIABILITIES		463,208	273,213
NON-CURRENT LIABILITIES			
Deferred Tax Liability		-	-
TOTAL LIABILITIES		463,208	273,213
NET ASSETS		4,275,905	4,300,328
SHAREHOLDERS' EQUITY			
Issued Capital	(3)	1,560,970	1,560,970
Realised Capital Gains Reserve		4,757,568	4,757,568
Unrealised Revaluation Reserve		(1,046,928)	(1,154,684)
Accumulated Losses		(995,705)	(863,526)
TOTAL EQUITY		4,275,905	4,300,328

The accompanying notes form part of this financial report.

Imperial Pacific Limited

(ABN 65 000 144 56)

and Controlled Entities



Consolidated Statement in Changes in Equity for the Half Year to 31 December 2010

2010	Issued Capital	Realised Capital Gains Reserve	Unrealised Profits Reserve	Retained Earnings	Total Equity
	\$	\$	\$	\$	\$
At 1 July 2010	1,560,970	4,757,568	(1,154,684)	(863,526)	4,300,328
Available-for-sale financial assets:					
- Net unrealised gain taken to equity:			153,718		153,718
- Tax on unrealised gains			(45,962)		(45,962)
Net Income for period				(30,451)	(30,451)
Dividends Paid				(101,728)	(101,728)
At 31 December 2010	1,560,970	4,757,568	(1,046,928)	(995,705)	4,275,905

2009	Issued Capital	Realised Capital Gains Reserve	Unrealised Profits Reserve	Retained Earnings	Total Equity
	\$	\$	\$	\$	\$
At 1 July 2009	1,560,970	4,757,568	(393,940)	(791,840)	5,132,758
Available-for-sale financial assets:					
- Net unrealised gain taken to equity:			134,083		134,083
- Tax on unrealised gains			(40,015)		(40,015)
Net Income for period				(42,249)	(42,249)
Dividends Paid				-	-
At 31 December 2009	1,560,970	4,757,568	(299,872)	(834,089)	5,184,577

The accompanying notes form part of this financial report.

Imperial Pacific Limited

(ABN 65 000 144 56)

and Controlled Entities



Consolidated Cash Flow Statement for the Half Year ended 31 December 2010

	--- Consolidated Entity ---	
	31 Dec 2010	31 Dec 2009
	\$	\$
Cash flows from operating activities		
Receipts from customers	78,651	76,004
Payments to suppliers and management	(73,658)	(118,088)
Dividends received	61,683	61,316
Interest received	4	13
Income Tax Paid	-	-
Net Cash provided by (used in) operating activities	66,680	19,245
Cash flows from investing activities		
Proceeds from Investments	-	-
Payments for Investments	(61,683)	(31,293)
Net Cash provided by (used in) investing activities	(61,683)	(31,293)
Cash flows from financing activities		
Deposit received re sale of investment	97,362	-
Dividend Paid to Shareholders	(101,728)	-
Net Cash provided by (used in) financing activities	(4,366)	-
Net increase (decrease) in cash held	631	(12,048)
Cash at beginning of half year	2,917	14,339
Cash at end of the period	3,548	2,291
Comprising:		
Cash and cash equivalents	3,548	2,291
	3,548	2,291

The accompanying notes form part of this financial report.

Imperial Pacific Limited

(ABN 65 000 144 56)

and Controlled Entities



Notes to the Accounts as at 31 December 2010

Note 1 Statement of Significant Accounting Policies

(a) Basis of Preparation

This general purpose half-year condensed financial report has been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001 and other applicable Accounting Standards and other mandatory professional reporting requirements.

This interim financial report does not include all the notes of the type normally included in an annual financial report. This report should be read in conjunction with the 2010 Annual Report and public announcements made by the company during the half year, in accordance with the continuous disclosure requirements of the Corporations Act 2001.

This half-year financial report has been prepared in accordance with AIFRS (Australian Equivalents to International Financial Reporting Standards).

The financial statements are prepared using the valuation methods described below for holdings of securities. All other items have been treated in accordance with the historical cost convention.

The accounting policies adopted have been consistently applied by the company and are consistent with those applied in the 30 June 2010 annual report. New standards or interpretations mandatory for the annual reporting period beginning 1 July 2010 will not have any effect on the financial position or performance of the company.

(b) Other Disclosure

The financial report of Imperial Pacific Limited for the six months ended 31 December 2010 was authorised for issue in accordance with a resolution of the Directors on 22 February 2011.

Imperial Pacific Limited is a company limited by shares incorporated in Australia. Its shares are publicly traded on the Australian Securities Exchange.

Imperial Pacific Limited

(ABN 65 000 144 56)

and Controlled Entities



Notes to the financial statements - 31 December 2010 (Cont'd)

Note 2 Profit (Loss) from ordinary activities

The following revenue and expense items are relevant in explaining the financial performance for the interim period:

(a) crediting as revenue:

	31 Dec 2010 \$	31 Dec 2009 \$
Interest	59,110	48,673
Dividends Received	-	-
Management Fees - associated company	37,027	57,500
Other Income	-	-
	<u>96,137</u>	<u>106,173</u>

(b) charging as expense:

Payable to Auditors - Audit	5,400	3,800
Payable to Auditors - Other Services	2,250	2,500
Depreciation	134	184
Directors Fees - parent company	25,000	25,000
Interest Paid	521	-
Management Fees - Director Related	68,480	68,640
Superannuation - Director Related	1,125	1,125
Other Operating Expenses	36,007	30,557
	<u>138,917</u>	<u>131,806</u>

Share of net profit (Loss) of associate accounted for using the equity accounting method

12,329 (27,116)

Profit (Loss) from Ordinary Activities before Income Tax

(30,451) (52,749)

Note 3 Shares on Issue

Ordinary Shares - 1 July 2010	2,906,504	2,906,504
Plus Increases during Period	-	-
Ordinary Shares - 31 December 2010	<u>2,906,504</u>	<u>2,906,504</u>
Average Shares on Issue during period	2,906,504	2,906,504

Note 4 Trade and other receivables

Other Debtors, Bank Bills and Prepayments	238,374	131,902
	<u>238,374</u>	<u>131,902</u>

Note 5 Dividends

The following dividends were recognised in the current accounting period.

A fully franked ordinary dividend of 3.5 cents per share was paid to shareholders on 20 October 2010 (previous year no dividend paid).

101,728 -

There are no interim dividends proposed for payment.

Imperial Pacific Limited

(ABN 65 000 144 56)

and Controlled Entities



Notes to the financial statements - 31 December 2010 (Cont'd)

31 Dec 2010	31 Dec 2009
\$	\$

Note 6 Segment Information

During the period the economic entity acted mainly in the investment and property sectors within Australia.

December 2010

	Investment	Financial Services	Consolidated
Revenue			
Investment /other revenue	59,110	37,027	96,137
Segment Result			
Profit after Tax	29,764	(60,215)	(30,451)
Segment Assets	4,481,328	257,785	4,739,113
Segment Liabilities	(138,962)	(324,246)	(463,208)
Net cash inflow from operating activities	61,687	4,993	66,680

Carrying amount on investment in associates accounted for using the equity accounting method

2,554,554	-	2,554,554
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December 2009

	Investment	Financial Services	Consolidated
Revenue			
Investment /other revenue	48,673	57,500	106,173
Segment Result			
Profit after Tax	(14,835)	(27,414)	(42,249)
Segment Assets	5,219,818	145,001	5,364,819
Segment Liabilities	(54,073)	(126,169)	(180,242)
Net cash inflow from operating activities	61,329	(42,084)	19,245

Carrying amount on investment in associates accounted for using the equity accounting method

3,293,672	-	3,293,672
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Note 7 Contingent Assets and Contingent Liabilities

The company has no contingent assets or contingent liabilities.

Note 8 Events occurring after balance sheet date.

On 28 January 2011 shareholders of Imperial Pacific Limited met and approved the sale of the company's Loan Note and accrued interest held in MainstreamBPO Pty Limited to Mr JC Plummer, a Director of Imperial Pacific. The total amount of \$1,972,000 reflected the book value of the investment in Imperial Pacific's accounts. The net funds received were placed on deposit with the company's bankers.

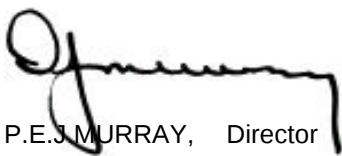


Directors' Declaration

In the Directors' opinion:

1. the financial statements and notes set out on pages 3 to 9 are in accordance with the Corporations Act 2001, including
 - (i) complying with Accounting Standards , the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) give a true and fair view of the Company's financial position as at 31 December 2010 and its performance, as represented by the results of its operations and its cash flows, for the half year ended on that date.
2. there are reasonable grounds to believe that Imperial Pacific Limited 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.



P.E.J. MURRAY, Director



J. C. PLUMMER, Director

Sydney

Dated this 23RD day of February 2011



**Auditor's Independence Declaration to the Directors of
Imperial Pacific Limited**

In relation to our review of the financial report of Imperial Pacific Limited for the half year ended 31 December 2010, to the best of my knowledge and belief there have been:

- (a) no contravention of the auditor independence requirements of the Corporation Act 2001;
- (b) no contravention of any applicable code of professional conduct.

Dated this 23rd day of February 2011
First Floor
25 Bolton Street
NEWCASTLE

CUTCHER & NEALE
CHARTERED ACCOUNTANTS

I. K. Neale FCA
Partner



Independent Review Report to the Members of Imperial Pacific Limited

Scope

The financial report and director's responsibility

We have reviewed the financial report of Imperial Pacific Limited for the half year ended 31 December 2010 as set out on pages 3 to 10. The financial report comprises the statement of financial position, income statement, cash flow statement, statement of changes in equity, accompanying note to the financial statements, and the directors' declaration for Imperial Pacific Limited and its consolidated entities ("the consolidated entity") for the half year ended 31 December 2010.

The company's directors are responsible for preparing a financial report that gives a true and fair view of the financial position and performance of the company, and that complies with Accounting Standards AASB 134 "Interim Financial Reporting", in accordance with the corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Review Approach

We conducted an independent review of the financial report in order to make a statement about it to the members of the company and in order for the company to lodge the financial report with the Australian Stock Exchange and the Australian Securities and Investments Commission.

Our Review was conducted 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, anything has come to our attention that would indicate that the financial report is not presented fairly in accordance with the Corporations Act 2001, Accounting Standard AASB 134: "Interim Financial Reporting" and other mandatory financial reporting requirements in Australia, so as to present a view which is consistent with our understanding of the company's financial position, and of its performance as measured by the results of its operations and its cash flows. In addition, ASRE 2410 requires compliance with the ethical requirements relevant to the audit of the annual financial report.

A review is limited primarily to inquiries of company personnel and analytical procedures applied to the financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance is less than that given in an audit. We have not performed an audit and, accordingly, do not express an audit opinion.

Independence

We are independent of the company, and have met the independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Statement

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 Imperial Pacific Limited is not in accordance with:

(a) the Corporations Law, including:

- (i) giving a true and fair view of the company's financial position as at 31 December 2010 and of its performance for the half year ended on that date; and
- (ii) complying with accounting standard AASB 134: "Interim Financial Reporting" and the Corporations Regulations 2001; and

(a) other mandatory financial reporting requirements in Australia.

Dated this 23rd day of February 2011
First Floor
25 Bolton Street
NEWCASTLE

CUTCHER & NEALE
CHARTERED ACCOUNTANTS

I. K. Neale FCA
Partner