TRANSOL CORPORATION LIMITED

ABN 73 089 224 402

Appendix 4E

Preliminary final report
Period ending 30 June 2008

"Results for announcement to the market".

The following information is given to the ASX under listing rule 4.3A.

1.	Details of the reporting period and the previous corresponding period.	Period ending 30 June 2008 (corresponding period 30 June 2007)
	Key information in relation to the following.	
2.1	The amount and percentage change up or down from the previous corresponding period of **revenue** from ordinary activities	Decrease revenue $1,054,085 (Decrease 85.56%) from $1,232,048 to $177,963
2.2	The amount and percentage change up or down from the previous corresponding period of **profit (loss)** from ordinary activities after tax attributable to members	Decrease profit $2,594,670 (Decrease 478.12%) From $542,678 profit to loss of $2,051,992
2.3	The amount and percentage change up or down from the previous corresponding period of **net profit (loss)** for the period attributable to members	Decrease profit $2,594,670 (Decrease 478.12%) From $542,678 profit to loss of $2,051,992
2.4	The amount per security and franked amount per security of final and interim dividends or a statement that it is not proposed to pay dividends	It is not proposed to pay dividends.
2.5	The record date for determining entitlements to the dividends (if any)	N/A
2.6	A brief explanation of any of the figures in 2.1 to 2.4 necessary to enable the figures to be understood	The consolidated loss of the economic entity after providing for income tax amounted to $2,051,992 (2007: profit of $542,678). During the 2007-2008 financial year and up to the date of this report: The company has progressed with upgrades and feature enhancement of CLTNet its Computerised Driver Licence Theory Testing system as required under the renewed contract with NSC PTE LTD who's customer is the Singapore Police Department. The company has taken the opportunity to extend the upgrades and release a new version of the system with significant system enhancements and functionality, which will assist CLTNet to remain competitive and expand its use as an e-Learning platform to be used as a broad based compliance testing system. Further to recent evaluations of the CLTNet Driver Licence Testing System by a national land transport authority, the company has completed a scoping exercise for a trial with this authority and is finalising negotiations for the development and implementation of a 12 month trial. It is expected that the trial will include the delivery of driver licence testing and driver education via the internet as part of a trend for

		Governments to provide improved services more cost effectively over the internet. If the trial proves successful and is adopted by the land transport authority, a full roll out of the service would be expected during 2009 and when completed to deliver over 500,000 tests per annum. Liberty Mining International Pty Ltd has continued with its active exploration program within Cambodia on the Company's project areas. Several of these have been advanced to the drilling stage.
3.	A statement of financial performance together with notes to the statement, prepared in compliance with AASB 101 or the equivalent foreign accounting standard	See Income Statement and accompanying Notes
4.	A statement of financial position together with notes to the statement. The statement of financial position may be condensed but must report as line items each significant class of asset, liability, and equity element with appropriate sub-totals	See Balance Sheet and accompanying Notes
5.	A statement of cash flows together with notes to the statement. The statement of cash flows may be condensed but must report as line items each significant form of cash flow and comply with the disclosure requirements of AASB 108 Statement of Cash Flows, or for foreign entities, the equivalent foreign accounting standard	See Cash Flow Statement
6.	Details of individual and total dividends or distributions and dividend or distribution payments. The details must include the date on which each dividend or distribution is payable and (if known) the amount per security of foreign sourced dividend or distribution	N/A
7.	Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan	N/A
8.	A statement of retained earnings showing movements	See Statement of Changes in Equity
9.	Net tangible assets per security with the comparative figure for the previous corresponding period	1.14 cents (2007: 1.14 cents)
10.	Details of entities over which control has been gained or lost during the period, including the following	
10.1	Name of the entity	Acquired 100% of the issued capital of Liberty Mining International Pty Ltd and its 100% owned subsidiary Liberty Mining (Cambodia) Limited Incorporated Maxum Metals Pty Ltd 11 June 2008 Deregistration of 100% subsidiaries Transol Pty. Ltd. and Transol Holdings Pty. Ltd

10.2	The date of the gain or loss of control	Liberty Mining Group 23 July 2007 Transol Pty. Ltd. and Transol Holdings Pty. Ltd. 12 August 2007 and 24 September 2007 respectively
10.3	Where material to an understanding of the report – the contribution of such entities to the reporting entity's profit from ordinary activities during the period and the profit or loss of such entities during the whole of the previous corresponding period	Current Period: Not Material Previous Period: Not Applicable
11.	Details of associates and joint venture entities including the following	No associates or Joint Venture entities
11.1	Name of the associate or joint venture entity	N/A
11.2	Details of the reporting entity's percentage holding in each of these entities	N/A
11.3	Where material to an understanding of the report - aggregate share of profits (losses) of these entities, details of contributions to net profit for each of these entities, and with comparative figures for each of these disclosures for the previous corresponding period	N/A
12.	Any other significant information needed by an investor to make an informed assessment of the entity's financial performance and financial position	Refer to Accounting Policy Note of Financial Statements regarding going concern.
13.	For foreign entities, which set of accounting standards is used in compiling the report (e.g. International Accounting Standards)	Australian Equivalents – International Financial Reporting Standards
14.	A commentary on the results for the period. The commentary must be sufficient for the user to be able to compare the information presented with equivalent information for previous periods. The commentary must include any significant information needed by an investor to make an informed assessment of the entity's activities and results, which would include but not be limited to discussion of the following	Transol Corporation Limited continued its focus on commercialisation of the Computerised License Testing System (CLT) and securing quality licence agreements, in association with acquiring and developing its resource exploration tenements in Cambodia and Australia with a view to obtain maximum value from shareholder funds.
14.1	The earnings per security and the nature of any dilution aspects	Earnings Per Share: loss of 0.56 cents (2007: loss of 0.25 cents) Dilutive earnings per unit: loss of 0.36 cents (2007: loss of 0.17 cents)
14.2	Returns to shareholders including distributions and buy backs	None
14.3	Significant features of operating performance	Refer to item 14 above
14.4	The results of segments that are significant to an understanding of the business as a whole	The company operates in two industries, being the computerised license testing systems and investment in resource companies, and two geographic locations being Australia and Cambodia. Refer to Segment Note of the financial statements.
14.5	A discussion of trends in performance	Refer to item 14 above.
14.6	Any other factors which have affected the results in the period or which are likely to affect results in the future, including those where the effect could not be quantified	None
15.	A statement as to whether the report is based on accounts which have been audited or subject to review, are in the process of being audited or reviewed, or have not yet been audited or reviewed	The report is based upon accounts which are in the process of being audited for the financial year ended 30 June 2008.
16.	If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or	N/A

	qualification	
17.	If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification	N/A

TRANSOL CORPORATION LIMITED

ABN 73 089 224 402

INCOME STATEMENT

For the year ended 30 June 2008

		CONSOLIDATED		PARENT	
	Note	**2008**	2007	**2008**	2007
		$	$	**$**	$
Revenues from continuing operations					
Revenue	**2**	**177,963**	1,232,048	**177,801**	99,170
Other income	**2**	**292,857**	-	**292,547**	-
Employee Benefits Expense		**(1,036,119)**	(92,675)	**(1,015,036)**	(92,675)
Depreciation & Amortisation Expense		**(1,803)**	(123)	**(1,000)**	(123)
Finance Costs		**(91)**	(9,534)	**(91)**	(9,534)
Administration & Corporate Expense		**(58,768)**	(147,481)	**(54,025)**	(147,481)
Advertising and Marketing Expense		**-**	(670)	**-**	(670)
Legal & Professional Fees		**(587,888)**	(324,733)	**(573,281)**	(324,733)
Other Expenses		**(774,159)**	(114,154)	**(62,285)**	(114,154)
Profit/(Loss) before Income Tax Expense		**(1,988,008)**	542,678	**(1,235,370)**	(590,200)
Income Tax Expense		**(63,984)**	-	**-**	-
Profit/(Loss) From Continuing Operations		**(2,051,992)**	542,678	**(1,235,370)**	(590,200)
Profit/(Loss) from Discontinued Operations		**-**	-	**-**	-
Profit/(Loss) for the year		**(2,051,992)**	542,678	**(1,235,370)**	(590,200)
Profit Attributable to minority equity interest		**-**	-	**-**	-
Profit Attributable to members of the parent entity		**(2,051,992)**	542,678	**(1,235,370)**	(590,200)
Overall Operations Basic Earnings Per Share (cents per share)		**(0.56)**	0.25		
Diluted Earnings Per Share (cents per share)		**(0.36)**	0.17		
Continuing Operations Basic Earnings Per Share (cents per share)		**(0.56)**	0.25		
Diluted Earnings Per Share (cents per share)		**(0.36)**	0.17		
Discontinued Operations Basic Earnings/(loss) Per Share (cents per share)		**-**	**-**		

The accompanying notes form part of these financial statements

TRANSOL CORPORATION LIMITED

ABN 73 089 224 402

BALANCE SHEET

As at 30 June 2008

		CONSOLIDATED		PARENT	
	Note	**As at 30 June 2008**	As at 30 June 2007	**As at 30 June 2008**	As at 30 June 2007
		$	$	**$**	$
ASSETS					
CURRENT ASSETS					
Cash & Cash Equivalents		**2,436,637**	3,201,323	**2,159,148**	3,201,323
Trade & Other Receivables		**98,853**	12,545	**88,492**	12,545
Inventories		**31,200**	31,200	**31,200**	31,200
Other Current Assets		**47,674**	764	**-**	764
TOTAL CURRENT ASSETS		**2,614,364**	3,245,832	**2,278,840**	3,245,832
NON-CURRENT ASSETS					
Trade & Other Receivables		**50,000**	72,306	**4,361,939**	72,306
Property, Plant and Equipment		**100,931**	2,668	**2,791**	2,668
Depreciation Plant and Equipment		**(24,334)**		**(1,124)**	
Exploration Assets	**6**	**2,285,925**	-	**-**	-
Intangible Assets		**1,105,862**	35,000	**55,000**	35,000
TOTAL NON-CURRENT ASSETS		**3,518,384**	109,974	**4,418,606**	109,974
TOTAL ASSETS		**6,132,748**	3,355,806	**6,697,447**	3,355,806
CURRENT LIABILITIES					
Trade & Other Payables		**206,129**	86,128	**149,941**	86,128
Provisions		**63,984**			
TOTAL CURRENT LIABILITIES		**270,113**	86,128	**149,941**	86,128
NON-CURRENT LIABILITIES					
Financial Liabilities		**-**	110,000	**-**	110,000
TOTAL NON-CURRENT LIABILITIES		**-**	110,000	**-**	110,000
TOTAL LIABILITIES		**270,113**	196,128	**149,941**	196,128
NET ASSETS		**5,862,635**	3,159,678	**6,547,506**	3,159,678
EQUITY					
Issued Capital	**7**	**21,231,295**	17,632,375	**21,231,295**	17,632,375
Reserves		**1,459,497**	303,468	**1,327,745**	303,468
Retained Earnings		**(16,828,157)**	(14,776,165)	**(16,011,534)**	(14,776,165)
TOTAL EQUITY		**5,862,635**	3,159,678	**6,547,506**	3,159,678

The accompanying notes form part of these financial statements

TRANSOL CORPORATION LIMITED

ABN 73 089 224 402

STATEMENT OF CHANGES IN EQUITY

For the financial year ended 30 June 2008

	Share Capital Ordinary $	**Retained Earnings $**	**Option Reserve $**	**Foreign Currency Reserve $**	**Total $**
CONSOLIDATED					
At 1 July 2006	**13,754,930**	**(15,318,843)**	**284,336**	**-**	**(1,279,577)**
Issue of shares during the year	4,041,867	-	-	-	4,041,867
Transaction Costs	(195,622)	-	-	-	(195,622)
Issue of Shares for Debt	31,200	-	-	-	31,200
Profit attributable to members of parent	-	542,678	-	-	542,678
Option Reserve on Recognition of Bonus	-	-	19,132	-	19,132
Sub-total	17,632,375	(14,776,165)	303,468	-	3,159,678
Dividends paid or provided	-	-	-		-
At 30 June 2007	**17,632,375**	**(14,776,165)**	**303,468**	**-**	**3,159,678**
At 1 July 2007	**17,632,375**	**(14,776,165)**	**303,468**	**-**	**3,159,678**
Issue of shares during the year	3,934,423	-	-	-	3,934,423
Transaction Costs	(335,503)	-	-	-	(335,503)
Options for Employee Benefits	-	-	-	-	-
Foreign currency movement	-	-	-	131,753	131,753
Profit attributable to members of parent	-	(2,051,992)	-	-	(2,051,993)
Options Premium Reserve	-	-	1,024,277	-	1,024,277
Sub-total	21,231,295	(16,828,157)	1,327,745	131,753	5,862,635
Dividends paid or provided	-	-	-	-	-
At 30 June 2008	**21,231,295**	**(16,828,157)**	**1,327,745**	**131,753**	**5,862,635**

The accompanying notes form part of these financial statements

TRANSOL CORPORATION LIMITED

ABN 73 089 224 402

STATEMENT OF CHANGES IN EQUITY

For the financial year ended 30 June 2008

	Share Capital Ordinary $	Retained Earnings $	Option Reserve $	Total $
PARENT				
At 1 July 2006	**13,754,930**	**(14,185,965)**	**284,336**	**(146,699)**
Issue of shares during the year	4,041,867	-	-	4,041,867
Transaction Costs	(195,622)	-	-	(195,622)
Issue of Shares for Debt	31,200	-	-	31,200
Profit attributable to members of parent entity	-	(590,200)	-	(590,200)
Option Reserve on Recognition of Bonus Element of options	-	-	19,132	19,132
Sub-total	17,632,375	(14,776,165)	303,468	3,159,678
Dividends paid or provided	-	-	-	-
At 30 June 2007	**17,632,375**	**(14,776,165)**	**303,468**	**3,159,678**
At 1 July 2007	**17,632,375**	**(14,776,165)**	**303,468**	**3,159,678**
Issue of shares during the year	3,934,423	-	-	3,934,423
Transaction Costs	(335,503)	-	-	(335,503)
Options for Employee Benefits	-	-	-	-
Profit attributable to members of parent entity	-	(1,235,369)	-	(1,235,369)
Options Premium Reserve	-	-	1,024,277	1,024,277
Sub-total	21,231,295	(16,011,534)	1,327,745	6,547,506
Dividends paid or provided	-	-	-	-
At 30 June 2008	**21,231,295**	**(16,011,534)**	**1,327,745**	**6,547,506**

The accompanying notes form part of these financial statements

TRANSOL CORPORATION LIMITED

ABN 73 089 224 402

CASH FLOW STATEMENT

For the financial year ended 30 June 2008

		CONSOLIDATED		PARENT	
	Note	**2008**	2007	**2008**	2007
		$	$	**$**	$
CASH FLOW FROM OPERATING ACTIVITIES					
Other Cash Receipts	**2**	**292,857**	-	**292,547**	-
Interest Received	**2**	**177,963**	99,170	**177,801**	99,170
Payments to Suppliers and Employees		**(1,143,554)**	(793,327)	**(925,361)**	(793,327)
Net Cash provided by (used in) Operating Activities		**(672,734)**	(694,157)	**(455,013)**	(694,157)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of Exploration Assets	**6**	**(2,285,925)**	-	**-**	-
Purchase of Plant & Equipment		**(103,722)**	(2,791)	**-**	(2,791)
Investment in Subsidiary		**(194,587)**	-	**(194,587)**	-
Purchase of Intangible Assets		**(20,000)**	-	**(20,000)**	-
Net Cash provided by (used in) Investing Activities		**(2,604,234)**	(2,791)	**(214,587)**	(2,791)
CASH FLOW FROM FINANCING ACTIVITIES					
Proceeds from Issue of Shares		**2,828,800**	3,760,578	**2,828,800**	3,760,578
Loan to Associate		**(50,000)**	-	**(50,000)**	-
Loan to Subsidiary		**-**	(72,306)	**(2,901,496)**	(72,306)
Capital Raising Costs		**(139,880)**	-	**(139,880)**	
Net Cash provided by (used in) Financing Activities		**2,638,920**	3,788,272	**(262,576)**	3,788,272
Net Increase/(Decrease) in Cash Held		**(638,048)**	3,091,324	**(932,176)**	3,091,324
Net Cash acquired in Liberty Mining International Pty Ltd Transaction		**55,582**	-	**-**	-
Cash at Beginning of Financial Year		**3,091,324**	-	**3,091,324**	-
Effect of exchange rates on cash holdings in foreign currencies		**(72,221)**	-	**-**	-
Cash at End of Financial Year		**2,436,637**	3,091,324	**2,159,148**	3,091,324

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 30 June 2008

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

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

The financial report covers the consolidated group of Transol Corporation Limited and controlled entities of the consolidated group where applicable, and Transol Corporation Limited as an individual parent entity. Transol Corporation Limited is a listed public company, incorporated and domiciled in Australia.

The financial report of Transol Corporation Limited and controlled entities, and Transol Corporation Limited as an individual parent entity comply with all International Financial Reporting Standards (IFRS) in their entirety.

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

Basis of Preparation
The accounting policies set out below have been consistently applied to all years presented.

Reporting Basis and Conventions
The financial report has been prepared on a n accrual basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

(a) Principles of Consolidation

A Controlled entity is any entity Transol Corporation Limited has the power to control the financial and operating policies so as to obtain benefits from its activities.

A list of controlled entities is contained in Note 4 to the financial statements. All controlled entities have a June financial year end.

All inter-company balances and transactions between entities in the consolidated group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Where controlled entities have entered or left the consolidated group during the year, their operating results have been included/excluded from the date control was obtained or until the date control ceased.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 30 June 2008

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies

(a) Principles of Consolidation

It is noted that both Transol Holdings Pty Ltd and Transol Pty Ltd were sold on 8 September 2006 to an non-related party. There were no controlled entities in the group after this date through to 30 June 2007.

(b) Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance date.

(c) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of manufacturing products includes direct materials, direct labour and an appropriate portion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs. The cost of mining stocks includes direct materials, direct labour, transportation costs and variable and fixed overhead costs relating to mining activates.

(d) Plant and Equipment

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 these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets, is depreciated on a straight-line basis over their useful lives to the consolidated group commencing from the time the asset is held ready for use.

The depreciated rates used for each class of depreciable assets are:

Class of Fixed Assets	**Depreciation Rate**
Computer Equipment and Software	33%
R&D Test Equipment	33%
Plant & Equipment	33%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICES

Accounting Policies

(d) Plant & Equipment

Depreciation

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(e) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Financial Assets at Fair Value Through Profit and Loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: Recognition and Measurement of Financial Instruments. Derivatives are also categorised as held for trading unless they are designated hedges. Realised and unrealised gains and losses arising from the changes in the fair value of these assets are included in the income statement in the period in which they arise.

Loans & Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Held-to-maturity Investments

These investments have fixed maturities, and it is entity’s intention to hold these investments to maturity. Any held-to-maturity investments held by the entity are stated at amortised cost using the effective interest rate method.

Available-for-sale Financial Assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal repayments and amortisation.

Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arms length transactions, reference to similar instruments and option pricing models.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 30 June 2008

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies
(e) Financial Instruments
Impairment
At each reporting date, the entity assess whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the income statement.

(f) Impairment of Assets
At each reporting date, the entity reviews the carrying value of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expenses to the income statement.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(g) Foreign Currency Transactions and Balances
Functional and Presentation Currency
The functional currency of the entity is measured using the currency of the primary economic environment in which that entity operates. The financial statements are presented in Australia dollars which is the entity's functional and presentation currency.

Transaction and Balances
Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the yearend exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair values are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the transaction of monetary items are recognised in the income statement, except where determined in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in equity to the extent that the gain or loss is directly recognised in equity, otherwise the exchange difference is recognised in the income statement.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 30 June 2008

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies
(g) Foreign Currency Transactions & Balances
Group Companies
The financial results and position of foreign operations whose functional currency is different from the entity's presentation currency are translated as follows:
- Assets and liabilities are translated at year-end exchange rates prevailing at that reporting date
- Income and expenses are translated at average exchange rates for the period; and
- Retained earnings are translated at the exchange rates prevailing at the date of transaction.

Exchange differences arising on the translation of foreign operations are transferred directly to the entity's foreign currency translation reserve in the balance sheet. These differences are recognised in the income statement in the period in which the operation is disposed.

(h) Employee Benefits
Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Defined Superannuation Schemes
In respect of defined benefit plans, the cost of providing the benefits is determined using the projected unit credit method. Actuarial valuations are conducted every three years, with interim valuations performed on an annual basis. Consideration is given to any event that could impact the funds up to balance sheet date where the interim valuation is performed at an earlier date.

The amount recognised in the balance sheet represents the present value of the defined benefit obligations adjusted for any unrecognised actuarial gains and losses and unrecognised part service costs less the fair value of the plan's assets. Any asset recognised is limited to unrecognised actuarial losses, plus present value of available refunds and reductions in future contributions to the plan.

Actuarial gains and losses are amortised over the expected average remaining working lives of the participating employees in the scheme. Gains and losses on the curtailment or settlement of a defined benefit plan are recognised in the income statement when the group is demonstrably committed to the curtailment or settlement.

Past services costs are recognised when incurred to the extent that benefits are vested, and are otherwise amortised on a straight-line basis over the vesting period.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2008

NOTE 1: STATMENT OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies

(h) Employee Benefits

Equity-Settled Compensation

The group operates a share-based compensation plan, being a share option scheme. The bonus element over the exercise price of the employee services rendered in exchange for the grant of options is recognised as an expense in the income statement. The total amount to be expenses over the vesting period is determined by reference to the fair value of the options granted.

(i) Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(j) Debt Defeasance

Where assets are given up to extinguish the principal repayments and all future interest payments of a debt any differences in the carrying value of assets foregone and the liability extinguished are brought to account in the profit. Costs incurred in establishing the defeasance are expensed in the period that the defeasance occurs.

Where only part of a debt is extinguished the interest payments and principal repayments are defeased proportionately and a liability recognised for the net present value of the remaining future interest and principal repayments. The discount factor applied is the implicit rate in the original debt.

In all cases where defeasance occurs, it is highly unlikely that the company will again be required to pay any part of the debt of meet any guarantees or indemnities associated with the debt.

(k) Cash & Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months of less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

(l) Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from investment properties is recognised on an accrual basis or straight line basis in accordance with lease's agreements. Dividend revenue is recognised when the right to receive a dividend has been established. Dividends received from associates and joint venture entities are accounted for in accordance with the equity method of accounting.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. All revenue is stated net of the amount of goods and services tax (GST).

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 30 June 2008

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies
(m) Borrowing Costs
Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their use or sale.

All other borrowing costs are recognised in income in the period in which they are incurred.

(n) 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.

Receivable and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(o) Comparative Figures
When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(p) Going Concern Assumption
The company experienced operating losses and positive operating cash flows during the period ended 30 June 2007. The continuing viability of the company and its ability to continue as a going concern and meet its debts and commitments as they fall due are subject to the company being successful:
- In estimating revenue from its investment in CLTNet project and sales strategies
- In establishing revenue from future investments; and/or
- In accessing additional capital

As at the date of this report, the Directors consider the economic entity as a going concern for the following reasons:
- The company has in excess of $2.2 million in capital to meet its debts and obligation;
- The company expects to complete the redevelopment of the CLTNet technology in the period to 31 December 2007 to allow the recommencement of that business.

Critical Accounting estimates and Judgements
The directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 30 June 2008

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Accounting Policies

(p) Going Concern Assumption

Key Estimates – Impairment

The group assesses impairment at each reporting date by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in0use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

(f) Exploration and Evaluation

Exploration and evaluation expenditures in relation to each separate area of interest are recognised as an exploration and evaluation asset in the year in which they are incurred where the following conditions are satisfied:

(i) the rights to tenure of the area of interest are current; and

(ii) at least one of the following conditions is also met:

a. the exploration and evaluation expenditures are expected to be recouped through successful development and exploration of the area of interest, or alternatively, by its sale; or

b. exploration and evaluation activities in the area of interest have not at the reporting date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

(Exploration and evaluation assets are initially measured at cost and include acquisition of rights to explore, studies, exploratory drilling, trenching and sampling and associated activities and an allocation of depreciation and amortisation of assets used in exploration and evaluation activities. General and administrative costs are only included in the measurement of exploration and evaluation costs where they are related directly to operational activities in a particular area of interest.

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that they carrying amount of an exploration and evaluation asset may exceed its recoverable amount. The recoverable amount of the exploration and evaluation asset (or the cash-generating unit(s) to which it has been allocated, being no larger than the relevant area of interest) is estimated to determine the extent of the impairment loss (if any). Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in previous years.

Where a decision is made to proceed with development in respect of a particular area of interest, the relevant exploration and evaluation asset is tested for impairment and the balance is then reclassified to development.

NOTE 2: REVENUE

	CONSOLIDATED		PARENT ENTITY	
	2008 **$**	2007 $	**2008** **$**	2007 $
Revenue				
- Interest Received	**177,963**	99,170	**177,801**	99,170
- Gain on Disposal of Controlled Entity	**-**	1,132,878	**-**	-
Total Revenue	**177,963**	1,232,048	**177,801**	99,170
Other Income				
- Tax Refundable	**291,992**	-	**291,682**	-
- Other Income	**865**	-	**865**	-
Total Other Income	**292,857**	-	**292,547**	-
Total Revenue and Other Income	**470,820**	1,232,048	**470,348**	99,170
(a) Interest Revenue from: - Other persons	**177,963**	99,170	**177,801**	99,170
Total Interest Revenue	**177,963**	99,170	**177,801**	99,170

NOTE 3: CONTROLLED ENTITIES

(a) **Controlled Entities Consolidated**

	Country of Incorporation	**Percentage Owned (%)***	
		2008	2007
Parent Entity:			
Transol Corporation Limited	Australia		
Subsidiaries of Transol Corporation Limited:			
Liberty Mining International Pty Ltd	Australia	100	-
Liberty Mining (Cambodia) Ltd	Cambodia	100	-
Maxum Metals Pty Ltd	Australia	100	-
Transol Pty Ltd	Australia	-	100
Transol Holdings Pty Ltd	Australia	-	100

*Percentage of voting power is in proportion to ownership

NOTE 3; CONSOLIDATED ENTITIES (Continued)

(b) Disposal of Controlled Entities
On 8 September 2006, the Board of Directors entered into a sale agreement to dispose of its two subsidiary entities, Transol Holdings Pty Ltd and Transol Pty Ltd. The disposal was completed for $1 and the shares transferred on that day, details of which are outlined below.

The major classes of assets and liabilities comprising the disposed of subsidiaries as at the date of sale, being 8 September 2006 are as follows:

Financial Information in relation to:

	2008 $	2007 $
(i) Balance Sheet		
CURRENT ASSETS		
Cash & Cash Equivalents	-	2,858
Trade & Other Receivables	-	20,220
Inventories	-	-
TOTAL CURRENT ASSETS	-	23,078
TOTAL ASSETS	-	23,078
CURRENT LIABITLIES		
Trade & other Payables	-	1,071,930
Accruals & Provisions	-	26,208
Payroll Liabilities	-	57,817
TOTAL CURRENT LIABILITIES	-	1,155,955
TOTAL LIABILITIES	-	1,155,955
NET ASSETS	-	(1,132,877)
Disposal Price	-	1
Net Gain on Disposal	-	1,132,878

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 30 June 2008

NOTE 4: SEGMENT REPORTING

	Mining Exploration		CLT Net		Eliminations		Consolidated Group Continuing Operations		Discontinuing Operations	
Primary Reporting – Business Segments	**2008 $**	2007 $	**2008 $**	2007 $	**2008 $**	2007 $	**2008 $**	2007 $	**2008 $**	2007 $
REVENUE										
Other Segments	473	-	470,347	99,170	-	-	470,820	99,170	-	1,132,878
Total Revenue from Ordinary Activities	473	-	470,347	99,170	-	-	470,820	99,170	-	1,132,878
RESULT										
Segment Result										
Profit /(Loss) before Income Tax	(709,096)	-	(1,235,370)	(590,200)	(43,543)	-	(1,988,009)	(590,200)	-	1,132,878
Income Tax Expense	63,984	-	-	-	-	-	63,984	-	-	-
Profit / (Loss) after Income Tax	(773,080)	-	(1,235,370)	(590,200)	(43,543)	-	(2,051,992)	(590,200)	-	1,132,878
ASSETS										
Segment Assets	2,696,378	-	6,697,447	3,355,807	(3,261,077)	-	6,132,748	3,355,807	-	
Unallocated Assets	-	-	-	-	-	-	-	-	-	-
Discontinued Operations Assets	-	-	-	-	-	-	-	-	-	-
Total Assets	2,696,378	-	6,697,447	3,355,807	(3,261,077)	-	6,132,748	3,355,807	-	-
LIABILTIES										
Segment Liabilities	4,612,180	-	149,941	196,128	(4,492,008)	-	270,113	196,128	-	-
Unallocated Liabilities	-	-	-	-	-	-	-	-	-	-
Discontinued Operations Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities	4,612,180	-	149,941	196,128	(4,492,008)	-	270,113	196,128	-	-

NOTE 4: SEGMENT REPORTING (Continued)

Secondary Reporting – Geographical Segments	Segment Revenues from External Entities		Carrying Amount of Segment Assets		Acquisitions of Non-Current Segment Assets	
	2008 $	2007 $	**2008 $**	2007 $	**2008 $**	2007 $
Geographical Location:						
Australia	470,820	1,232,048	10,693,163	3,355,806	-	37,668
Cambodia	-	-	2,569,599	-	-	-
Elimination/unallocated	-	-	(7,130,014)	-	-	-
	470,820	1,232,048	6,132,748	3,355,806	-	37,668

Accounting Policies
Segment revenues and expenses are those directly attributable to the segment and include any joint revenue and expenses where a reasonable basis of allocation exists. Segment assets include all assets include all assets used by a segment and consist principally of cash, receivables, inventories, intangibles and property, plant and equipment, net allowances and accumulated depreciation and amortisation. While most such asserts 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 payables, employee benefits, accrued expenses, provisions and borrowings. Segment assets and liabilities do not include deferred income taxes.

Business and Geographical Segments
Business Segments
The consolidated group has the following business segment:

- CLTNet is a computerised license testing system

Geographical Segments
The consolidated group's business segments are located in Australia.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 30 June 2008

NOTE 5: CASH FLOW INFORMATION

	Consolidated		Parent	
	2008 $	2007 $	**2008 $**	2007 $
(a) Reconciliation of Cash Flow from operations with profit after Income Tax				
Profit after Income Tax	(2,051,992)	542,678	(1,235,370)	(590,200)
Cash flows excluded from profit attributable to operating activities:				
Finance Costs on Debentures	-	-	-	-
Non-Cash Flows in Profit				
Amortisation	-	-	-	-
Depreciation	1,803	123	1,000	123
Write-off of Capitalised Expenditure	-	-	-	-
Non-Cash Share Capital and Reserves Movement	1,327,644	35,999	790,726	35,999
Net (Gain)/Loss on Disposal of business	-	-	-	-
Net Gain/Loss on Disposal of subsidiaries	-	(1,132,878)	-	-
Impairment of Goodwill	-	-	-	-
(Increase)/Decrease in Trade & Term Receivables	(86,308)	-	(75,947)	-
(Increase)/Decrease in Prepayments	(3,636)	(764)	764	(764)
(Increase)/Decrease in Inventories	-	(31,200)	-	(31,200)
(Increase)/Decrease in Other Assets	(43,212)	(47,545)	-	(47,545)
Increase/(Decrease) in Tax Liabilities	63,984	-	-	-
Increase/(Decrease) in Trade Payables & Accruals	118,983	(60,570)	63,813	(60,570)
Increase/(Decrease) in Provisions	-	-	-	-
Cash Flow from Operations	**(672,734)**	(694,157)	**(455,013)**	(694,157)

NOTE 5: CASH FLOW INFORMATION

	Consolidated Group		Parent Entity	
	2008 $	2007 $	**2008 $**	2007 $
(b) Disposal of Entities				
During the year the controlled entities Transol Holdings Pty Ltd and Transol Pty Ltd were sold. Aggregate details of this transaction are:				
Disposal Price	**-**	1	**-**	-
Cash Consideration	**-**	1	**-**	-
Assets & Liabilities held at Disposal Date:				
Investment in Controlled Entity	**-**	-	**-**	-
Receivables	**-**	23,078	**-**	-
Inventories	**-**	-	**-**	-
Property, Plant & Equipment	**-**	-	**-**	-
Payables	**-**	(1,155,955)	**-**	-
Minority Equity Interests	**-**	-	**-**	-
	-	(1,132,877)	**-**	-
Net Gain on Disposal	**-**	1,132,878	**-**	-
	-	1	**-**	-

NOTE 6: EXPLORATION AND EVALUATION ASSETS

	Consolidated Group		Parent Entity	
	2008 $	2007 $	**2008 $**	2007 $
Exploration and evaluation Expenditure Capitalised				
Cost	**2,285,925**	-	**-**	-
Net Carrying Value	**2,285,925**	-	**-**	-
Total Exploration & Evaluation Capitalised	**2,285,925**	-	**-**	-

Recoverability of the carrying amount of exploration assets is dependent on the successful exploration and mining of the existing mining agreement. Capitalised costs amounting to $2,285,925 (2007: $0) have been included in cash flows from operating activities in the cash flow statement.

NOTE 7: ISSUED CAPITAL

	Consolidated Group		Parent Entity	
	2008 $	2007 $	**2008 $**	2007 $
424,333,963 (2007: 273,533,966) fully paid ordinary shares	**21,231,295**	17,632,375	**21,231,295**	17,632,375
	21,231,295	17,632,375	**21,231,295**	17,632,375
(a) Ordinary Shares	**Parent Entity**		**Parent Entity**	
	2008 No.	**2008 $**	2007 No.	2007 $
At the beginning of reporting period	**273,533,966**	**17,632,375**	50,149,304	13,754,930
Shares issued during year				
15 August 2006	**-**	**-**	27,984,662	231,200
20 October 2006	**-**	**-**	150,000,000	2,250,000
28 February 2007	**-**	**-**	45,150,000	1,806,000
30 April 2007	**-**	**-**	250,000	5,000
23 July 2007	**20,000,000**	**800,000**	-	-
14 December 2007	**22,000,000**	**110,000**	-	-
14 December 2007	**108,799,997**	**2,828,800**	-	-
Capital Raising Costs	**-**	**(139,880)**	-	(414,755)
At Reporting Date	**424,333,963**	**21,231,295**	273,533,966	17,632,375

On 15 August 2006 Transol Corporation Ltd issued 24,864,662 ordinary shares and free attaching options (with a two cent strike price and expiring on 22 May 2011) in lieu of $200,000 of loan funds, previously approved by shareholders.

On 15 August 2006 Transol Corporation issued 3,120,000 ordinary shares at a value of $0.01 per share and free attaching options (with a two cent strike price expiring on 22 May 2011) to acquire assets associated with the CLTNet business.

On 20 October 2006 Transol Corporation Ltd raised $2,250,000 from the issue of 150,000,000 ordinary shares at 1.5 cents and on 28 February 2007 Transol Corporation Ltd raised $1,806,000 from the issue of 45,150,000 ordinary shares at 4 cents.

On 30 April 2007 Transol Corporation Ltd issued of 250,000 ordinary shares from the exercise of 250,000 options that had a strike price of two cents and an expiry date of 31 May 2011.

On 23 July 2007 Transol Corporation Ltd used 20,000,000 fully paid ordinary shares to Great Australian Resources for capital in Liberty Mining International at $0.04 each.

During the 2007 financial year Mr. Angus Edgar loaned money to the economic entity in the form of a convertible note totalling $110,000 for payment of company expenses. The loan converts into 22 million ordinary shares and 22 million options (with a two cent strike price and expiring on 22 May 2011) at the discretion of the holder which was exercised on 14 December 2007.

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

At the 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.

There is no par value on ordinary shares.