

**Korvest Ltd 2002 Half Year Report**  
A.C.N. 007 698 106

**Independent Review Report to the Members of Korvest Ltd.**

**Scope**

We have reviewed the financial report of Korvest Ltd for the half year ended 31 December 2002, in the form of Appendix 4B of the Australian Stock Exchange Listing Rules, consisting of the statement of financial performance, statement of financial position, statement of cash flows, accompanying notes 1 to 2, and the directors' declaration set out on pages 2 to 23 but excluding the following:

- (a) Ratios, page 8;
- (b) NTA backing, page 9;
- (c) Material factors affecting revenue and expenses of the economic entity for the current period, page 14; and
- (d) Directors Report, page 21, 22.

The company's directors are responsible for the financial report.

We have performed an independent review of the financial report in order to state whether, on the basis of procedures described, anything has come to our attention that would indicate that the financial report is not presented fairly in accordance with Accounting Standard AASB 1029 'Interim Financial Reporting' 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 entity's financial position and performance as represented by the results of its operations and its cashflows and in order for the company to lodge the financial report with the Australian Securities and Investments Commission.

Our review has been conducted in accordance with Australian Auditing Standards applicable to review engagements. The review is limited primarily to inquiries of company personnel and analytical procedures applied to the financial data. Our review has not involved a study and evaluation of internal accounting controls, test of accounting records or test of responses to inquiries by obtaining corroborative evidence from inspection, observation or confirmation. The procedures do not provide all the evidence that would be required in an audit, thus the level of assurance is less than given in an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

**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 Korvest Ltd is not in accordance with:

- (a) The Corporations Act 2001, including:
  - (i) Giving a true and fair view of the entity's financial position as at 31 December 2002 and of its performance for the half-year ended on that date; and
  - (ii) Complying with Accounting Standard AASB 1029 'Interim Financial Reporting' and the Corporations Regulations 2001; and
- (b) Other mandatory professional reporting requirements.

Dated at Adelaide this 30<sup>th</sup> day of January 2003.

KPMG

Gary Savage  
Partner