

Rule 4.3A



Appendix 4E

Preliminary Final Report

Name of entity

NUWORLD SOLUTIONS LIMITED (“the Company”)

ABN or
equivalent
company reference

44 009 148 529

Current reporting
period financial
year ended

30 June 2012

Previous corresponding
reporting period
financial year ended

30 June 2011

Results for announcement to the market

Extracts from this report for announcement to the market

\$A'000

| | | | | |
|---|------|-----|----|----------|
| Revenues from ordinary activities | down | 85% | to | 92 |
| (Loss) after tax attributable to members | up | 15% | to | (1,098)* |
| Net (loss) for the period attributable to members | up | 15% | to | (1,098)* |

* includes \$345,601 write off capitalised exploration expenditure, fixed and intangible assets during the year ended 30 June 2012

Dividends (distributions)

The Company has not paid, and does not propose to pay a dividend for the year ended 30 June 2012

Consolidated Statement of Comprehensive Income

| | Note | Current period \$ | Previous corresponding period \$ |
|---|------|-------------------------|--|
| Sales revenue | 2 | 72,259 | 110,680 |
| Cost of sales | | - | - |
| Gross profit | | 72,259 | 110,680 |
| Other revenue | 2 | 19,622 | 494,127 |
| Administrative expenses | | (312,366) | (438,261) |
| Consultants & legal fees | | (273,409) | (206,907) |
| Depreciation and amortisation expenses | 3 | (15,346) | (24,754) |
| Director fees | | (130,004) | (56,386) |
| Director options expense | | (38,250) | (74,250) |
| Employee benefit expenses | 3 | (25,159) | (130,996) |
| Write off capitalised exploration expenditure | 3 | (321,036) | (575,455) |
| Impairment of financial assets | 3 | (50,000) | (13) |
| Write off fixed and intangible assets | 3 | (24,565) | (49,805) |
| Other expenses | 3 | - | (1,350) |
| Profit / (Loss) before income tax expense | | (1,098,254) | (953,370) |
| Income tax expense | | - | - |
| Profit / (Loss) for the period | | (1,098,254) | (953,370) |
| Other comprehensive income / (loss) | | - | - |
| Total comprehensive income / (loss) for the period | | (1,098,254) | (953,370) |
| Basic earnings per share (cents) | | (0.028) | (0.030) |
| Dilute earnings per share (cents) | | (0.028) | (0.030) |

Consolidated Statement of Financial Position

| | Note | Current period \$ | Previous corresponding period \$ |
|-------------------------------------|------|----------------------|--|
| ASSETS | | | |
| Current assets | | | |
| Cash and cash equivalents | 4 | 363,544 | 1,059,942 |
| Trade and other receivables | 5 | 16,251 | 30,380 |
| Financial assets | 6 | 40,000 | - |
| Other current assets | 7 | 3,412 | 3,609 |
| Total current assets | | 423,207 | 1,093,931 |
| Non-current assets | | | |
| Property, plant and equipment | 8 | 20,363 | 42,061 |
| Intangible assets | 9 | 999 | 19,212 |
| Capitalised exploration expenditure | | - | 372,984 |
| Total non-current assets | | 21,362 | 434,257 |
| Total assets | | 444,569 | 1,528,188 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Trade and other payables | 10 | 17,643 | 381,846 |
| Provisions | 11 | - | 1,565 |
| Total current liabilities | | 17,643 | 383,411 |
| Total liabilities | | 17,643 | 383,411 |
| Net assets | | 426,926 | 1,144,777 |
| Equity | | | |
| Issued capital | | 40,850,285 | 40,469,882 |
| Accumulated losses | | (40,515,625) | (39,425,897) |
| Reserves | | 92,266 | 100,792 |
| Total equity | | 426,926 | 1,144,777 |

Consolidated Statement of Cash Flows

| | Note | Current period \$ | Previous corresponding period \$ |
|--|------|----------------------|--|
| Cash flows from operating activities | | | |
| Receipts from customers | | 74,922 | 116,835 |
| Interest received | | 20,958 | 55,857 |
| Payments to suppliers and employees | | (762,435) | (838,291) |
| Net cash provided by (used in) operating activities | 12 | (666,555) | (665,599) |
| Cash flows from investing activities | | | |
| Proceeds from sale of equity investments | | - | - |
| Proceeds from sale of property, plant and equipment | | - | 530,000 |
| Payment for equity investments | | (40,000) | - |
| Payment for intangible assets | | - | (999) |
| Payment for purchase of property, plant and equipment | | - | (10,986) |
| Payment for exploration and evaluation | | (281,997) | (309,475) |
| Payment for option fee | | (50,000) | - |
| Net cash provided by (used in) investing activities | | (371,997) | 208,540 |
| Cash flows from financing activities | | | |
| Proceeds from issue of shares and options | | 353,250 | 1,250,750 |
| Capital raising costs | | (11,096) | (115,822) |
| Net cash provided by financing activities | | 342,154 | 1,134,928 |
| Net increase / (decrease) in cash and cash equivalents | | (696,398) | 677,869 |
| Cash and cash equivalents at the beginning of the financial year | | 1,059,942 | 382,073 |
| Cash and cash equivalents at the end of financial year | 4 | 363,544 | 1,059,942 |

Consolidated Statement of Changes in Equity

Consolidated

Attributable to the shareholders of NuWorld Solutions Limited

| | Issued Capital | | | | Total Equity |
|---------------------------------------|--------------------|-------------------|-----------------------|----------------|------------------|
| | Ordinary Shares | Listed Options | Accumulated Losses | Reserves | |
| | \$ | \$ | \$ | \$ | |
| Balance at 1 July 2010 | 38,259,423 | 690,940 | (38,902,471) | 530,736 | 578,628 |
| Loss for the year | - | - | (953,370) | - | (953,370) |
| Total comprehensive loss for the year | 38,259,423 | 690,940 | (39,855,841) | 530,736 | (374,742) |
| Transactions with shareholders | | | | | |
| Issue of share capital | 1,550,000 | - | - | - | 1,550,000 |
| Capital raising costs | (132,809) | - | - | - | (132,809) |
| Issue of listed options | - | 30,750 | - | - | 30,750 |
| Option issue costs | - | (2,672) | - | - | (2,672) |
| Directors options issued | - | 74,250 | - | - | 74,250 |
| Share-based payments | - | - | 429,944 | (429,944) | - |
| Balance at 30 June 2011 | 39,676,614 | 793,268 | (39,425,897) | 100,792 | 1,144,777 |
| Balance at 1 July 2011 | 39,676,614 | 793,268 | (39,425,897) | 100,792 | 1,144,777 |
| Loss for the year | - | - | (1,098,254) | - | (1,098,254) |
| Total comprehensive loss for the year | 39,676,614 | 793,268 | (40,524,151) | 100,792 | 46,523 |
| Transactions with shareholders | | | | | |
| Issue of share capital | 352,500 | - | - | - | 352,500 |
| Capital raising costs | (8,424) | - | - | - | (8,424) |
| Issue of listed options | - | - | - | - | - |
| Option issue costs | - | (2,673) | - | - | (2,673) |
| Directors options issued | - | 39,000 | - | - | 39,000 |
| Share-based payments lapsed | - | - | 8,526 | (8,526) | - |
| Balance at 30 June 2012 | 40,020,690 | 829,595 | (40,515,625) | 92,266 | 426,926 |

Notes to the Financial Statements

1. Basis of preparation of the preliminary final report

The preliminary final report does not include all notes of the type normally included with the annual financial report and therefore cannot be expected to provide a full understanding of the financial performance, financial position and financing interesting activities of the consolidated entity as the full financial report.

The preliminary final report of NuWorld Solutions Limited was prepared based on Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standard ('AIFRS').

The preliminary final report has been prepared in accordance with Australian Securities Exchange Listing Rules as they relate to Appendix 4E and in accordance with the recognition and measurement requirements of the Australian Accounting Standards (including Australian Accounting Interpretations) adopted by the AASB and the Corporations Act 2001.

As such, the preliminary final report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide a full understanding of the financial performance and financial position as the full financial report. It is recommended that the preliminary final report be considered together any public announcements made by the Company in accordance with the continuous disclosure obligations of the Australian Securities Exchange Listing Rules and the Corporations Act 2001.

(a) Basis of accounting

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(b) Going concern

The consolidated entity has incurred operating losses of \$1,098,254 for the year ended 30 June 2012 [2011: (\$953,370)] and incurred negative cash flow from operating activities \$666,555 [2011: \$665,599].

The financial statements have been prepared on the basis of going concern which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The Directors consider this to be appropriate for the following reasons:

- the ability to vary the consolidated entity's cost structure and in turn the level of cash burn dependent on the level of achievement of certain milestones within the business plan; and
- the demonstrated ability to obtain funding through equity issues as required.

The directors recognise the above factors create some uncertainty as to the company's ability to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. However, by taking into account the points noted above, the Directors are confident the Company has adequate resources to continue in operational existence for the foreseeable future.

Notes to the Financial Statements (continued)

| | Current period \$ | Previous corresponding period \$ |
|---|-------------------------|--|
| 2. Revenue | | |
| Sales revenue | 72,259 | 110,680 |
| Sales revenue | 72,259 | 110,680 |
| Other revenue | | |
| Interest from: | | |
| Other unrelated persons | 18,974 | 63,362 |
| Total interest | 18,974 | 63,362 |
| Gain on sale of non current assets | - | 426,746 |
| Other | 648 | 4,019 |
| Total other revenues | 19,622 | 494,127 |
| Total revenue | 91,881 | 604,807 |
| 3. Expenses | | |
| (a) Depreciation and amortisation of non current asset | | |
| Depreciation of: | | |
| - plant and equipment | 10,559 | 18,502 |
| - software | 832 | 1,307 |
| Amortisation of: | | |
| - licences | 2,946 | 2,938 |
| - software | - | 851 |
| - trademarks | 1,009 | 1,156 |
| Total depreciation and amortisation | 15,346 | 24,754 |
| (b) Write off capitalised exploration expenditure | | |
| Mt Barrett project | 17,566 | 575,455 |
| Moruya project | 154,347 | - |
| Pambula project | 149,123 | - |
| Total write off | 321,036 | 575,455 |
| (c) Impairment of financial assets | | |
| Impairment of financial assets | 50,000 | 13 |
| Total impairment | 50,000 | 13 |

Notes to the Financial Statements (continued)

| | Current period \$ | Previous corresponding period \$ |
|--|-------------------------|--|
| (d) Write off fixed and intangible assets | | |
| Write off fixed assets | 10,306 | - |
| Write off intangible assets | 14,258 | 49,805 |
| Total write off | 24,565 | 49,805 |
| (e) Impairment of receivables | | |
| Trade receivables | - | 1,350 |
| Total impairment | - | 1,350 |
| (f) Employee benefit expenses | | |
| Wages and salaries | 16,347 | 118,861 |
| Defined contribution superannuation expense | 1,519 | 13,370 |
| Share-based payments expense | - | - |
| Other employee benefits expense | 7,293 | (1,235) |
| Total employee benefit expenses | 25,159 | 130,996 |
| 4. Cash and cash equivalents | | |
| Cash at bank and in hand | 202,944 | 10,727 |
| Short-term deposits | 160,600 | 371,346 |
| Total cash and cash equivalents | 363,544 | 382,073 |
| 5. Trade and other receivables | | |
| Trade receivables | 6,364 | 8,379 |
| Other receivables | 9,887 | 22,001 |
| Total trade and other receivables | 16,251 | 30,380 |
| 6. Financial assets | | |
| Financial assets at fair value through profit and loss | | |
| At fair value | | |
| Shares – Australian listed | 40,000 | - |
| Total financial assets | 40,000 | - |
| 7. Other current assets | | |
| Prepayments | 3,412 | 3,609 |
| Total other current assets | 3,412 | 3,609 |

Notes to the Financial Statements (continued)

| | Current period \$ | Previous corresponding period \$ |
|--|----------------------|--|
| 8. Property, plant and equipment | | |
| Computing plant and equipment – at cost | 836,162 | 1,739,640 |
| Additions | - | 10,868 |
| Disposals | - | (914,346) |
| Write off | (576,346) | - |
| Closing balance | 259,816 | 836,162 |
| Accumulated depreciation | | |
| Opening balance | 804,434 | 1,617,107 |
| Depreciation for the year | 9,632 | 16,413 |
| Disposals | - | (829,086) |
| Write off | (566,039) | - |
| Closing balance – accumulated depreciation | 248,027 | 804,434 |
| Net book value – computing plant and equipment | 11,789 | 31,728 |
| Office, furniture and equipment – at cost | 20,211 | 366,023 |
| Disposals | - | (345,812) |
| Closing balance | 20,211 | 20,211 |
| Accumulated depreciation | | |
| Opening balance | 11,955 | 337,177 |
| Depreciation for the year | 927 | 2,089 |
| Disposals | - | (327,311) |
| Closing balance – accumulated depreciation | 12,882 | 11,955 |
| Net book value – office, furniture and equipment | 7,329 | 8,256 |
| Software – at cost | 377,863 | 377,745 |
| Additions | - | 118 |
| Closing balance | 377,863 | 377,863 |
| Accumulated depreciation | | |
| Opening balance | 375,786 | 374,479 |
| Depreciation for the year | 832 | 1,307 |
| Closing balance – accumulated depreciation | 376,618 | 375,786 |
| Net book value – software | 1,245 | 2,077 |
| Total property, plant and equipment, net | 20,363 | 42,061 |

Notes to the Financial Statements (continued)

| | Current period \$ | Previous corresponding period \$ |
|---------------------------------------|----------------------|-------------------------------------|
| 9. Intangible assets | | |
| Formation costs | | |
| Opening balance | 995 | 995 |
| Write off | (995) | - |
| Closing balance | - | 995 |
| Goodwill on acquisition | | |
| Opening balance | 999 | - |
| Acquired through business combination | - | 999 |
| Closing balance | 999 | 999 |
| Licences & Software | | |
| Opening balance | 13,135 | 62,418 |
| Amortisation | (2,946) | (3,789) |
| Write off | (10,189) | (45,494) |
| Closing balance | - | 13,135 |
| Trade marks | | |
| Opening balance | 4,083 | 9,550 |
| Amortisation | (1,009) | (1,156) |
| Write off | (3,074) | (4,311) |
| Closing balance | - | 4,083 |
| Total intangible assets | 999 | 19,212 |
| 10. Trade and other payables | | |
| Trade payables | 2,692 | 377,832 |
| Other payables and accruals | 14,951 | 4,014 |
| Total trade and other payables | 17,643 | 381,846 |
| 11. Provisions | | |
| Current | | |
| Short-term employee benefits | - | 1,565 |
| Long-term employee benefits | - | - |
| Total provision - current | - | 1,565 |

Notes to the Financial Statements (continued)

| | Current period \$ | Previous corresponding period \$ |
|--|-------------------------|--|
| 12. Reconciliation of Loss from Ordinary Activities to Net Cash Flows from Operating Activities | | |
| Loss for the year | (1,098,254) | (953,370) |
| Non-cash flows in loss | | |
| Amortisation | 3,955 | 4,945 |
| Bad debts | - | 1,350 |
| Depreciation | 11,391 | 19,809 |
| Discount given | - | 450 |
| Director option | 38,250 | 74,250 |
| Write off – capitalised exploration expenditure | 321,036 | 575,455 |
| Write off – fixed and intangible assets | 24,565 | 49,805 |
| Impairment of - investments | 50,000 | - |
| Write off - provision of debtors | - | (4,019) |
| Profit on sale of non-current assets | - | (426,746) |
| Provision for diminution - shares | - | 13 |
| Changes in assets and liabilities | | |
| (Increase) / decrease in trade receivables | 11,278 | (8,934) |
| (Increase) / decrease in other receivables | 197 | 2,701 |
| Increase / (decrease) in trade payables | (41,195) | 35,958 |
| Increase / (decrease) in other payables & accruals | 13,787 | (23,979) |
| Increase / (decrease) in prepaid revenue | - | (7,075) |
| Increase / (decrease) in provisions | (1,565) | (6,212) |
| Net cash flows from operating activities | (666,555) | (665,599) |

Individual and total dividends

The Company has not paid, and does not propose to pay a dividend for the year ended 30 June 2012.

Dividend or distribution reinvestment plans

The Company has not entered into a dividend or dividend reinvestment plan with its shareholders.

Consolidated accumulated losses

| | Current period \$ | Previous corresponding period \$ |
|---|-------------------------|--|
| Accumulated losses at the beginning of the financial period | (39,425,897) | (38,902,471) |
| Net profit (loss) attributable to members | (1,098,254) | (953,370) |
| Share-based payments lapsed | 8,526 | 429,944 |
| Dividends and other equity distributions paid or payable | - | - |
| Accumulated losses at end of financial period | (40,515,625) | (39,425,897) |

NTA backing

| | Current period | Previous corresponding period |
|--|-------------------|----------------------------------|
| Net tangible asset backing per ordinary security | 0.0001 | 0.0003 |

Entities over which control has been gained or lost

The Company has not gained or lost any control over entities.

Interests in joint ventures

On the 15 December 2010 the Company completed the acquisition of Universal Rare Earths Pty Ltd ("URE"). This included the completion of the three farm-in agreements between URE and Oroya Mining Ltd ("Oroya").

During the year URE withdrew from the three unincorporated joint venture farm-in agreements with Oroya without earning any interest in the projects. There are no remaining financial commitments associated with the joint ventures.

Other significant information

Please refer to ASX announcements published on www.asx.com.au for other significant information.

Foreign entities

The Company is not a foreign entity.

Commentary on the results for the period

Operating loss

The consolidated operating loss after tax of the Company was \$1,098,254 (2011: \$953,370). Included in the result are impairment charges of \$395,601 (2011: \$625,273).

Comparison with previous financial year's results (ended 30 June 2011)

- 1) Total revenues from ordinary activities (net consolidated income) decreased by 85%;
- 2) Net consolidated expenses (excluding impairment charges) decreased by 15%;
- 3) Cash on hand decreased by 66%; and
- 4) Net assets decreased by 62%.

Earnings per security (EPS)

| | |
|--------------------|---|
| Basic EPS | |
| (a) | the numerator in calculating basic EPS is a loss of \$1,098,254. |
| (b) | only fully paid ordinary shares have been used in determining basic EPS. |
| (c) | weighted average number of ordinary shares used as a denominator in calculating basic EPS is 3,971,324,080 shares. |
| Diluted EPS | |
| (a) | the numerator in calculating basic EPS is a loss of \$1,098,254. |
| (b) | weighted average number of ordinary shares used as a denominator in calculating basic EPS is 3,971,324,080 shares. |
| (c) | there have been no converted, lapsed or cancelled potential ordinary shares included in the calculation of diluted EPS. |

| Earnings per security (EPS) | Current period | Previous corresponding period |
|------------------------------------|----------------|-------------------------------|
| Basic EPS (cents per share) | (0.028) | (0.030) |
| Diluted EPS (cents per share) | (0.028) | (0.030) |

Returns to shareholders

The Company has not paid, and does not propose to pay, a dividend for the year ended 30 June 2012. The Company has not entered into arrangements for a buy back of its securities.

Significant features of operating performance

During the financial year, the Company was actively investigating synergistic acquisition or investment opportunities.

The Company is in the process of acquiring Fleurieu Mines NL (Fleurieu), which owns a portfolio of highly prospective gold and copper projects in the Gawler Craton of South Australia.

On 29 May 2012 the Company announced it had signed a binding term sheet ("Term Sheet") to acquire 100% of the issued capital of Fleurieu subject to certain conditions, including completion of due diligence, NuWorld shareholder approval, the successful completion of a public capital raising and recompliance with Chapters 1& 2 of the ASX listing rules as a consequence of a proposed major change to the activities of the Company ("The Transaction").

The effect of the proposed Transaction is that the nature and scale of the activities of NuWorld will change to focus on mineral exploration.

SEGMENT INFORMATION

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of functions within the Group, since the diversification of the Group's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics and are also similar with respect to the following:

- the products sold and/or services provided by the segment;
- the manufacturing process;
- the type or class of customer for the products or service;
- the distribution method; and
- external regulatory requirements.

The Group comprise of the following segments:

- NuWorld Solutions SecureMail & IIT platform – a powerful, cost effective, and easy to use service that encrypts messages between an organisation and its business partners and customers.
- Hosted services – including co-location of customer equipment in the NuWorld Solutions hosted data centre and the hosting of Internet services such as web sites and extranets.
- Data-inCrypt[®] online backup & recovery – selects a file from an end-user's PC and then intelligently arranges, compresses and encrypts that file before transmitting it over the internet to the NuWorld Solutions hosted data centre, from where that file can be easily recovered when required.
- Mineral Exploration – during the year the Company withdrew from three farm-in projects including the Mt Barrett project in Western Australia, Pambula gold project and Moruya gold project which are both located in south-eastern New South Wales.

Basis of accounting for purposes of reporting by operating segments

Accounting policies and inter-segment transactions

Unless stated otherwise, all amounts reported to the board of directors as the chief decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group. There are no inter-segment transactions.

Segment assets and segment liabilities

Segment assets and segment liabilities are reviewed by the chief operating decision maker on a consolidated basis except for assets and liabilities that related to the Mineral Exploration segment.

Unallocated items

Unless indicated otherwise the following items are not allocated to operating segments as they are not considered part of the core operations of any segment:

- cash and cash equivalents;
- trade and other receivables;
- available for sale financial assets;
- other current assets;
- property, plant and equipment;
- intangible assets;
- interest revenue;
- net gain on disposal of available-for-sale of financial assets;
- net gain on disposal of plant and equipment;
- administration costs; and

- employee benefit expenses (including share-based payments).

| | NuWorld SecureMail & IIT platform \$ | Hosted services \$ | Online backup & recovery \$ | Mineral exploration \$ | Consolidated \$ |
|--|---|--------------------------|--------------------------------------|------------------------------|--------------------|
| As at 30 June 2012 | | | | | |
| Revenue | | | | | |
| External sales | - | 60,000 | 12,259 | - | 72,259 |
| Other revenue | 648 | - | - | - | 648 |
| Inter-segment sales | - | - | - | - | - |
| Total segment revenue | 648 | 60,000 | 12,259 | - | 72,907 |
| Interest revenue | | | | | 18,974 |
| Total group revenue | | | | | 91,881 |
| Result | | | | | |
| Segment net loss before tax | 648 | (10,624) | 11,953 | (321,036) | (319,059) |
| <i>Amounts not included in segment result but reviewed by the Board:</i> | | | | | |
| Unallocated revenue as above | | | | | 18,974 |
| Depreciation and amortisation | | | | | (15,346) |
| <i>Unallocated items:</i> | | | | | |
| Administration costs | | | | | (757,664) |
| Employee benefit expenses | | | | | (25,159) |
| Net loss before tax | | | | | (1,098,254) |
| As at 30 June 2011 | | | | | |
| Revenue | | | | | |
| External sales | 5,892 | 60,000 | 44,788 | - | 110,680 |
| Other revenue | - | - | - | - | - |
| Inter-segment sales | - | - | - | - | - |
| Total segment revenue | 5,892 | 60,000 | 44,788 | - | 110,680 |
| Interest revenue | | | | | 63,362 |
| Net gain on disposal of plant and equipment | | | | | 426,746 |
| Other – reversal of impairment of debtor | | | | | 4,019 |
| Total group revenue | | | | | 604,807 |
| Result | | | | | |
| Segment net loss before tax | 5,892 | (31,593) | 44,208 | (575,455) | (556,948) |
| <i>Amounts not included in segment result but reviewed by the Board:</i> | | | | | |
| Unallocated revenue as above | | | | | 494,127 |
| Depreciation and amortisation | | | | | (24,754) |
| <i>Unallocated items:</i> | | | | | |
| Administration costs | | | | | (734,799) |
| Employee benefit expenses | | | | | (130,996) |
| Net loss before tax | | | | | (953,370) |

| | NuWorld SecureMail & IIT platform \$ | Hosted services \$ | Online backup & recovery \$ | Mineral Exploration \$ | Consolidated \$ |
|--|---|--------------------------|--------------------------------------|------------------------------|--------------------|
| As at 30 June 2012 | | | | | |
| Assets | | | | | |
| Capitalised exploration expenditure | - | - | - | - | - |
| Total segment assets | - | - | - | - | - |
| <i>Amounts not included in segment assets but reviewed by the Board:</i> | | | | | |
| Cash and cash equivalent | | | | | 363,544 |
| Trade and other receivables | | | | | 16,251 |
| Available for sale financial assets | | | | | 40,000 |
| Other current assets | | | | | 3,412 |
| Property, plant and equipment | | | | | 20,363 |
| Intangible assets | | | | | 999 |
| Total assets as per the statement of financial position | | | | | 444,569 |
| As at 30 Jun 2011 | | | | | |
| Assets | | | | | |
| Capitalised exploration expenditure | - | - | - | 372,984 | 372,984 |
| Total segment assets | - | - | - | 372,984 | 372,984 |
| <i>Amounts not included in segment asset but reviewed by the Board:</i> | | | | | |
| Cash and cash equivalent | | | | | 1,059,942 |
| Trade and other receivables | | | | | 30,380 |
| Other current assets | | | | | 3,609 |
| Property, plant and equipment | | | | | 42,061 |
| Intangible assets | | | | | 19,212 |
| Total assets as per the statement of financial position | | | | | 1,528,188 |

Issued and quoted securities at end of current period

| Category of securities | Total number | Number quoted | Issue price per security (cents) | Amount paid up per security (cents) |
|---|--------------------------------|--------------------------------|-------------------------------------|-------------------------------------|
| Ordinary securities | 4,647,022,710 | 4,647,022,710 | N/A | N/A |
| Changes during current period | | | | |
| (a) Increases through issues (<i>see below</i>) | (a) 351,000,000 606,000,000 | (a) 351,000,000 606,000,000 | 0.0004 0.00035 | 0.0004 0.00035 |
| (b) Decreases through returns of capital, buybacks | | | | |
| Listed options | 2,496,250,000 | 2,496,250,000 | Exercise price per security (cents) | Expiry date |
| (a) Issued during current period (<i>see below</i>) | (a) 75,000,000 | (a) 75,000,000 | 0.005 | 29 Mar 2013 |
| (b) Exercised during current period | | | | |
| (c) Expired during current period | | | | |

1. Share Placement

In November 2011 the Company placed 351,000,000 of its fully paid ordinary shares at a price of 0.04 cents per share to sophisticated investors, raising a total of AUD\$140,400. The capital raised pursuant to the placement will be used to upgrade computer hardware and software and allow the Company to pay an Option Fee and undertake due diligence in relation to a potential acquisition pursuant to a Term Sheet signed on 25 October 2011 (the ASX announcement of 04 November 11 refers).

2. Share Placement

In May 2012 the Company placed 606,000,000 of its fully paid ordinary shares at a price of 0.035 cents per share to sophisticated investors, raising a total of AUD\$212,100. The capital raised pursuant to the placement will predominantly be used to fund the due diligence on the proposed acquisition of Fleurieu Mines NL and re-compliance with Chapters 1 & 2 of ASX Listing Rules (the ASX announcement of 29 May 2012 refers).

3. Issue of Listed Options to Directors

In December 2011 the Company issued 75,000,000 listed options to the directors (or their nominees) to provide an incentive to enable the Company to retain directors of high calibre. The listed options exercisable at a price of 0.5 cent each with an expiry date of 29 March 2013 (the ASX announcement of 07 December 11 refers).

Compliance statement

This report has been prepared in accordance with AASB Standards (including Australian Interpretations) and other standards acceptable to ASX. This report, and the financial reports upon which the report is based, use the same accounting policies. Notes to the financial report in accordance with AASB 101 will be disclosed in the audited financial statements for the year ended 30 June 2012.

The information contained in this Report is unaudited. The financial report for the year ended 30 June 2012 is in the process of being audited.

The Company is not aware of any matters associated with the financial report for the year ended 30 June 2012 that is likely to be the subject of dispute by the Company's auditors.



Sign here:
Company Secretary

Date: 31 August 2012

Print name: Mathew Whyte