

February 6, 2004

Australian Stock Exchange Limited
Electronic Lodgement

13 pages

Dear Sirs,

APPENDIX 4D AND HALF-YEAR ACCOUNTS

Please see attached the Appendix 4D and interim financial report for the half-year ending 31 December 2003.

Yours faithfully,

Andrew Meloncelli
Company Secretary

mBox.com Limited

104 Colin Street West Perth WA 6005 PO Box 1617 West Perth WA 6872
Telephone (61 8) 9214 2540 Facsimile (61 8) 9214 2511
A B N 53 090 772 222

Appendix 4D

Half year report Period ending 31 December 2003

1.

Name of Entity	MBox.Com Limited
ABN	53 090 772 222
Half Year Ended	31 December 2003
Previous Corresponding Reporting Period	6 months to 31 December 2002

2. Results for Announcement to the Market

	Result \$	% Increase (Decrease)	\$ Increase (Decrease)
Revenues from ordinary activities	194,661	(19.5%)	(47,196)
(Loss) from ordinary activities after tax attributable to members	(329,245)	33.2%	81,830
Net profit for the period attributable to members	(329,245)	33.2%	81,830

Dividends (distributions)	Amount per Security	Franked amount per security
Final Dividend	Nil	Nil
Interim Dividend	Nil	Nil
Record date for determining entitlement to the dividends (if any)	N/A	N/A

3. Net tangible assets per security

	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	4.82 cents	5.64 cents

4. The company did not gain or lose control over any entity during the period.

5 – 6. Dividends

The company has not declared and interim dividend in respect of the current period.

+ See chapter 19 for defined terms.

7. Joint Ventures and Associates

MBox.com Limited does not have any holdings in either associates or any joint venture entities.

8. MBox.com Limited is not a foreign entity. Financial reports are prepared in accordance with the Corporations Act 2001, applicable Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

9. The accounts are not subject to audit dispute or qualification. This report is based on accounts that have been audit reviewed. A copy of the audit reviewed Half Year Accounts is attached.

The Appendix 4D is also to be read in conjunction with the financial report for the year ended 30 June 2003 and all ASX releases under the code, MBX.

Copies of all ASX releases:

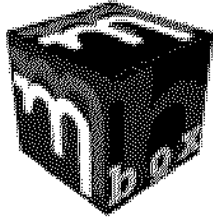
www.asx.com.au

www.mbox.com.au

For further information:

**Andrew Meloncelli
Company Secretary
MBox.Com Limited
(08) 9214 2540**

[†] See chapter 19 for defined terms.



mBox.com Ltd

ABN 53 090 772 222

**INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR
ENDED 31 DECEMBER 2003**

CORPORATE DIRECTORY

Directors and Officers

Paul Price

Non-Executive Director

Robert Franco

Non-Executive Director

Geoff Gander

Non-Executive Director

Michael Ford

General Manager

Andrew Meloncelli

Company Secretary

Principal and Registered Office

104 Colin Street
West Perth
Western Australia 6005

PO Box 1617
West Perth
Western Australia 6872

Telephone +61 8 9214 2540
Facsimile +61 8 9214 2511
Email info@mbox.com.au
Website www.mbox.com.au

Auditors

RSM Bird Cameron Partners
8 St George's Terrace
Perth
Western Australia 6000

Telephone +61 8 9261 9100
Facsimile +61 8 9261 9101

Bankers

Bank of Western Australia Limited
108 St George's Terrace
Perth
Western Australia 6000

Share Registry

Computershare Investor Services Pty Ltd
Level 2, 45 St George's Terrace
Perth
Western Australia 6000

Telephone +61 8 9323 2000
Facsimile +61 8 9323 2033

ASX Code

Listed on the Australian Stock Exchange under the code MBX.



DIRECTORS' REPORT

Your directors submit the financial report of the Company for the half-year ended 31 December 2003.

Directors

The names of directors who held office during or since the end of the half-year:

Name	Directorship
Mr Paul Price	Director since 2002
Mr Robert Franco	Appointed 20 November 2003
Mr Geoff Gander	Appointed 20 November 2003
Mr John Gillon	Ceased 20 November 2003
Mr Nicola (Nick) Formichella	Ceased 20 November 2003
Mr Chris Singleton	Resigned 2 October 2003

The directors have been in office since the beginning of the interim period unless otherwise stated.

Review of Operations

Company Overview

MBox operates a voice and data communication network platform throughout Australia and is present in Adelaide, Brisbane, Melbourne, Perth and Sydney.

The MBox technology composes traditional Telecom fax and voice messages to electronic format, then deposits these formats as an attachment to an MBox web mail account. This transaction permits clients to access all forms of messaging in one single repository. Clients can conveniently access messages via the Internet or by traditional telephony, hence the basis of Unified Messaging.

Operations

During the half-year ending 31 December 2003, MBox had been focusing on the development of fax outbound and broadcast SMS service applications in response to many subscriber requests to provide a complimentary service to inbound fax. MBox can also offer desktop faxing at very competitive national and international rates.

It became apparent through network system analysis and an increase in the subscriptions of the Fax to Email service in early Q4 2003 that the inbound fax volume was beginning to dominate the mBox network capacity.

Fax page volume has to date been an untapped revenue source for MBox. MBox researched pricing of competitive vendors and has put together a new price structure that will monitor traffic delivered through its network.

Fax traffic billing will be implemented in March 2004 from which time MBox will allow a volume of 50 pages per month free and then charge at 6c per page thereafter. Current average monthly fax volume through the MBox network is 109,000 pages.

Further implementation of a new price structure for MBox's traditional services will take place on February 9th 2004:

- Gold monthly subscription will rise from \$3.33 to \$8.80
- Platinum monthly subscription will rise from \$ 9.90 to \$14.30

In both these services there is a directory number component priced at \$5.50 per number

These are the first steps towards unbundling of the traditional MBox services and letting clients customise the service relative to their operations.

Further throughout the period, evaluation, research and testing has taken place for additional software that will enhance network performance and functionality.



Fundraising

The company issued 8,201,604 fully paid ordinary shares at 7.2 cents per share in December 2003, raising \$590,475 (before capital raising costs).

Dated at West Perth 6 February 2004.

This declaration is made in accordance with a resolution of the Board of Directors.

P D Price
Director

RSM Bird Cameron Partners

Chartered Accountants

8 St Georges Terrace Perth WA 6000
GPO Box R1253 Perth WA 6844
T +61 8 9261 9100 F +61 8 9261 9101
www.rsmi.com.au

INDEPENDENT REVIEW REPORT TO THE MEMBERS OF MBOX.COM LIMITED

Scope

We have reviewed the financial report of MBox.Com Limited (the Company) for the half-year ended 31 December 2003 as set out on pages 5 to 8. The Company's directors are responsible for the financial report. We have conducted an independent review of the financial report 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 Accounting Standard AASB 1029: Interim Financial Reporting, other mandatory professional reporting requirements and the Corporations Act 2001 in Australia and in order for the Company to lodge the financial report with the Australian Securities and Investments Commission.

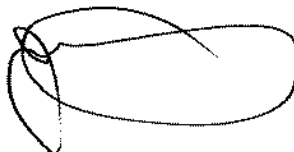
Our review has been conducted in accordance with Australian Auditing Standards applicable to review engagements. The review is limited primarily to inquiries of company personnel and analytical procedures applied to the financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance provided is less than that 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-yearly financial report of the Company is not in accordance with:

- (a) the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 31 December 2003 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 in Australia.

RSM Bird Cameron Partners
RSM BIRD CAMERON PARTNERS
Chartered Accountants



J A KOMNINOS
Partner

Perth, WA
Dated: 6 February 2004



DIRECTORS DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 8:
 - (a) comply with Accounting Standard AASB 1029: Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the company's financial position as at 31 December 2003 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Dated at West Perth 6 February 2004.

This declaration is made in accordance with a resolution of the Board of Directors.

P D Price
Director



STATEMENTS OF FINANCIAL PERFORMANCE FOR THE HALF-YEAR ENDED 31 DECEMBER 2003

	Company	
	Total 31.12.03 \$	Total 31.12.02 \$
Revenues from sales or services	131,968	151,932
Other revenue from ordinary activities	62,693	89,925
Total revenue	194,661	241,857
Marketing expenses	-	(14,371)
Occupancy expenses	(28,259)	(26,911)
Administrative expenses	(352,817)	(267,697)
Depreciation expenses	(55,555)	(86,627)
Other expenses	(87,275)	(105,371)
Loss from ordinary activities before related income tax benefit	(329,245)	(259,120)
Income tax benefit relating to ordinary activities	-	11,705
Loss from ordinary activities after income tax benefit attributable to members of the parent entity	(329,245)	(247,415)
Net loss attributable to outside equity interests	-	-
Total changes in equity other than those resulting from transactions with owners as owners	(329,245)	(247,415)
Basic loss per share (cents per share)	(0.569)	(0.324)
Diluted loss per share (cents per share)	(0.569)	(0.324)

The accompanying notes form part of this interim financial report.



STATEMENTS OF FINANCIAL POSITION

AS AT 31 DECEMBER 2003

	Company	
	Total	Total
	31.12.03	30.6.03
	\$	\$
Current Assets		
Cash assets	2,961,371	2,624,717
Receivables	7,690	51,660
Other financial assets	-	6,000
Total Current Assets	2,969,061	2,682,377
Non-Current Assets		
Plant and equipment	224,856	273,306
Total Non-Current Assets	224,856	273,306
Total Assets	3,193,917	2,955,683
Current Liabilities		
Payables	54,857	49,533
Provisions	14,730	13,527
Total Current Liabilities	69,587	63,060
Total Liabilities	69,587	63,060
Net Assets	3,124,330	2,892,623
Equity		
Contributed equity	9,511,926	8,950,974
Accumulated losses	(6,387,596)	(6,058,351)
Total Equity	3,124,330	2,892,623

The accompanying notes form part of this interim financial report.



STATEMENTS OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2003

	Company	
	Total	Total
	31.12.03	31.12.02
	\$	\$
Cash flows from operating activities		
Receipts from customers	146,977	109,985
Payments to suppliers and employees	(480,004)	(436,772)
Interest received	70,820	93,160
Income tax refund	39,014	-
Net cash used in operating activities	(223,193)	(233,627)
Cash flows from investing activities		
Proceeds from sale of investments	6,000	-
Payments for plant and equipment	(7,105)	-
Net cash used in investing activities	(1,105)	-
Cash flows from financing activities		
Proceeds from issue of shares	590,475	-
Transaction costs from issue of shares	(29,523)	-
Equal access share buy back	-	(942,227)
Repayment of borrowings	-	(21,660)
Net cash used in/(provided by) investing activities	560,952	(963,887)
Net increase/(decrease) in cash held	336,654	(1,197,514)
Cash at the beginning of the financial period	2,624,717	4,101,434
Cash at the end of the financial period	2,961,371	2,903,920

The accompanying notes form part of this interim financial report.



NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2003

NOTE 1. BASIS OF PREPARATION OF HALF-YEAR FINANCIAL STATEMENTS

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of MBox.Com Limited as the full financial report.

The half-year financial report should be read in conjunction with the Annual Financial Report of MBox.Com Limited as at 30 June 2003. It is also recommended that the half-year financial report be considered together with any public announcements made by MBox.Com Limited during the half-year ended 31 December 2003 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

(a) Basis of accounting

The half-year financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards including AASB 1029: Interim Financial Reporting and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views).

The accounting policies have been consistently applied and are consistent with those of the previous financial year.

For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

	Company	
	31.12.03	30.6.03
	\$	\$
NOTE 2. CONTRIBUTED EQUITY		
a) Paid up capital		
64,727,321 (30.6.03: 56,566,017) ordinary shares	9,511,926	8,950,974
b) Movements	No of Shares	Paid Up Capital
		\$
Balance 1 July 2003	56,566,017	8,950,974
Share Placement – December 2003	8,201,604	590,475
Capital Raising Costs	-	(29,523)
	<u>64,767,621</u>	<u>9,511,926</u>

NOTE 3. SEGMENT REPORTING

The company operates in the information technology business segment in Australia.

NOTE 4. CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

NOTE 5. EVENTS SUBSEQUENT TO REPORTING DATE

There has not been any material subsequent events to the end of the interim period and the date of this report that has not been recognised in the interim financial report.