Wednesday, 14 August 2013

MARKET ANNOUNCEMENT

Net Tangible Asset Backing – 31 July 2013

Month Ending:	% Change	**31 July 2013 Consolidated**	30 June 2013 Consolidated
Net tangible assets (**NTA**) (before tax)	+7.56%	**$10.126m**	$9.807m
Pre-Tax NTA Backing per share		**$0.568**	$0.551
Net tangible assets (after tax)	+7.56%	**$10.126m**	$9.807m
Post-Tax NTA Backing per share		**$0.568**	$0.551
Based on total issued share capital		**17,814,389**	17,814,389

The NTA position comprises the following items:

Net Tangible Assets	**Current Month $'millions**	Previous Month $'millions
Investment in listed Associated Entity:		
(a) Shares in Bentley Capital Limited (**BEL**)	**4.343**	4.089
Investments in other listed securities:		
(a) Shares in Strike Resources Limited (**SRK**)	**1.252**	0.718
Investment in property (held for development/resale)	**1.490**	1.640
Agribusiness assets (including inventories)	**1.498**	1.744
Net cash/receivables/payables/other assets/provisions	**1.543**	1.616
Pre-Tax NTA	**$10.126**	$9.807
Tax Provisions:		
(a) Prior year tax	-	-
(b) Current year tax	-	-
(c) Net deferred tax asset / (liability)	-	-
Post-Tax NTA	**$10.126**	$9.807

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Notes:

(1) The Company's investment in BEL, an Associated Entity (i.e. in which the Company has a greater than 20% interest),is accounted for under the equity method in the consolidated financial statements.

Under the equity method, the carrying amount of such investment is cost plus a share of the Associate Entity's net profit or loss (after tax) for the financial year to month end as provided to the Company by such Associated Entity (refer note 1.3 (Summary of Accounting Policies – Investments in Associates) at page 21 of the Company's 2012 Annual Report).

Accordingly, as at 31 July 2013, the Company's 20,513,783 shares (27.97% interest) (30 June 2013: 20,513,783 shares and 27.97%) in BEL have a carrying value of $0.212 per share ($4.343m); this compares with BEL's last bid price on ASX of $0.155 per share ($3.178m) and BEL's after-tax NTA backing of $0.258 per share ($5.284m) at month end.

(2) The fair value of investments in ASX-listed Strike Resources Limited (**SRK**) comprise 16,690,802 shares (30 June 2013: 16,690,802 shares) with a value of $0.075 per share (based on the closing bid price on 31 July 2013) (30 June 2013: $0.043). The Company notes that SRK's closing bid price on 12 August 2013 was $0.059 per share.

(3) The fair value of investments in other listed securities is based on each security's last bid price on market at month end.

(4) Investment in property (held for resale) is carried at net realisable value (refer note 1.13 (Summary of Accounting Policies - Property held for Resale) at page 23 of the Company's 2012 Annual Report.

(5) Agribusiness assets comprise a 143 hectare property comprising olive grove land and trees, depreciable plant and equipment, grove-related infrastructure and olive oil inventories. The olive grove land and trees are carried at net realisable value (refer note 1.14 (Summary of Accounting Policies - Property, Plant and Equipment) at page 23 of the Company's 2012 Annual Report).

(6) Tax Provision Item (c) includes where applicable, a provision for income tax on net unrealised gains on the Company's investments in securities and its share of Associated Entities' after-tax net profit for the month (deferred tax liability) and the recognition of future income tax benefits on net unrealised losses on the Company's investments in securities and its share of Associated Entities' after-tax net loss for the month (deferred tax asset).

FURTHER INFORMATION:

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