

Our Ref: CGL ASX Announce Appendix 4E Preliminary Full Year Report 2014 (425)

28 November 2014

ANNOUNCEMENT 425

Company Announcements Office
Australian Securities Exchange
Level 4
20 Bridge Street
SYDNEY NSW 2000

By ASX Online
Number of pages: 18
(including this page)

Dear Sir

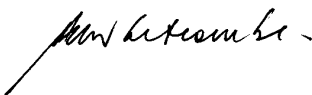
**Commodities Group Appendix 4E Preliminary Full Year Report -
Year Ended 30 September 2014**

Enclosed is Commodities Group's Appendix 4E Preliminary Full Year Report for the financial year ended 30 September 2014.

The Company will release to the ASX its full annual report on Thursday 4 December 2014 along with a comprehensive market release.

Please telephone Harley Whitcombe on (08) 9321 4111 with any queries on the Company's 2014 Preliminary Full Year Report.

Yours faithfully
Commodities Group Limited



Harley Whitcombe
Company Secretary

ENC

Commodities Group Limited

Appendix 4E

Preliminary Final Report

Year ended 30 September 2014

Name of entity
Commodities Group Limited

ABN or equivalent company
reference

ABN 50 009 317 846

Year ended

30 September 2014
(Previous corresponding year: 30
September 2013)

Results for announcement to the market

				\$
Revenue from ordinary activities	Down	47.7%	to	23,692,492
Earnings before interest and taxation (EBIT)	Up	28.1%	to	(7,717,441)
EBIT before one-off items	Up	53.9%	to	(4,952,316)
Net profit after tax (from ordinary activities) for the period attributable to members	Up	1.9%	to	(6,649,227)

Distributions

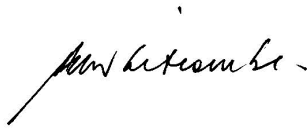
	Amount per security	Franked amount per security
Interim dividend (per share)	-	-
Final dividend (per share)	-	-
Franking	-	-
	30 September 2014	30 September 2013
	\$	\$
Net tangible asset backing (per share)	0.05	0.07

Explanation of results

For commentary on the results please refer to the announcement relating to the release of Commodities Group Limited results in conjunction with the accompanying financial statements, which forms part of the Appendix 4E.

Audit

The Preliminary Final Report is based on accounts which are in the process of being audited.

A handwritten signature in black ink, appearing to read 'Harley Whitcombe', with a long horizontal stroke extending to the left.

Harley Ronald Whitcombe
Director & Company Secretary
Melbourne
28 November 2014

Review of operations

The Group has reported a loss for the year after taxation of \$6,649,228 (2013: loss \$6,779,523).

A summary of consolidated revenues and results for the year by significant industry segments is set out below:

	Segment revenues		Segment results	
	2014	2013	2014	2013
Consolidated	\$	\$	\$	\$
Carbon services	17,382,355	43,745,896	1,440,089	579,072
Aquaculture	4,979,411	5,593	(4,005,648)	(5,588,886)
Other	1,330,727	1,588,502	35,029	804,179
Total segment revenue/result	23,692,493	45,339,991	(2,530,530)	(4,205,635)

Segment results are adjusted earnings before interest, tax, depreciation and amortisation, which is the measure of segment result that is reported to the strategic steering committee to assess the performance of the operating segments.

Comments on the operations and the results of those operations are set out below:

Carbon Services

The Group delivered a profitable result at the operating level across its portfolio of carbon, trading and environmental activities.

Carbon services

The company successfully delivered major biodiversity plantings in Western Australia, New South Wales and Victoria for the Commonwealth Government and Parks Victoria.

Our major program of work to transition the carbon projects we manage into the Carbon Farming Initiative and to create ACCUs continued with a very large body of work successfully completed. The company has an exemplary record in managing the complex processes of in-field sampling and measurement, preparation of off-sets reports, carbon audit prior to ACCU issuance.

With the recent passage of the legislation to implement the Australian Government's Direct Action package, these projects will remain able to produce ACCUs.

The company restructured its operations to ensure that it allocates appropriate resources to the contracted management of its plantations.

Advisory services

CO2 Australia's dedicated team of environmental and technical professionals continue to deliver outstanding service to their blue-chip clients. The advisory team specialises in a number of areas, notably biodiversity offsets in which both State and Commonwealth requirements need to be met. The pipeline of resource projects particularly in Queensland translates to a continuing need for CO2 Australia's services.

Trading

Carbon Banc continues to selectively trade a range of instruments. Returns throughout 2014 were volatile driven in part by the nature of the instruments but also the contested policy domain which underlies the creation of some certificates. In particular the REC market faced challenges as a result of the Warburton Review and associated media commentary. Nonetheless, trading in the voluntary sector and through compliance carbon instruments offered opportunities well-captured by the company. Environmental trading represents a very dynamic space and the Board retains a close oversight of all trading activities with a preparedness to respond to changes quickly.

Review of operations (continued)

Aquaculture

Our aquaculture business Seafarms Group Limited (Seafarms) has had a company-defining year having undertaken significant acquisitions, commenced farming operations, continued to advance its major greenfield project and been awarded a major R&D grant. Overall Seafarms reported a loss for the period but with farming operations - producing a small start-up year profit and with a strong earnings growth outlook - expected to continue to also fund the final planning and feasibility stages of Project Sea Dragon over the next year.

Farming Operations

Seafarms commenced its first prawn farming operations this year after successfully acquiring two farm assets in North Queensland and combining them into a single operation. The two acquisitions comprising a hatchery in Innisfail, two growout farms and a processing plant in Cardwell as well as another growout farm in Ingham has given Seafarms a large-scale integrated hatchery-growout-processing hub which is now Australia's largest producer of farmed prawns.

Due to the timing of the acquisitions, the growout production was only operated for about half of this financial year and produced around 600 tonnes of fresh and cooked prawns sold into Australian and some export markets.

Seafarms produces two types of prawns: bananas and black tigers sold under the unique Crystal Bay™ Prawns brand which are available in supermarkets, seafood markets and wholesalers and can be found on the menus at many fine restaurants across Australia.

Having established a major prawn farming operation in Queensland, Seafarms has continued to look for other strategic opportunities to grow and make the business more efficient.

Project Sea Dragon

Seafarms has continued to develop its plans to leverage from our Queensland farming operations platform into a world-class greenfield development in northern Australia via the company's Project Sea Dragon. Project Sea Dragon, a 100,000 tonne per annum prawn farming operation has continued to progress through feasibility studies and the company is well advanced in securing land tenure arrangements in several preferred locations in northern Australia. Upon securing land on one of more of these sites, Seafarms expects to receive planning & environmental permits in the 2014-15 year with an outlook to commencing operations in 2017-18.

Research & Development

Also significant this year and an integral step to advancement of both our Queensland operations and Project Sea Dragon was the Australian Research Councils' award of a prestigious funding grant to a research consortium that will map the genome of the Black Tiger Prawn, in which Seafarms is the industry partner.

This \$5M *Industrial Transformation Research Hub* program - led by Townsville's James Cook University and involving CSIRO, the Australian Genome Research Facility, Sydney University and the Vlaams Instituut voor Biotechnologie in Belgium - will for the first time link the genetics of the black tiger prawn to the selection of superior breeds. Seafarms' hub of aquaculture assets situated in the Ingham-Cardwell region will be the industry research laboratories for the project that will lead to the most advanced selective breeding program in the world, transforming the productivity of Australian prawn farming operations for this important aquaculture species globally.

Seafarms' Exmouth operations site continues to be upgraded and following receipt of permits from the Western Australian government will be used to quarantine, hold and test wild-caught prawn broodstock for translocation and introduction into Seafarms breeding programs, genomic research and founder population development for Project Sea Dragon.

Commodities Group Limited
Preliminary consolidated statement of profit or loss
For the year ended 30 September 2014

		Consolidated	
		Year to	
		30 September	30 September
		2014	2013
	Notes	\$	\$
Revenue from continuing operations	2	23,692,492	45,339,991
Other income	3	586,260	836,486
Fair value adjustment of biological assets		713,343	-
Cost of Goods Sold		(15,389,800)	(37,275,039)
Plantation costs		(1,077,869)	(3,220,117)
Employee benefits expense	4	(6,728,963)	(7,686,991)
Consulting expense		(879,062)	(870,252)
Travel		(629,842)	(1,115,290)
Rent	4	(860,830)	(823,968)
Legal fees		(293,634)	(341,334)
Other expenses		(3,045,243)	(1,401,328)
Depreciation and amortisation expense	4	(1,403,266)	(750,685)
Marketing		(56,182)	(267,786)
Insurance		(381,112)	(287,783)
Aquaculture concept		(867,851)	(2,272,514)
Impairment of goodwill		(191,264)	-
Research and development	4	(686,703)	(398,349)
Loss on disposal of subsidiary		(217,916)	-
Finance costs	4	(327,758)	(1,796)
Share of profit/(loss) from associates		-	(198,389)
Loss before income tax		(8,045,200)	(10,735,144)
Income tax benefit	5	1,395,972	3,955,621
Loss for the year		(6,649,228)	(6,779,523)
		Cents	Cents
Loss per share for loss attributable to the ordinary equity holders of the Company:			
Basic loss per share	10	(1.36)	(1.50)
Diluted loss per share	10	(1.36)	(1.50)

The above preliminary consolidated statement of profit or loss should be read in conjunction with the accompanying notes.

Commodities Group Limited
Preliminary consolidated statement of comprehensive income
For the year ended 30 September 2014

	Consolidated	
	Year to	
	30 September	30 September
	2014	2013
Notes	\$	\$
Loss for the year	(6,649,228)	(6,779,523)
Other comprehensive income		
<i>Items that may be reclassified to profit or loss</i>		
Exchange differences on translation of foreign operations	<u>(8,562)</u>	<u>7,262</u>
Other comprehensive (loss)/income for the year, net of tax	<u>(8,562)</u>	<u>7,262</u>
Total comprehensive loss for the year	<u>(6,657,790)</u>	<u>(6,772,261)</u>
Total comprehensive loss for the year is attributable to:		
Owners of Commodities Group Limited	<u>(6,657,790)</u>	<u>(6,772,261)</u>

The above preliminary consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

Commodities Group Limited
Preliminary consolidated statement of financial position
As at 30 September 2014

	Notes	Consolidated 30 September 2014 \$	30 September 2013 \$
ASSETS			
Current assets			
Cash and cash equivalents		3,525,016	14,228,258
Trade and other receivables		2,811,046	1,616,028
Inventories		5,854,772	2,175,282
Current tax receivables		13,999	-
Other current assets		513,964	535,106
Accrued income		187,120	765,620
Biological assets		3,425,165	-
Other current financial assets		365,423	-
Total current assets		<u>16,696,505</u>	<u>19,320,294</u>
Non-current assets			
Other financial assets		9,354	9,354
Property, plant and equipment		18,338,240	7,508,111
Deferred tax assets		11,087,839	9,570,739
Intangible assets		4,513,380	4,959,014
Non-current assets held for sale		1,280,000	-
Exploration and evaluation, development and mine properties		-	98,832
Total non-current assets		<u>35,228,813</u>	<u>22,146,050</u>
Total assets		<u>51,925,318</u>	<u>41,466,344</u>
LIABILITIES			
Current liabilities			
Trade and other payables		3,469,733	3,023,699
Borrowings		2,113,000	-
Current tax liabilities		-	40,367
Provisions		1,053,138	785,637
Deferred income		594,006	1,294,597
Total current liabilities		<u>7,229,877</u>	<u>5,144,300</u>
Non-current liabilities			
Borrowings		5,013,000	-
Provisions		28,871	74,030
Total non-current liabilities		<u>5,041,871</u>	<u>74,030</u>
Total liabilities		<u>12,271,748</u>	<u>5,218,330</u>
Net assets		<u>39,653,570</u>	<u>36,248,014</u>
EQUITY			
Contributed equity	6	54,351,826	44,288,480
Other reserves		5,252,773	5,261,335
Retained earnings		<u>(19,951,029)</u>	<u>(13,301,801)</u>
Total equity		<u>39,653,570</u>	<u>36,248,014</u>

The above preliminary consolidated statement of financial position should be read in conjunction with the accompanying notes.

Commodities Group Limited
Preliminary consolidated statement of changes in equity
For the year ended 30 September 2014

Consolidated	Issued capital \$	Foreign currency translation reserve \$	Options premium reserve \$	Financial assets revaluation reserve \$	Share-based payments reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 October 2012	43,785,575	1,300	1,670,705	(24,740)	3,926,837	(6,522,278)	42,837,399
Loss for the year as reported in the 2013 financial statements	-	-	-	-	-	(6,779,523)	(6,779,523)
Exchange differences on translation of foreign operations	-	7,262	-	-	-	-	7,262
Total comprehensive loss for the year	-	7,262	-	-	-	(6,779,523)	(6,772,261)
Transactions with owners in their capacity as owners:							
Performance rights issued to employees	502,905	-	-	-	(502,905)	-	-
Recognition of share based payments	-	-	-	-	182,876	-	182,876
	502,905	-	-	-	(320,029)	-	182,876
Balance at 30 September 2013	44,288,480	8,562	1,670,705	(24,740)	3,606,808	(13,301,801)	36,248,014
Balance at 1 October 2013	44,288,480	8,562	1,670,705	(24,740)	3,606,808	(13,301,801)	36,248,014
Loss for the year as reported in the 2014 financial statements	-	-	-	-	-	(6,649,228)	(6,649,228)
Exchange differences on translation of foreign operations	-	(8,562)	-	-	-	-	(8,562)
Total comprehensive loss for the year	-	(8,562)	-	-	-	(6,649,228)	(6,657,790)
Transactions with owners in their capacity as owners:							
Contributions of equity	10,063,346	-	-	-	-	-	10,063,346
Balance at 30 September 2014	54,351,826	-	1,670,705	(24,740)	3,606,808	(19,951,029)	39,653,570

The above preliminary consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

Commodities Group Limited
Preliminary consolidated statement of cash flows
For the year ended 30 September 2014

	Consolidated	
	Year to	
	30 September	30 September
	2014	2013
Notes	\$	\$
Cash flows from operating activities		
Receipts from customers (inclusive of goods and services tax)	23,826,382	46,642,379
Payments to suppliers and employees (inclusive of goods and services tax)	<u>(39,325,237)</u>	<u>(59,544,424)</u>
	(15,498,855)	(12,902,045)
Interest paid	(327,758)	(1,796)
Income taxes paid	-	(596,861)
Net cash outflow from operating activities	9 <u>(15,826,613)</u>	<u>(13,500,702)</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(1,553,515)	(132,086)
Payments for intangible assets	-	(401,014)
Payments of development costs	-	(948,241)
Loans to related parties	(106,140)	-
Proceeds from sale of property, plant and equipment	17,850	-
Interest received	186,402	772,249
Net cash (outflow)/inflow on acquisition of business	(7,000,000)	469,709
Proceeds from disposal of exploration and evaluation interests	98,832	-
Proceeds from sale of other financial assets	516,596	-
Net cash outflow from investing activities	<u>(7,839,975)</u>	<u>(239,383)</u>
Cash flows from financing activities		
Proceeds from issues of shares and other equity securities	10,063,346	-
Proceeds from/(repayment) of borrowings	<u>2,900,000</u>	<u>(16,081)</u>
Net cash inflow/(outflow) from financing activities	<u>12,963,346</u>	<u>(16,081)</u>
Net decrease in cash and cash equivalents	(10,703,242)	(13,756,166)
Cash and cash equivalents at the beginning of the financial year	<u>14,228,258</u>	<u>27,984,424</u>
Cash and cash equivalents at end of year	<u>3,525,016</u>	<u>14,228,258</u>

The above preliminary consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Basis of preparation

The preliminary final report has been prepared in accordance with the ASX Listing rule 4.3A and the disclosure requirements of ASX Appendix 4E.

The report has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

1 Segment information

(a) Segments

The segment information provided to the strategic steering committee for the reportable segments for the year ended 30 September 2014 is as follows:

Year to 30 September 2014	Carbon services	Aquaculture	Other	Consolidated
	\$	\$	\$	\$
Segment revenue				
Sales and external customers	17,297,099	4,944,453	1,191,079	23,432,631
Total sales revenue	17,297,099	4,944,453	1,191,079	23,432,631
Other revenue	85,256	34,958	139,648	259,862
Total segment revenue	17,382,355	4,979,411	1,330,727	23,692,493
Consolidated revenue				23,692,493
Segment profit/(loss)				
Segment profit/(loss)	1,440,089	(4,005,648)	35,029	(2,530,530)
Central administration and directors' salaries				(5,514,670)
Loss before income tax				(8,045,200)
Income tax benefit				1,395,972
Loss for the year				(6,649,228)
Segment assets				
Segment assets	13,367,460	23,657,258	69,826	37,094,544
Unallocated assets				14,830,774
Total assets				51,925,318

1 Segment information (continued)

(a) Segments (continued)

The segment information provided to the strategic steering committee for the reportable segments for the year ended 30 September 2013 is as follows:

Year to 30 September 2013	Carbon services	Aquaculture	Other	Consolidated
	\$	\$	\$	\$
Segment revenue				
Sales and external customers	43,745,896	-	782,583	44,528,479
Total sales revenue	43,745,896	-	782,583	44,528,479
Other revenue		5,593	805,919	811,512
Total segment revenue	43,745,896	5,593	1,588,502	45,339,991
Consolidated revenue				45,339,991
Segment profit/(loss)				
Segment profit/(loss)	579,072	(5,588,886)	804,179	(4,205,635)
Central administration and directors' salaries				(6,529,509)
Loss before income tax				(10,735,144)
Income tax benefit				3,955,621
Loss for the year				(6,779,523)
Segment assets				
Segment assets	15,064,158	1,793,331	321,484	17,178,973
Unallocated assets				24,287,371
Total assets				41,466,344

Segment revenues, expenses, and assets are those that are directly attributable to a segment and the relevant portion that can be allocated to the segment on a reasonable basis. Segment assets include all assets used by a segment and consist primarily of forest carbon sinks, receivables, inventories, property, plant and equipment and goodwill and other intangible assets, net of related provisions. While most of these assets can be directly attributed to individual segments, the carrying amounts of certain assets used jointly by segments are allocated based on reasonable estimates of usage. Segment assets do not include income taxes.

Segment profit represents the profit earned by each segment without allocation of central administration costs and directors' salaries, share of profit of associates, investment revenue and finance costs, income tax expense, and gains or losses on disposal of associates and discontinued operations. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

Commodities Group Limited
Notes to the preliminary consolidated financial statements
30 September 2014
(continued)

2 Revenue

	Consolidated	
	Year to	
	30 September	30 September
	2014	2013
	\$	\$
From continuing operations		
<i>Sales revenue</i>		
Project development fees	2,319,745	4,356,061
Sale of environmental credits	11,445,939	37,286,906
Carbon sink project management fees	3,527,613	2,061,167
Fee for services	1,191,079	824,344
Sale of Goods Revenue	4,979,406	5,593
	<u>23,463,782</u>	<u>44,534,071</u>
 <i>Other revenue</i>		
Interest from financial assets not at fair value through profit or loss	139,653	742,561
Office services	-	21,597
Crop share and agistment	89,057	41,762
	<u>228,710</u>	<u>805,920</u>
	<u>23,692,492</u>	<u>45,339,991</u>

3 Other income

	Consolidated	
	Year to	
	30 September	30 September
	2014	2013
	\$	\$
Notes		
Net gain on disposal of property, plant and equipment	17,509	-
Net gains on financial assets	953,773	-
Foreign exchange gains (net)	18,408	-
Gain/(loss) on environmental credits FVTPL	(403,430)	642,449
Discount on acquisition	-	194,037
	<u>586,260</u>	<u>836,486</u>

4 Expenses

	30 September 2014 \$	30 September 2013 \$
<i>Profit before income tax includes the following specific expenses:</i>		
<i>Depreciation</i>		
Buildings	41,769	2,104
Ponds	151,193	-
Plant and equipment	549,200	98,207
Leasehold improvements	55,349	70,776
Plant and equipment under finance leases	5,833	11,738
Carbon sinks	517,283	498,543
Total depreciation	<u>1,320,627</u>	<u>681,368</u>
<i>Amortisation</i>		
NGAC	20,869	19,983
Software	61,770	49,334
Total amortisation	<u>82,639</u>	<u>69,317</u>
Total depreciation and amortisation	<u>1,403,266</u>	<u>750,685</u>
<i>Research and development</i>		
Research and development	686,703	714,140
Research and development costs paid and expensed	<u>686,703</u>	<u>714,140</u>
<i>Finance costs</i>		
Interest and finance charges	327,758	1,796
Finance costs expensed	<u>327,758</u>	<u>1,796</u>
<i>Rental expense relating to operating leases</i>		
Minimum lease payments	860,830	823,968
Total rental expense relating to operating leases	<u>860,830</u>	<u>823,968</u>
<i>Employee benefits expense</i>		
Equity settled share based payments	-	182,876
Superannuation	400,276	545,472
Other employee benefits	6,328,687	6,958,642
	<u>6,728,963</u>	<u>7,686,990</u>

5 Income tax expense

(a) Income tax expense/(benefit)

	Consolidated	
	Year to	
	30 September 2014	30 September 2013
	\$	\$
Current tax	(4,860)	41,985
Deferred tax	(1,648,686)	(3,716,565)
Adjustments for current tax of prior periods	257,574	(297,524)
Adjustments for deferred tax of prior periods	-	16,483
	(1,395,972)	(3,955,621)

6 Issued capital

(a) Share capital

	30 September 2014	30 September 2013	30 September 2014	30 September 2013
Notes	Shares	Shares	\$	\$
Ordinary shares				
Ordinary shares - fully paid	654,117,497	452,850,575	54,351,525	44,288,179
Convertible preference shares	30,150,190	30,150,190	301	301
	684,267,687	483,000,765	54,351,826	44,288,480
Total contributed equity			54,351,826	44,288,480

7 Subsidiaries and transactions with non-controlling interests

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries.

Name of entity	Country of incorporation	Class of shares	Equity holding	
			2014 %	2013 %
CO2 Australia Limited *	Australia	Ordinary	100	100
Carbon Banc Limited *	Australia	Ordinary	100	100
Carbon Estate Pty Ltd *	Australia	Ordinary	100	100
CO2 New Zealand Limited *	Australia	Ordinary	100	100
Mallee Land Company Pty Ltd *	Australia	Ordinary	100	100
Mallee Carbon Limited *	Australia	Ordinary	100	100
Blue Leafed Mallee Limited *	Australia	Ordinary	100	100
Carbon Sinks Services Pty Ltd *	Australia	Ordinary	100	100
Carbon Sink Services New Zealand Limited	New Zealand	Ordinary	-	100
The Oil Mallee Company of Australia Limited *	Australia	Ordinary	100	100
Yonderr Pty Ltd *	Australia	Ordinary	100	100
Sea Farms Group Limited (formerly Western Australian Resources Limited) *	Australia	Ordinary	100	100
CO2 Group Financial Services Pty Ltd	Australia	Ordinary	100	100
Marine Farms Pty Ltd*	Australia	Ordinary	100	100
Sea Farm Queensland Pty Ltd*	Australia	Ordinary	100	-

* These subsidiaries have been granted relief from the necessity to prepare financial reports in accordance with Class Order 98/1418 issued by the Australian Securities and Investments Commission.

8 Events occurring after the reporting period

(a) Acquisition of entity

On 31 October 2014 Commodities Group Limited, via its wholly-owned subsidiary Seafarms Group Limited, acquired the assets and business of Coral Seafarms Pty Ltd, a prawn farmer 45 km from Seafarm Queensland Pty Ltd, for consideration of \$4,200,000. The acquisition is expected to increase the Group's market share of the domestic prawn market and reduce costs through economies of scale.

9 Reconciliation of profit after income tax to net cash inflow from operating activities

	Consolidated Year to	
	30 September 2014	30 September 2013
	\$	\$
Loss for the year	(6,649,228)	(6,779,523)
Depreciation and amortisation	1,403,266	750,685
Impairment of goodwill	191,264	-
Write off of development costs	168,718	-
Net (gain)/loss on sale of non-current assets	(17,509)	-
Fair value (gains)/losses on financial assets at fair value through profit or loss	(550,344)	(642,449)
Share of losses/(profits) of joint venture partnership	-	198,389
Discount on acquisition	-	(194,037)
Net exchange differences	(18,408)	-
Equity settled share based payments	-	182,876
Interest income received	(139,653)	(772,249)
Net loss on disposal of subsidiary	217,916	-
Change in operating assets and liabilities:		
(Increase)/decrease in trade debtors and receivables	(1,088,878)	611,943
(Increase)/decrease in inventories	(3,679,490)	45,585
(Increase)/decrease in other current assets	21,142	94,196
(Increase)/decrease in biological assets	(3,425,164)	-
(Increase)/decrease in deferred tax assets	(1,517,100)	(3,745,706)
(Increase)/decrease in other operating assets	(701,500)	(602,630)
(Decrease)/increase in trade creditors	445,480	763,608
(Decrease)/increase in other operating liabilities	(700,260)	(2,783,895)
(Decrease)/increase in provision for income taxes payable	(54,366)	(829,197)
(Decrease)/increase in other provisions	267,501	201,702
Net cash outflow from operating activities	<u>(15,826,613)</u>	<u>(13,500,702)</u>

10 Earnings per share

(a) Basic earnings per share

	Consolidated Year to	
	30 September 2014	30 September 2013
	Cents	Cents
Basic earnings per share	<u>(1.36)</u>	<u>(1.50)</u>
Total basic earnings per share attributable to the ordinary owners of the Company	<u>(1.36)</u>	<u>(1.50)</u>

10 Earnings per share (continued)

(b) Diluted earnings per share

	Consolidated Year to 30 September 2014 Cents	30 September 2013 Cents
Diluted earnings per share	(1.36)	(1.50)
Total basic earnings per share attributable to the ordinary owners of the Company	(1.36)	(1.50)

(c) Reconciliation of earnings used in calculating earnings per share

	Consolidated Year to 30 September 2014 \$	30 September 2013 \$
<i>Basic earnings per share</i>		
Profit/(loss) from continuing operations	(6,649,227)	(6,779,523)
	(6,649,227)	(6,779,523)
<i>Diluted earnings per share</i>		
Profit/(loss) from continuing operations	(6,649,227)	(6,779,523)
Profit from continuing operations attributable to the ordinary equity holders of the Company	(6,649,227)	(6,779,523)

(d) Weighted average number of shares used as denominator

	Consolidated Year to 30 September 2014 Number	30 September 2013 Number
Weighted average number of ordinary shares used as the denominator in calculating basic earnings per share	489,136,220	451,309,920