ASX PRELIMINARY FINAL REPORT

Car Parking Technologies Limited
ABN 45 119 327 169

30 June 2012

Lodged with the ASX under Listing Rule 4.3A

Contents

This report covers the consolidated entity consisting of Car Parking Technologies Limited and its controlled entities. The financial report is presented in Australian dollars.

Car Parking Technologies Limited
Year ended 30 June 2012

Details of the reporting period

Current period: 30 June 2012

Prior period: 30 June 2011

RESULTS FOR ANNOUNCEMENT TO MARKET

		2012	**2011**
Revenue from ordinary activities	Up 660% to	12,872,625	1,694,596
Profit/ (Loss) from ordinary activities after tax attributable to members	Down 1,362% to	(17,151,635)	(1,173,427)
Total comprehensive income for the year attributable to owners	Down 1,649% to	(16,939,966)	(968,623)

Dividends

There were no dividends paid or proposed for the period. The Group does not have a dividend re-investment plan.

Commentary on the results for the period

Total revenue from continuing operations for the year ended 30 June 2012 is $12,872,625, up 660% against the prior corresponding period. Revenue increased largely as a result of the Town and City Parking Limited acquisition that closed in January 2012 and a full year contribution from Car Parking Technologies Limited's technology business (formerly Meter Eye Limited which was acquired in February 2011). Refer to note 9 for a breakdown on segment revenue.

The net after tax loss attributable to members of $17,151,635 was down 1,362% on the last corresponding period. The results included:

- An impairment charge of $11,299,431 that was booked against goodwill in the Technology segment based on the lower than expected revenue for the year ended 30 June 2012.
- An impairment charge of $615,131 related to the acquisition of Town and City Parking, further information on this is included in note 12.
- Restructuring and non-recurring costs of $692,218 related to the acquisition and integration of Town and City Parking Limited.
- Amortisation of intangible assets of $1,050,451.

Further commentary on the results is included in the Market Announcement.

Consolidated Statement of Comprehensive Income
For the year ended 30 June 2012

	Note	Consolidated 2012 $	Consolidated 2011 $
Revenue from operations		12,872,625	1,694,596
Other income		-	798,293
Raw materials and consumables used		(1,718,561)	(911,286)
Employee benefits expense		(8,154,311)	(583,242)
Depreciation and amortisation expense		(1,431,552)	(421,598)
Rental and operating lease costs		(1,129,547)	(20,759)
Share-based payments expense		(97,601)	(343,073)
Finance and interest expense		(102,853)	(29,139)
Impairment of other receivable		(615,131)	-
Impairment of goodwill		(11,299,431)	-
Other expenses		(5,353,038)	(1,033,326)
Loss before income tax		(17,029,400)	(849,534)
Income tax expense		(122,235)	(323,893)
Loss for the year		(17,151,635)	(1,173,427)
Other comprehensive income:			
Exchange differences on translation of foreign operations		211,669	204,804
Other comprehensive income for the year, net of tax		211,669	204,804
Total comprehensive income for the year		(16,939,966)	(968,623)
Total comprehensive income for the year attributable to owners of Car Parking Technologies Limited		(16,939,966)	(968,623)
Earnings per share from continuing operations attributable to the ordinary equity holders of the company.			
- basic earnings/ (loss) per share	7	(0.10)	(0.01)
- diluted earnings/ (loss) per share	7	(0.10)	(0.01)

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

Consolidated Statement of Financial Position

As at 30 June 2012

	Note	Consolidated 2012 $	Consolidated 2011 $
ASSETS			
Current Assets			
Cash and cash equivalents		10,972,973	4,235,966
Trade and other receivables		8,177,224	876,931
Inventories		1,375,820	724,708
Total Current Assets		20,526,017	5,837,605
Non-current Assets			
Financial assets at fair value through profit or loss		86,924	205,385
Property, plant and equipment		4,474,630	157,554
Intangible assets		6,800,139	16,864,012
Deferred tax assets		154,261	260,328
Total Non-Current Assets		11,515,954	17,487,279
TOTAL ASSETS		32,041,971	23,324,884
LIABILITIES			
Current Liabilities			
Trade and other payables		10,693,630	437,116
Income tax payable		10,023	550,257
Deferred revenue		149,274	98,256
Provisions		1,301,049	90,758
Total Current Liabilities		12,153,976	1,176,387
TOTAL LIABILITIES		12,153,976	1,176,387
NET ASSETS		19,887,995	22,148,497
EQUITY			
Contributed equity		45,554,329	30,972,466
Accumulated losses	3	(26,958,481)	(9,806,846)
Reserves		1,292,147	982,877
TOTAL EQUITY		19,887,995	22,148,497

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

Consolidated Statement of Changes in Equity
For the year ended 30 June 2012

	Note	Contributed equity $	Reserves $	Retained earnings $	Total $
Balance at 1 July 2011		30,972,466	982,877	(9,806,846)	22,148,497
Total comprehensive income for the year					
Loss for the year		-	-	(17,151,635)	(17,151,635)
Other comprehensive income		-	211,669	-	211,669
Total comprehensive income for the year		**-**	**211,669**	**(17,151,635)**	**(16,939,966)**
Transactions with owners, recorded directly in equity					
Contributions by owners					
Contributions of equity net of transaction costs		14,581,863	-	-	14,581,863
Share-based payment transactions		-	97,601	-	97,601
Other movements in equity		-	-	-	-
Total transactions with owners		14,581,863	97,601	-	14,679,464
Balance at 30 June 2012		**45,554,329**	**1,292,147**	**(26,958,481)**	**19,887,995**

	Note	Contributed equity $	Reserves $	Retained earnings $	Total $
Balance at 1 July 2010		14,232,890	1,392,611	(9,622,509)	6,002,992
Total comprehensive income for the year					
Loss for the year		-	-	(1,173,427)	(1,173,427)
Other comprehensive income		-	204,804	-	204,804
Total comprehensive income for the year		**-**	**204,804**	**(1,173,427)**	**(968,623)**
Transactions with owners, recorded directly in equity					
Contributions by owners					
Contributions of equity net of transaction costs		894,576	-	-	894,576
Share-based payment transactions		1,295,000	(614,538)	957,611	1,638,073
Other movements in equity		-	-	31,479	31,479
Issue of consideration shares		14,550,000	-	-	14,550,000
Total transactions with owners		16,739,576	(614,538)	989,090	17,114,128
Balance at 30 June 2011		**30,972,466**	**982,877**	**(9,806,846)**	**22,148,497**

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

Consolidated Statement of Cash Flows
For the year ended 30 June 2012

	Note	Consolidated 2012 $	2011 $
Cash flows from operating activities			
Cash receipts in the course of operations		13,472,548	783,442
Cash payments in the course of operations		(17,460,624)	(3,336,311)
Interest and other finance costs paid		(102,853)	(29,139)
Interest received		443,627	343,944
Income taxes paid		(574,781)	-
Net cash flows inflow/(outflow) from operating activities		(4,222,083)	(2,238,064)
Cash flows from investing activities			
Payment for acquisition of subsidiary, net of cash acquired		(542,857)	-
Payments for purchase of equities		-	(1,011,000)
Proceeds from sale of equities		-	3,111,000
Purchase of plant and equipment		(1,930,204)	(70,835)
Net cash flows inflow/(outflow) from investing activities		(2,473,061)	2,029,165
Cash flows from financing activities			
Proceeds from share issue		15,000,000	1,000,000
Share issue costs		(418,137)	(105,424)
Proceeds from exercise of share options		-	1,295,000
Repayment of borrowings		(1,041,390)	(2,058,399)
Net cash flows inflow/(outflow) from financing activities		13,540,473	131,177
Net increase in cash and cash equivalents		6,845,329	(77,722)
Cash and cash equivalents at beginning of period		4,235,966	4,392,208
Effects of exchange rate changes on cash and cash equivalents		(108,322)	(78,520)
Cash and cash equivalents at end of period		10,972,973	4,235,966

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

Supplementary Appendix 4E Information

1. Statement of Significant Accounting Policies

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

This report is to be read in conjunction with any public announcements made by Car Parking Technologies Limited during the reporting period in accordance with the continuous disclosure requirements of *The Corporations Act* 2001 and the Australian Securities Exchange Listing Rules.

The financial report, comprising the financial statements and notes of Car Parking Technologies Limited and its controlled entities, complies with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Where necessary, comparative figures have been adjusted to comply with the changes in presentation in the current period.

The principal accounting policies adopted in the preparation of the financial statements are consistent with those of the previous financial year.

2. Material Factors Affecting the Economic Entity for the Current Period

Refer to the attached Market Announcement for discussion of the nature and amount of material items affecting revenue, expenses, assets, liabilities, equity or cash flows, where their disclosure is relevant in explaining the financial performance or position of the entity for the period.

3. Retained Earnings *(Appendix 4E item 6)*

	Consolidated	
	2012 **$**	**2011** **$**
Balance 1 July	(9,806,846)	(9,622,509)
Net profit/(loss) for the year	(17,151,635)	(1,173,427)
Expired options transferred to retained earnings	-	957,611
Other movements in retained earnings	-	31,479
Balance 30 June	(26,958,481)	(9,806,846)

4. Additional Dividend Information *(Appendix 4E item 7)*

There were no dividends paid or proposed during the year.

5. Dividend Reinvestment Plan *(Appendix 4E item 8)*

The company has no dividend reinvestment plan in operation.

6. NTA Backing *(Appendix 4E item 9)*

	Consolidated	
	2012 **$**	**2011** **$**
Net tangible asset backing per ordinary share	$0.1224	$0.0339

7. Earnings/(loss) per Share *(Appendix 4E item 14.1)*

	Consolidated	
	2012	**2011**
	$	**$**
Basic profit/ (loss) per share	(0.10)	(0.01)
Diluted profit/ (loss) per share	(0.10)	(0.01)
Profit/ (loss) used in calculating EPS	(17,151,635)	(1,173,427)
Basic and diluted loss per share		
Profit/(Loss) used in calculating EPS		
Weighted average number of ordinary shares outstanding	**No.**	**No.**
during the year used in calculating basic EPS	180,036,996	97,719,933

	2012	**2011**
Reconciliation of basic and diluted loss per share	**$**	**$**
Profit/(loss) attributable to the ordinary equity holders of the company used in calculating earnings/(loss) per share:	(17,151,635)	(1,173,427)
	(17,151,635)	(1,173,427)

The earnings per share calculation has not been adjusted for the 2,000,000 options (2011: 2,000,000) and 1,094,828 deferred share rights (2011: 844,828) as the company has made a loss in the current year and this would be considered antidilutive. These options and deferred share rights could potentially dilute basic earnings per share in the future.

8. Share Buyback *(Appendix 4E item 14.2)*

The company had no on-market buy back in operation during the year ended 30 June 2012 and the year ended 30 June 2011.

9. Segment Information

a) Description of segments

Management has determined the operating segments based on the reports reviewed by the Board that are used to make strategic decisions.

The Board considers the business from a product perspective and has identified two reportable segments. Technology consists of car parking technology products sold globally and Parking Management consists of the Town and City Parking Limited business which operates in the United Kingdom.

From a geographical perspective technology revenue is reported from New Zealand, Australia, UK, South Africa, Middle East and other, as revenues grow additional countries or regions will be reported.

b) Segment information provided to the board

The segment information provided to the Board for the reportable segments for the year ended 30 June 2012 is as follows:

Group - 2012	Technology $	Parking Management $	Total $
Total segment revenue	2,806,137	10,209,322	13,015,459
Inter-segment revenue	(586,461)	-	(586,461)
Revenue from external customers	**2,219,676**	**10,209,322**	**12,428,998**
Adjusted EBITDA	**(1,614,899)**	**(562,659)**	**(2,177,558)**

The segment information provided to the Board for the reportable segments for the year ended 30 June 2011 is as follows:

Group - 2011	Technology $	Parking Management $	Total $
Total segment revenue	1,349,066	-	1,349,066
Inter-segment revenue	-	-	-
Revenue from external customers	**1,349,066**	**-**	**1,349,066**
Adjusted EBITDA	**(455,054)**	**-**	**(455,054)**

b) Other segment information

(i) Segment revenue
Sales between segments are carried out at arm's length and are eliminated on consolidation. The revenue from external parties reported to the Board is measured in a manner consistent with that in the income statement.

Segment revenue reconciles to total revenue from continuing operations as follows:

	2012 $	2011 $
Total segment revenue	**13,015,459**	**1,349,066**
Intersegment eliminations	(586,461)	-
Interest revenue	443,267	345,530
	12,872,625	1,694,596

(ii) Adjusted EBITDA

The Board assesses the performance of the operating segments based on a measure of adjusted EBITDA. This measurement excludes the effects of non-recurring expenditure from the operating segments such as restructuring costs, acquisition costs and goodwill impairments when the impairment is the result of an isolated, non-recurring event. Furthermore, the measure excludes the effects of equity-settled share-based payments and realised/unrealised gains/(losses) on financial assets. Interest income and expenditure are not allocated to segments, as this type of activity is driven by the central treasury function, which manages the cash position of the group.

A reconciliation of adjusted EBITDA to operating profit before income tax is provided as follows:

	2012 $	2011 $
Adjusted EBITDA	(2,177,558)	(455,054)
Intersegment eliminations	(299,689)	-
Interest revenue	443,627	345,530
Interest expense	(34,890)	-
Business acquisition costs	(160,925)	(359,087)
Depreciation	(381,101)	(26,155)
Amortisation	(1,050,451)	(395,443)
Impairment net asset adjustment receivable	(615,131)	-
Impairment of goodwill	(11,299,431)	-
Realised gain on financial assets through profit and loss	-	1,264,360
Unrealised loss on financial assets through profit and loss	(118,461)	(565,427)
Loss on disposal of fixed property, plant and equipment	-	(8,923)
Town and City Parking Limited restructuring costs	(447,410)	-
Adjusted EBITDA for parent company	(557,945)	(649,335)
Other	(330,035)	-
Profit before income tax from operations	(17,029,400)	(849,534)

10. Trends in Performance *(Appendix 4E item 14.5)*

Refer to the attached Market Announcement.

11. Other Factors that Affected Results in the Period or which are Likely to Affect the Results in the Future *(Appendix 4E item 14.6)*

Refer to the attached Market Announcement.

12. Controlled Entities Acquired or Disposed of *(Appendix 4E item 10)*

On 9 January 2012, Car Parking Technologies Limited acquired 100% of the issued share capital of Town and City Parking Limited, a United Kingdom based company which operates in the car park management business.

Details of the purchase consideration, the net assets acquired and goodwill are as follows:

	2012 **$**
Cash and cash equivalents	3,001,484
Trade and other receivables	6,880,829
Inventories	165,359
Property, plant and equipment	3,118,692
Bank overdraft	(657,507)
Trade payables	(12,358,670)
Provision for employee benefits	(713,024)
Tax payable	(18,196)
Borrowings	(1,945,959)
Net identifiable assets acquired	(2,526,992)
Purchase consideration:	
Cash paid	2,886,834
Net asset adjustment (b)	(3,304,313)
Contingent consideration (a)	-
Total purchase consideration	(417,479)
Goodwill on acquisition	2,109,513

The goodwill is attributable to the expected growth in profitability through the roll out of technology and expected cost savings. It will not be deductible for tax purposes.

a) Contingent consideration
In the event that certain EBITDA targets are achieved by Town and City Parking Limited, for the 12 months ending 31 December 2012 and the 12 months ending 31 May 2013, additional consideration of up to $11,092,014 may be payable in cash and ordinary shares in Car Parking Technologies Limited. Subject to movements in the exchange rate the maximum amount of cash payable would be $4,703,932 and the maximum number of ordinary shares issued would be 21,765,185.

The fair value of the contingent consideration payable has been estimated at nil based on a probability adjusted EBITDA forecast for Town and City Parking Limited.

b) Net asset adjustment
The Sale and Purchase Agreement provided that the first earn out would be adjusted post settlement to the extent that the completion net asset statement varies materially from an agreed balance sheet summary. In the event that the first earn out is not sufficient to recover the net asset adjustment the Sale and Purchase Agreement provides other mechanisms for recovering this amount.

c) Revenue and profit contribution
The acquired business contributed revenues of $10,209,322 and a net loss of $2,104,103 to the Group for the period from 9 January 2012 to 30 June 2012.

Acquisition related costs of $160,925 are included in other expenses in profit or loss and in operating cash flows in the statement of cash flows.

13. Associates and Joint Venture Entities *(Appendix 4E item 11)*

The company did not acquire/dispose of interests in Joint Ventures or Associates.

14. Other Significant Information *(Appendix 4E item 12)*

An impairment charge of $11,299,431 was booked against goodwill in the Technology segment based on the lower than expected revenue for the year ended 30 June 2012. The impairment charge is calculated as the carrying value of the Technology cash generating unit (CGU) less its value in use.

Refer to the attached Market Announcement for other significant information.

15. Reconciliation of Cash Flows from Operating Activities

	Consolidated	
	2012	**2011**
	$	**$**
Reconciliation of Cash Flow from Operations with Loss after Income Tax		
Profit/(Loss) after income tax for the period	(17,151,635)	(1,173,427)
Adjustments for:		
Gain/loss on disposal of plant and equipment	-	8,923
Depreciation and amortisation expense	1,431,552	421,598
Unrealised losses on financial assets through profit or loss	118,461	(699,115)
Impairment of goodwill	11,299,431	-
Impairment of trade receivables	29,430	32,049
Share-based payments expense	97,601	343,073
Change in operating assets and liabilities, net of effects from purchase of controlled entity:		
(Increase)/decrease in trade and term receivables	1,060,899	(176,857)
(Increase)/decrease in inventories	(485,747)	(378,854)
(Increase)/decrease in other current assets	1,250,721	165,085
Increase/(decrease) in trade payables and accruals	(1,420,250)	(1,070,468)
Increase/(decrease) in tax payable and deferred tax	(452,546)	289,929
Net Cash outflow from operations	(4,222,083)	(2,238,064)

16. Audit Status *(Appendix 4E item 15)*

This report is based on accounts which are in the process of being audited.

17. Commentary on Results *(Appendix 4E item 14)*

Refer to the attached Market Announcement.

Cash at bank includes cash that Town and City Parking Limited has collected and counted on behalf of customers, the associated liability for this is included in Trade and other payables.

18. Significant Features of Operating Performance *(Appendix 4E item 14.3)*

Refer to the attached Market Announcement.