

Rule 4.7B

Appendix 4C

Monthly report for entities admitted on the basis of commitments

Name of entity

Australian Renewable Fuels Limited

ABN

66 096 782 188

Month ended

31 May 2009

Consolidated statement of cash flows

Cash flows related to operating activities		Current month \$A'000	Year to date 11 months \$A'000
1.1	Receipts from customers	109	2,752
1.2	Payments for		
	(a) staff costs	(94)	(1,242)
	(b) advertising and marketing	-	-
	(c) research and development	-	(11)
	(d) other operating costs	(329)	(3,871)
1.3	Dividends received	-	-
1.4	Interest received	-	12
1.5	Interest and other costs of finance paid	(13)	(78)
1.6	Income taxes paid	-	-
Net operating cash flows		(327)	(2,438)

	Current month \$A'000	Year to date 11 months \$A'000
1.7 Net operating cash flows (brought forward)	(327)	(2,438)
Cash flows related to investing activities		
1.8 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) group expansion	-	-
(d) intellectual property	-	-
(e) physical non-current assets	(2)	(66)
1.9 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.10 Loans to other entities	-	-
1.11 Net cash outflow on disposal of subsidiary	-	(292)
Net investing cash flows	(2)	(358)
1.12 Total operating and investing cash flows	(329)	(2,796)
Cash flows related to financing activities		
1.13 Net proceeds from issues of shares, options, etc.	427	427
1.14 Proceeds from sale of forfeited shares	-	-
1.15 Proceeds from borrowings – External Shareholder loans (U.S)	-	-
1.16 Repayment of borrowings – External Shareholder Loans (U.S)	-	-
1.17 Dividends paid	-	-
1.18 Loans received	-	500
Net financing cash flows	427	927
Net increase (decrease) in cash held	98	(1,869)
1.16 Cash at beginning of month/year	(727)	1,310
1.17 Exchange rate adjustments	-	(70)
1.18 Cash at end of month/year	(629)	(629)

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

	Current month \$A'000
1.19 Aggregate amount of payments to the parties included in item 1.2	-
1.20 Aggregate amount of loans to the parties included in item 1.11	-
1.21 Explanation necessary for an understanding of the transactions	-

Non-cash financing and investing activities

2.1	Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows	
2.2	Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest.	

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

	Amount available \$A'000	Amount used \$A'000
3.1 Bank Overdraft Facility	750	629
3.2 Inventory and Receivables financing facility	950	-
3.3 Bank guarantees provided to third parties	335	-
Total financing facilities available at end of month	2,035	629

Note: The Company entered into a contract to dispose of its land at Picton, Western Australia for a total cash consideration of \$3m excl GST for the whole parcel of land as disclosed in the ASX announcement of 24 April 2009. The final contract will be constructed so that the company will retain control of the land occupied by the existing plant, which will mean a pro-rata payment of the land resulting in cash of approximately \$2.2m for the company. On the 26th June 2009, all parties to the transaction executed necessary documentation in anticipation of final settlement.

On the 26 June 2009, the company announced the final timetable and documentation despatch in relation to the Renounceable Rights Issue.

On the 8 May 2009, the company received the proceeds of the placement as announced on that date of \$427,848.66.

Reconciliation of cash

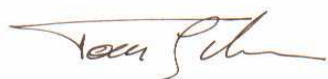
Reconciliation of cash at the end of the month (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current month \$A'000	Previous month \$A'000
4.1 Cash on hand and at bank	-	-
4.2 Deposits at call	-	-
4.3 Bank overdraft	(629)	(727)
4.4 Other Bank Facilities	-	-
Total: cash at end of month/year	(629)	(727)

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity		
5.2 Place of incorporation or registration		
5.3 Consideration for acquisition or disposal		
5.4 Total net assets		
5.5 Nature of business		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here
Managing Director

Date: 30 June 2009

Print name: Tom Engelsman

Notes

1. The monthly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a) - policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.