Euraust Limited

(formerly My Casino Ltd)

A.C.N. 009 423 189

Annual Financial Report

2002

EURAUST LIMITED AND CONTROLLED ENTITIES
ANNUAL FINANCIAL REPORT 2002
CORPORATE DIRECTORY

Directors: Michael O'Donnell (Chairman)
Amelia Matousis
Hans-Rudolph Moser
Patrizia Koenig

Secretary: Jonathan Asquith

Registered Office: Mezzanine Level
28 The Esplanade
Perth WA 6000
Telephone (61 8) 9481 1525
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Auditors: BDO Chartered Accountants and Advisers
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Perth WA 6000

Share Registry: Security Transfer Registrars Pty Ltd
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168 Adelaide Terrace
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Telephone: (61 8) 9221 4200
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Bankers: Challenge Bank
1257 Hay Street
Perth WA 6000

Solicitors: Clayton Utz
108 St Georges Terrace
Perth WA 6000

Home Stock Exchange: Australian Stock Exchange Limited
2 The Esplanade
Perth WA 6000

EURAUST LIMITED AND CONTROLLED ENTITIES
ANNUAL FINANCIAL REPORT 2002
CHAIRMAN'S REPORT

Dear Shareholder

I am pleased to present herewith the Annual Financial Report of Euraust Ltd for the year ended 31 December 2002 and to add some commentary about the progress of the investments made by Euraust during the past twelve months. The funds directly invested to date by way of loans or equity investments and the related entities are as follows:

Entity	Investment/Loan	Website
Betworks Pty Ltd	$1,137,328	www.betworks.com
Touristcomm AG	$149,643	www.mallorca24.com
Market United Pty Ltd	$75,000	www.marketunited.com
TMS Global Pty Ltd	$325,000	To be announced

Betworks

Betworks Pty Ltd was acquired on 1 July 2002 at which time it had a wagering turnover of around $300,000 per month. Our initial focus was to upgrade the website and customise the product offering to our American target market. We then concentrated on unique promotion strategies to begin to build the customer base. I am pleased to be able to report that since our acquisition we have steadily increased the wagering turnover month on month and the current year to date wagering turnover is in excess of $16,000,000. This building of the business reached the point in February where the company showed a net profit for the month. A continuation of normal margins on increasing turnover should lead to increasing profitability and positive cashflow.

Mallorca24

Euraust has a majority interest in the German company Touristcomm AG which owns the website www.mallorca24.com. The development this site, which seeks to nurture and exploit develop internet orientated tourist communities centred around travel to the island of Majorca, commenced in June 2002. Euraust's investment in this project has generated immense interest in Europe. The site is expected to produce income within the next four months directors do not foresee that further investment from Euraust will be required.

Market United

The recognition of the centrality of effective marketing in the commercial success of any internet application lead us to join together with one of the most innovative of firms in this area. The rapid increase in activity in Betworks is substantially due to the work performed by Market United's staff. Market United has been engaged to develop market and manage the new lotteries products.

Lotteries

As announced recently, is currently investing in TMS Global Pty Ltd. With a direct-marketing system has over 500,000 customers and markets in more than 40 countries, TMS is Australia's largest exporter of lottery products including Tatts lotto, OzLotto, Powerball, Keno, ONOC and Pacific Instant Lottery (P.I.L.) Scratch tickets.

It is anticipated that the marketing campaigns for the online lottery products will begin in twelve weeks. The products are will be synergistic with our current Sportsbook offering and have a more stable return profile.

Each of the investments has the potential to bring substantial returns for Euraust and we look forward to the fulfilment of our business plans over the coming months.

Michael O'Donnell
Chairman

EURAUST LMITED AND CONTROLLED ENTITIES
ANNUAL FINANCIAL REPORT 2002
CORPORATE GOVERNANCE STATEMENT

Corporate Governance

Half of the members of the Board of directors are non-executive directors. The non-executive directors comprise Mrs Amelia Matousis, Mr Hans-Rudolf Moser.

The composition of the Board is determined in accordance with the following principles and guidelines:

- The board should comprise directors with an appropriate range of qualifications and expertise; and
- The board should meet regularly and follow meeting guidelines set down to ensure all directors are made aware of, and have all necessary information, to participate in an informed decision of all agenda items

As the board acts on behalf of its shareholders and is accountable to the shareholders, the board seeks to identify the expectations of the shareholders, as well as other regulatory and ethical expectations and obligations. In addition, the board is responsible for identifying areas of significant business risk and ensuring arrangements are in place to adequately manage those risks. The board seeks to discharge these responsibilities in a number of ways.

The Directors of the company meet annually, or more frequently if required, to consider remuneration policies and packages applicable to the Board members and senior executives. The remuneration policy is to ensure the remuneration package properly reflects the relevant person's duties and responsibilities and that remuneration is competitive in attracting, retaining and motivating people of the highest quality. Directors and senior executive may receive bonuses based on the achievement of specific goals related to the performance of the company (including operational results and cashflow).

In order to ensure that the board continues to discharge its responsibilities in an appropriate manner, the performance of all Directors is reviewed annually by the chairperson.

The Directors are elected by the shareholders.

The board has a policy of enabling directors to seek independent professional advice if required at the company's expense through the office of the Company Secretary.

The board's policy is for the directors and management to conduct themselves with the highest ethical standards and integrity.

Audit Committee

The Company is not of a size or complexity to require a separately constituted audit committee. All matters, which would be capable of delegation to such a committee including approval of accounts and liaison with the directors, are dealt with at full Board Meetings.

The responsibility for the operation and administration of the Company is delegated by the board to the Director and the executive team. The board ensures that this team is appropriately qualified and experienced to discharge their responsibilities and has in place procedures to assess the performance of the Executive Director and the executive team.

The board is responsible for ensuring the management's objectives and activities are aligned with the expectations and risks identified by the board.

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 200

Your directors present their report on the company and its controlled entities for the financial year ended 31 December 2002.

DIRECTORS

The names of directors in office at any time during or since the end of the year are:

Mr Michael O'Donnell – Chairman

Mrs Amelia Matousis

Mr Hans-Rudolf Moser

Mrs Patrizia Koenig

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

PRINCIPAL ACTIVITIES

The principal activities of the economic entity during the financial year were:

Internet sports-betting , investment and consulting and internet tourism sales

The following significant changes in the nature of the principal activities occurred during the financial year:

The economic entity acquired all of the share capital of Betworks Pty Ltd - an internet sports-betting company, a majority holding in Touristcomm AG - and internet tourism enterprise and a minority holding in Market United Pty Ltd – an internet marketing company

There were no other significant changes in the nature of the Company's principal activities during the financial year.

OPERATING RESULTS

The consolidated loss of the economic entity after providing for taxation and eliminating outside equity interests amounted to $1,474,279 (2001: $1,181,191).

DIVIDENDS

There were no dividends paid or declared during 2001 or 2002.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

During the financial year the economic entity acquired Betworks Pty Ltd, a company which operates an internet sportsbook at www.betworks.com The economic entity also acquired the majority of the share capital of Touristcomm AG, an entity which is developing a tourism website at www.mallorca24.com. Loan funds were advanced to both entities during the year.

REVIEW OF OPERATIONS

Betworks Pty Ltd was acquired on 1 July 2002. Subsequent to the acquisition by Euraust, the Betworks website has been substantially improved and the marketing strategies of the business have lead to substantial increases in the number of customers and the turnover of the business. The internet site at www.mallorca24.com is operational and commencing to receive revenue

AFTER BALANCE DATE EVENTS

On 6 March 2003 Euraust Ltd entered into a Memorandum of Understanding with TMS Global Service Pty Ltd ("TMS") to build an internet engine dedicated to the sale of lottery products and to act as distribution channel manager and web master for the business unit. TMS has also agreed to issue equity instruments to Euraust, which, if fulfilled, could allow Euraust, a 30% interest in TMS. An initial investment of $325,000 equating to a 15% interest in TMS was made on 14 March 2003.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may significant affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

FUTURE DEVELOPMENTS

The economic entitv exoects to continue to develoo its internet businesses

INFORMATION ABOUT DIRECTORS

Michael O'Donnell	—	Chairman (Age 49)
	—	Mr O'Donnell is a businessman with over 25 years experience in the information technology industry and was the former Managing Director of MITS (WA) Pty Ltd, an electronics and computer engineering business. He has experience in development from concept to commercialisation of new Information Technology products.
Interest in Shares and Options	—	50,000 listed options 2,388,903 ordinary shares 7,000,000 options exercisable at 4 cents on or before 31 December 2007
Amelia Matousis	—	Non Executive Director (Age 32)
	—	Mrs Matousis holds a Bachelor of Commerce with honours in economics. After working with an international accounting firm Mrs Matousis provided consulting services to a private company for over three years until focusing her energies full time on her family's property development and investment company.
Interest in Shares and Options	—	3,000,000 options exercisable at 4 cents on or before 31 December 2007 250,000 non-transferable listed options exercisable at 20 cents on or before 31 March 2003
Hans-Rudolph Moser	—	Non Executive Director (Age 58)
	—	Mr Hans-Rudolf Moser is a resident of Switzerland with over 20 years' experience in the Swiss banking and finance industry. He is currently principal of a large European portfolio manager and is a director of several Australian public and listed companies.
Interest in Shares and Options	—	1,000,000 listed ordinary shares 3,000,000 options exercisable at 4 cents on or before 31 December 2007 250,000 non-transferable listed options exercisable at 20 cents on or before 31 March 2003
Patrizia Koenig	—	Director (Age 48)
	—	Mrs Koenig is resident in Germany and has extensive experience in marketing together with commercial skills. Mrs Koenig is responsible for German investor relations and the development of Touristcom AG
Interest in Shares and Options		228,170 ordinary listed shares. 3,000,000 options exercisable at 4 cents on or before 31 December 2007

DIRECTORS' REMUNERATION

The remuneration of each Director during the year was as follows:

	Directors Fees	Amounts made available to related party	Salary	Share Options	Total
	$	$	$	$	$
Mr M O'Donnell	-	116,000	-	15,750	131,750
Mrs A Matousis	-	12,000	-	6,750	18,750
Mr H-R Moser	12,000	-		6,750	18,750
Mrs P Koenig	12,000	-	21,533	6,750	40,283

Share options included in remuneration are valued at the time of their issue based on the Black-Scholes option valuation method. None of the options have been exercised at the date of this report. The options are exercisable at a price of 4 cents per share at any time before 31 December 2007.

MEETINGS OF DIRECTORS

During the financial year 7 meetings of directors were held. Attendances were:

	Number eligible to attend	Number Attended
Mr M O'Donnell	7	7
Mrs A Matousis	7	7
Mr H-R Moser	7	6
Mrs P Koenig	7	7

INDEMNIFYING OFFICERS OR AUDITOR

The Company has entered into Indemnity, Insurance and Access Deeds with all directors and the company secretary. These deeds indemnify the holders against liabilities and costs arising from claims by other persons, allow the holders continuing access to Company documents and require the Company to maintain a D&O policy when reasonably available.

OPTIONS

During the year the company granted 22,000,000 options to directors and officers of the economic entity following approval by shareholders at a general meeting. The options are exercisable at an exercise price of 4 cents per share on or before 31 December 2007. No shares were issued by virtue of the exercise of an option during the year or to the date of this report. There are 104,731,028 unissued ordinary shares for which options are outstanding at the date of this report.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not a party to any such proceedings during the year.

Signed in accordance with a resolution of the Board of Directors.

M O'Donnell
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Director

Dated this 31st day of March 2003.

EURAUST LIMITED AND CONTROLLED ENTITIES
ANNUAL FINANCIAL REPORT
STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2002

		Economic Entity	Parent entity	
		2002	2002	2001
	Note	$	$	$
Wagering Turnover	1,b	9,695,794	-	-
Revenue from Ordinary Activities	2	209,985	205,618	248,069
Share of net profits of associate accounted for using the equity method	12	1,182	1,182	-
Net wagering losses		73,730	-	-
Employment costs		401,504	153,352	405,838
Depreciation and losses on disposal of assets		44,991	28,311	164,483
Consulting and professional fees		222,681	198,965	334,369
Provisions against loans and equity (controlled entities)	3	-	786,972	298,113
Legal fees		193,518	174,020	26,352
Marketing promotion and website		399,219	-	-
Other expenses from ordinary activities		400,180	196,684	200,105
Loss from ordinary activities before income tax		1,524,656	1,331,504	1,181,191
Income tax attributable to loss from ordinary activities	4	-	-	-
Net Loss		1,524,656	1,331,504	1,181,191
Net loss attributable to outside equity interests		50,377	-	-
Loss from ordinary activities after income tax attributable to the members of the parent entity		1,474,279	1,331,504	1,181,191
Basic Earnings per share (cents per share)	7	(0.73)	(0.66)	(0.59)

The accompanying notes form part of these financial statements

ANNUAL FINANCIAL REPORT
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2002

		Economic Entity	Parent entity	
		2002	2002	2001
	Note	$	$	$
CURRENT ASSETS				
Cash assets	9	2,757,337	1,651,569	3,342,287
Receivables	10	45,504	18,597	16,366
TOTAL CURRENT ASSETS		2,802,841	1,670,166	3,358,652
NON-CURRENT ASSETS				
Receivables	10	-	-	-
Investments	11	-	300,000	-
Investments accounted for using the equity method of accounting	12	76,182	76,182	-
Plant and equipment	13	77,379	30,911	42,973
Intangibles	14	118,295	-	-
TOTAL NON-CURRENT ASSETS		271,856	407,093	42,973
TOTAL ASSETS		3,074,697	2,077,259	3,401,625
CURRENT LIABILITIES				
Payables	15	1,152,022	33,457	26,319
Loans	16	18,747	-	-
Provisions	17	26,362	-	-
TOTAL CURRENT LIABILITIES		1,197,131	33,457	26,319
TOTAL LIABILITIES		1,197,131	33,457	26,319
NET ASSETS		1,877,566	2,043,802	3,375,306
EQUITY				
Contributed Equity	18	24,507,905	24,507,905	24,507,905
Accumulated losses	19	(22,606,878)	(22,464,103)	(21,132,599)
Parent equity interest		1,901,027	2,043,802	3,375,306
Outside equity interest	20	(23,461)	-	-
TOTAL EQUITY		1,877,566	2,043,802	3,375,306

The accompanying notes form part of these financial statements

ANNUAL FINANCIAL REPORT
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2002

	Note	Economic Entity	Parent entity	
		2002	2002	2001
		$	$	$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and other revenue received		603,859	90,000	14,971
Payments to suppliers and employees		(1,608,804)	(764,539)	(1,025,771)
Interest received		121,888	115,614	198,595
Indirect taxes refunded		47,608	47,608	(15,785)
Net cash used in operating activities	8a	(835,449)	(511,317)	(827,990)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from sale of plant and equipment		-	-	750
Proceeds from sale of investments		-	-	17,516
Purchase of investments		(75,000)	(139,019)	-
Purchase of Betworks	8b	332,309	(300,000)	-
Purchase of plant and equipment		(16,246)	(16,248)	(4,220)
Loans to group entities		-	(722,952)	(447,737)
Loans repaid by group entities		-	-	149,624
Loans to other entities		(1,183)	(1,183)	(136,060)
Loans repaid by other entities		-	-	236,060
Net cash used in investing activities		239,880	(1,179,402)	(184,067)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from borrowings		16,150	-	-
Proceeds from issue of shares		26,917	-	-
Net cash provided by (used in) financing activities		43,067	-	-
Net increase (decrease) in cash held		(552,502)	(1,690,719)	(1,012,057)
Cash at beginning of financial year		3,342,288	3,342,288	4,354,344
Exchange Rate adjustments		(32,449)	-	-
Cash at end of financial year	9	2,757,337	1,651,569	3,342,287

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Urgent Issues Group Consensus Views, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The financial report covers the economic entity of Euraust Ltd and controlled entities, and Euraust Ltd as an individual parent entity. Euraust Ltd is a listed public company, incorporated and domiciled in Australia.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the material accounting policies adopted by the Company in the preparation of the financial report.

a. **Principles of Consolidation**

During the prior period the company ceased to control the activities of the following wholly owned controlled entities - International Data Processing Limited, Netcom Limited, International Data Processing Australia Pty Ltd, Sportsbook Australasia Limited Casinos Australasia Limited. All these wholly owned entities have ceased their operations and had no significant net assets. The company did not intend to resume control of these wholly owned entities. As the financial statements of wholly owned entities are not available the prior year amounts report were prepared in relation to the company Euraust Ltd only

For the current year, a controlled entity is any entity controlled by Euraust Ltd. Control exists where Euraust Ltd has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with Euraust Ltd to achieve the objectives of Euraust Ltd. A list of controlled entities is contained in Note 27 to the financial statements.

All inter-company balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation. Where controlled entities have entered or left the economic entity during the year, their operating results have been included from the date control was obtained or until the date control ceased. Outside interests in the equity and results of the entities that are controlled are shown as a separate item in the consolidated financial report

b. **Revenue Recognition**

Wagering Turnover comprises the value of bets received from clients and settled on completed events during the year.

Wagering Revenue is the net of wagering wins and losses. After deducting GST, and is recognised at the point when the event to which the wager relates is officially completed and settled. Settlement by the economic entity usually takes place within one day of the event's completion.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from the rendering of a service is recognised upon delivery of the service to the customer.All revenue is stated net of the amount of goods and services tax (GST)

c. **Income Tax**

The economic entity adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any permanent differences.

Timing differences which arise due to different accounting periods in which items of revenue and expense are included in the determination of accounting profit and taxable income are brought to account as either a provision for deferred income tax or as a future income tax benefit at the rate of income tax applicable to the period in which the benefit will be received or the liability will become payable.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond reasonable doubt. Future income tax benefits in relation to tax losses are not brought to account unless there is virtual certainty of realisation of the benefits .The amount of the benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income tax legislation and the anticipation that the Company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

d. **Plant and Equipment**

Each class of plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected cash flows have not been discounted to their present value in determining recoverable amounts.

The depreciable amount of all fixed assets is depreciated on a straight line basis over their estimated useful lives to the Company commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired term of the lease or the estimated useful life of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	**Depreciation Rate**
Leasehold improvements	17%
Plant and equipment	20 – 33%

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES contd

e. **Investments**

Non-current investments are measured on the cost basis. The carrying amount of non-current investments is reviewed annually by directors to ensure it is not in excess of the recoverable amount of these investments. The recoverable amount is assessed from the quoted market value for listed investments or the underlying net assets for other non-listed investments. The expected net cash flows from investments have not been discounted to their present value in determining the recoverable amounts.

f. **Investments in Associates**

Investments in associate companies are recognised in the financial statements by applying the equity method of accounting

g. **Intangibles**

Goodwill and goodwill on consolidation are initially recorded at the amount by which the purchase price for a business or for an ownership interest in a controlled entity exceeds the fair value attributed to its net assets at date of acquisition. Both purchased goodwill and goodwill on consolidation are amortised on a straight line basis over the period of 20 years. The balances are reviewed annually and any balance representing future benefits for which the realisation is considered to be no longer probable are written off.

h. **Foreign Currency Transactions and Balances**

Foreign currency transactions during the year are converted to Australian currency at the rates of exchange applicable at the dates of the transactions. Amounts receivable and payable in foreign currencies at balance date are converted at the rates of exchange ruling at that date.

The gains and losses from conversion of short-term assets and liabilities, whether realised or unrealised, are included in profit from ordinary activities as they arise.

i **Employee Entitlements**

Provision is made for the economic entities liability for employee entitlements arising from services rendered by employees to balance date. These benefits include wages and salaries, annual leave and long service leave. Sick leave is non-vesting and has not been provided for. Employee entitlements expected to be settled within one year have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

The contributions made to superannuation funds by entities within the consolidated entity are charged against profits when due.

j. **Cash**

For the purposes of the Statement of Cash Flows, cash includes cash on hand and in banks, deposits at call and money market investments which are readily convertible into cash.

k. **Earnings per share**

Basic EPS is calculated as net profit attributable to members, adjusted to exclude costs of servicing equity (other than dividends) and preference share dividends, divided by the weighted average number of ordinary shares, adjusted for any bonus element.

Diluted EPS is calculated as net profit attributable to members, adjusted for:

- Costs of servicing equity (other than dividends) and preference share dividends;
- The after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
- Other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary share;

divided by the weighted average number of ordinary shares and potential ordinary shares, adjusted for any bonus element.

k. **GST**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

l. **Comparative Figures**

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
NOTE 2: REVENUE			
Wagering turnover	9,695,794	-	-
Operating Activities			
- Interest received	119,985	115,618	198,594
- Legal costs recovered	90,000	90,000	-
- Proceeds from sale of investments	-	-	17,516
- Service Revenue	-	-	10,552
- Other	-	-	21,407
	209,985	205,618	248,069
NOTE 3: LOSS FROM ORDINARY ACTIVITIES			
Operating loss from ordinary activities before income tax has been determined after:			
(a) Expenses:			
Depreciation of non-current assets:			
Plant and equipment	42,421	28,311	26,833
Leasehold improvements	-	-	12,003
Total depreciation	42,421	28,311	38,836
Amortisation of non-current assets			
Goodwill on consolidation	2,570	-	-
Formation expenses	826	-	-
Rental expense on operating leases	2,551	-	-
Foreign currency translation losses	32,450	-	-
Net loss on disposal of plant & equipment	-	-	125,647
Provisions for:			
Employee entitlements	739	-	(15,339)
Non recovery of loans to group entities*	-	722,951	298,113
Equity of group entities*	-	64,021	-
Total provisions	739	786,972	282,774

* On review of the assets of the controlled entities the directors have made the conservative decision to raise a provision against part of the value of investments and loans receivable from controlled entities. The provision is based on the current losses incurred. Directors believe this situation will be reversed in future periods when the controlled entities become profitable, at which time the provision will be further reviewed.

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
(b) Significant revenue and expenses:			
The following significant revenue and expense items are relevant in explaining the financial performance:			
Loss on sale of controlled entities	-	9,710,519	-
Reversal of provision for loss on sale of controlled entities	-	(9,710,519)	-
Write-off of loans to wholly owned controlled entities	-	1,040,628	8,669,891
Reversal of provision on loans to wholly owned controlled entities	-	(1,040,628)	(8,669,891)
	-	-	-

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
NOTE 4: INCOME TAX EXPENSE			
The prima facie tax on loss from ordinary activities before income tax is reconciled to the income tax as follows:			
Prima facie tax payable on loss from ordinary activities before income tax @ 30%	(457,397)	(399,451)	(354,357)
Tax effect of permanent differences	55,016	52,520	-
Tax effect of differences not recognised	244,115	236,842	89,433
Tax effect of current year loss not recognised	158,266	110,089	264,924
Income tax expense	-	-	-
Future income tax benefits not brought to account @ 30% the benefits of which will only be available if the conditions for deductibility set out in Note 1(c) occur	2,427,920	760,869	365,881
Franking credits available	-	-	-
NOTE 5: REMUNERATION AND RETIREMENT BENEFITS			
a. Directors' Remuneration			
Income paid or payable to all directors of each entity in the economic entity by the entities of which they are directors and any related parties	288,452	209,533	191,124
Income paid or payable to all directors of the parent entity by the parent entity any related parties	209,533	209,533	191,124

Number of parent entity directors whose income from the parent entity and any related parties was within the following bands:

	2002 Number	2001 Number
$ 0 — $9,999	-	2
$10,000 — $19,999	2	1
$20,000 — $29,999	-	1
$40,000 — $49,999	1	1
$90,000 — $99,999	-	1
$130,000 — $135,000	1	-

The names of directors who have held office during the financial year are:

Mr Michael O'Donnell – Chairman

Mrs Amelia Matousis

Mr Hans-Rudi Moser

Mrs Patrizia Koenig

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
b. Executive Remuneration			
Remuneration received or due and receivable by executive officers of the company and any related entities for management of the affairs of the company, whose remuneration is $100,000 or more	-	-	-

NOTE 6: AUDITORS REMUNERATION

	Economic Entity 2002 $	Parent entity 2002 $	Parent entity 2001 $
Remuneration of the auditor of the parent entity for:			
- auditing or reviewing the financial report	21,004	21,004	27,560
- other service provided by a related practice of auditor	18,406	18,406	-
Remuneration of other auditors of subsidiaries for:			
- auditing or reviewing the financial report	7,050	-	-
- accounting services	6,457	-	-

NOTE 7: LOSS PER SHARE

	Economic Entity 2002	Parent entity 2002	Parent entity 2001
Basic loss per share (cents per share)	(0.73)	(0.66)	(0.59)
	Number	Number	Number
Weighted Average number of ordinary shares used in the calculation of the basic loss per share:	201,004,552	201,004,552	201,004,552

Diluted loss per share has not been given as it does not show an inferior position to basic loss per share.

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
NOTE 8: CASH FLOW INFORMATION			
a. Reconciliation of Cash Flow from Operations with Operating Loss from Ordinary Activities after Income Tax			
Operating Loss from Ordinary Activities after Income Tax	1,524,656	1,331,504	(1,181,191)
Non-cash flows in Operating Loss from Ordinary Activities			
Depreciation and amortisation	(44,991)	(28,311)	38,836
Associated company	1,182	1,182	-
Exchange rate loss	(33,833)	-	-
Net gain on disposal of investments	-	-	(9,516)
Net loss on disposal of plant and equipment	-	-	124,897
Charges to provision against loans and equity (controlled entities)	-	(786,972)	298,113
Changes in assets and liabilities			
Increase/ (Decrease) in receivables	39,192	16,834	(911)
(Increase)/ Decrease in creditors	(650,018)	(22,920)	(82,879)
(Increase)/(Decrease in employee entitlement provisions	(739)	-	(15,340)
Cash outflows from operations	835,449	511,317	(827,990)

b. Acquisition of entities.

At 1 July 2002 Euraust Ltd purchased all of the ordinary shares of Betworks Pty Ltd (formerly Megasports Pty Ltd)

Details of the acquisition are as follows:

Consideration	$
Cash	300,000
Fair value of net assets of entity acquired	
Cash	632,309
Debtors	2,844
Plant and Equipment	59,752
Formation Expenses	18,874
Creditors	(37,262)
Customer deposits	(452,497)
Provisions	(25,622)
Goodwill on acquisition	101,602
Total	300,000
Flow of cash to acquire Betworks Pty Ltd, net of cash acquired	
Cash consideration	300,000
Less cash balances acquired	632,309
Inflow of cash	332,309

Euraust Ltd acquired 70% of the issued capital of Touristcomm AG when this company was founded on 29 August 2002 for a cash consideration of $64,020.

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
NOTE 9: CASH			
Cash on hand	508	350	350
Cash at bank	1,135,653	30,043	142,697
Short term money market deposits	1,621,176	1,621,176	3,199,240
	2,757,337	1,651,569	3,342,287
NOTE 10: RECEIVABLES			
CURRENT			
Other Debtors	45,504	18,597	16,366
NON CURRENT			
Loans to group entities – at cost	-	722,951	1,040,628
Less Provisions against loans	-	(722,951)	(1,040,628)
	-	-	-
NOTE 11: INVESTMENTS			
NON-CURRENT			
Group entities - at cost	-	364,020	9,710,519
Less Provisions against equity	-	(64,020)	(9,710,519)
	-	300,000	-

Directors consider that the value of licences held by Betworks Pty Ltd and the going concern value of the business of Betworks is greater than $300,000.

NOTE 12: ASSOCIATED COMPANY	Ownership Interest		Carrying Amount of Investment	
	2002	2001	2002	2001
	%	%	$	$
Market United Pty Ltd – Internet marketing	33.3	-	76,182	-

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
Movements in the Year in Equity Accounted Investment in Associated Companies			
Balance at the beginning of the financial year	-	-	-
Add: New Investments during the year	75,000	75,000	-
Share of Associated company's profit from ordinary activities and extraordinary items after income tax	1,182	1,182	-
Balance at end of the year	76,182	76,182	-

NOTE 13: PLANT AND EQUIPMENT

Furniture and equipment			
At cost	46,822	24,634	23,134
Accumulated depreciation	(30,537)	(15,746)	(10,890)
	16,285	8,888	12,244
Computer software & hardware			
At cost	369,660	79,386	64,636
Accumulated depreciation	(308,566)	(57,363)	(33,907)
	61,094	22,023	30,729
Total	77,379	30,911	42,973

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year

	Furniture and Equipment	Computer Software and Hardware	Total
	$	$	$
Balance at the beginning of the year	12,244	30,729	42,973
Additions	1,500	14,748	16,248
Additions through acquisition of entity	8,312	51,441	59,753
Depreciation expense	(5,771)	(35,824)	(41,595)
Carrying amount at the end of the year	16,285	61,094	77,379

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
NOTE 14: INTANGIBLE ASSETS			
Goodwill on consolidation	102,817	-	-
Formation Expenses	24,580	-	-
Less Accumulated Amortisation	(9,102)	-	-
	118,295	-	-

NOTE 15: PAYABLES

CURRENT			
Other creditors and accruals	1,152,022	33,457	26,319

NOTE 16: LOANS

CURRENT			
Loan – unsecured	18,747	-	-

NOTE 17: PROVISIONS

CURRENT			
Employee entitlements	26,362	-	-

At the end of the year the parent entity had no employees and the Economic entity had 9 employees (2001: parent entity - 1 employee)

NOTE 18: CONTRIBUTED EQUITY

Paid-up Capital – 201,004,552 ordinary shares fully paid	25,012,487	25,012,487	25,012,487
Less: share issue costs	(504,583)	(504,583)	(504,583)
	24,507,905	24,507,905	24,507,905
Ordinary Shares			
At the beginning and end of the financial year 201,004,552 shares	24,507,905	24,507,905	24,507,905

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held. At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

At the end of the financial year the following options remained unexercised:

44,000,000 options exercisable at 40 cents, before 31 March 2003

38,231,028 options exercisable at 20 cents, before 31 March 2003

250,000 options exercisable at 40 cents, before 31 July 2003

250,000 options exercisable at 40 cents, before 31 July 2004

22,000,000 options exercisable at 4 cents, before 31 December 2007

During the year the company granted 22,000,000 options to directors and officers of the economic entity following approval by shareholders at a general meeting. The options are exercisable at an exercise price of 4 cents per share on or before 31 December 2007.

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
NOTE 19: ACCUMULATED LOSSES			
Accumulated losses at the beginning of the financial year	21,132,599	21,132,599	19,951,408
Net loss attributable to members of the parent entity	1,474,279	1,331,504	1,181,191
Accumulated losses at end of the financial year	22,606,878	22,464,103	21,132,599

NOTE 20: OUTSIDE EQUITY INTERESTS IN CONTROLLED ENTITIES

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
Outside equity interests comprises:			
Share capital	26,917	-	-
Retained losses	(50,378)	-	-
	(23,461)	-	-

NOTE 21: FINANCIAL INSTRUMENTS

(a) Interest Rate Risk

The Company's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted average effective interest rate	Floating interest rate	Fixed interest maturing within one year	Non-interest bearing	Total
	%	$	$	$	$
31 December 2002					
Financial Assets:					
Cash	3.3%	1,090,475	1,621,176	65,686	2,757,337
Receivables	0.0%	-	-	45,504	45,504
		1,090,475	1,621,176	111,190	2,802,841
Financial Liabilities:					
Payables	0.0%	-	-	1,152,022	1,152,022
		-	-	1,152,022	1,152,022
31 December 2001					
Financial Assets					
Cash	4.0%	143,047	3,199,240	-	3,342,287
Receivables	0.0%	-	-	16,366	16,366
		-	-	-	3,358,653
Financial Liabilities					
Payables	0.0%	-	-	26,320	26,320
		-	-	26,320	26,320

(b) Net Fair Values

The net fair values of other loans and amounts due are determined by discounting the cash flows, at market interest rates of similar borrowings, to their present value.

For other assets and other liabilities the net fair value approximates to their carrying value.

(c) Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provisions for doubtful debts of those assets, as disclosed in the statement of financial position and notes to the financial statements

	Economic Entity	Parent entity	
	2002	2002	2001
	$	$	$
NOTE 22: CAPITAL AND LEASING COMMITMENTS			
Operating Lease Commitments			
Operating Lease contracted for but not capitalised in the financial statements		-	-
Payable not later than 1 year	5,784	-	-

NOTE 23: CONTINGENT LIABILITIES

Estimates of material amounts of contingent liabilities, not provided for in the financial report:

The board of directors have approved a future payout of $60,000 for Michael O'Donnell to be paid upon his termination as director of the company.

From February 2003 additional amounts are payable in relation to the purchase of Betworks Pty Ltd based on the monthly turnover of the business. Based on the recent turnover of the business the present value of these cashflows is not considered likely to exceed $130,000.

NOTE 24: STATEMENT OF OPERATIONS BY SEGMENTS

During the year ended 31 December 2002 the Company operated as solely an investment and consulting company in Australia only and derived income from consultancy services and interest

Primary reporting — Business segments – 2002

	Investment	Sports-betting	Tourism	Total
	$	$	$	$
REVENUE				
External Revenue	205,618	4,367	-	209,985
Share of net profits of equity accounted associates and joint venture entities	1,182	-	-	1,182
Total segment revenue	206,800	4,367	-	211,167
RESULT				
Segment loss	558,857	809,629	105,793	1,474,279
Income tax expense	-	-	-	-
Loss from ordinary activities after income tax expense	558,857	809,629	105,793	1,474,279
ASSETS				
Segment assets	1,777,258	1,245,228	52,211	3,074,697
LIABILITIES				
Segment liabilities	33,456	1,118,884	44,791	1,197,131
OTHER				
Investments accounted for using the equity method	76,182	-	-	76,182
Acquisitions of non-current segment assets	-	59,752	-	59,752
Depreciation and amortisation of segment assets	28,311	2,570	14,110	44,991

NOTE 24: STATEMENT OF OPERATIONS BY SEGMENTS (contd)

Secondary reporting — Geographical segments – 2002

	Segment Revenues from External Customers	Carrying Amount of Segment Assets	Acquisitions of Non-current Segment Assets
Geographical location:	$	$	$
Australia	209,985	3,022,486	59,752
Europe	-	52,211	-
Total	209,985	3,074,697	59,752

Accounting Policies

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists.

Segment assets include all assets used by a segment and consist principally of cash, receivables, inventories, intangibles and property, plant and equipment, net of allowances and accumulated depreciation and amortisation. While most such assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment liabilities consist principally of accounts payable, employee entitlements, accrued expenses, provisions and borrowings. Segment assets and liabilities do not include deferred income taxes.

Intersegment Transfers

Segment revenues, expenses and result include transfers between segments. The prices charged on intersegment transactions are the same as those charged for similar goods to parties outside of the economic entity at an arm's length. These transfers are eliminated on consolidation.

Business and Geographical Segments

Business Segments

The economic entity has the following three business segments:

Investment and consulting.

Internet Sportsbetting. The sportsbetting business is located at www.betworks.com and operates in Canberra through the wholly-owned group company, Betworks Pty Ltd.

Tourism. The 70% owned group company Touristcomm AG located in Germany operates the website www.mallorca24.com a tourism website centring on the island of Majorca.

Geographical Segments

The economic entity's sportsbetting, investment and consulting business segments are located in Australia. The tourism website is hosted in Germany.

NOTE 25: EVENTS SUBSEQUENT TO REPORTING DATE

Except as noted below, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the economic entity, the results of those operations, or the state of affairs of the economic entity, in subsequent financial years.

On 6 March 2003 Euraust Ltd entered into a Memorandum of Understanding with TMS Global Service Pty Ltd ("TMS") to build an internet engine dedicated to the sale of lottery products and to act as distribution channel manager and web master for the business unit. TMS has also agreed to issue equity instruments to Euraust, which, if fulfilled, could allow Euraust, a 30% interest in TMS. An initial investment of $325,000 equating to a 15% interest in TMS was made on 14 March 2003.

NOTE 26: RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favorable than those available to other parties unless otherwise stated.

	Economic Entity	Parent entity	
	2002	2002	2001
Transactions with related parties:	$	$	$
Controlled Entities:			
Funding was supplied to wholly owned controlled entity International Data Processing Limited to support the operations of that company. This loan is interest free and was fully provided for in the accounts of Euraust Limited	-	-	292,378
Funding was supplied to wholly owned controlled entity International Transaction Processing Limited to support the operations of that company. This loan is interest free and has been fully provided for in the accounts of Euraust Limited	-	-	5,735
Funding was supplied to wholly owned controlled entity Betworks Pty Ltd to support the operations of that company. This loan is interest free and has been fully provided for in the accounts of Euraust Limited.	-	637,328	-
Equity was purchased in controlled entity Touristcomm AG. The investment has been fully provided for in the accounts of Euraust Limited	-	64,020	-
Funding was supplied to controlled entity Touristcomm AG to support the operations of that company. This loan is interest free and has been fully provided for in the accounts of Euraust Limited.	-	85,623	-

Share Transactions of Directors:

Directors and director-related entities held directly, indirectly or beneficially as at the reporting date the following equity interests

	2002	2001
	Number	Number
Ordinary shares	3,617,073	1,843,170
Options over ordinary shares	16,550,000	550,000

The aggregate number of shares issued to the directors by the company during the year was nil. (2001 – nil) No directors disposed of shares during the year. The Board of Directors have approved a future payout of $60,000 for Michael O'Donnell to be paid upon his termination as Director of the Company.

During the year the company granted 19,000,000 options to directors of the economic entity following approval by shareholders at a general meeting. The options are exercisable at an exercise price of 4 cents per share on or before 31 December 2007.

NOTE 27: CONTROLLED ENTITIES

	Class of Shares	Country of Incorporation	Percentage Owned	
			2002	2001
Parent Entity:			%	%
Euraust Limited		Australia		
Controlled entities of Euraust Limited:				
International Data Processing Limited	Ord	Vanuatu	-	100
International Transaction Processing Limited	Ord	Guernsey	-	100
Netcom Limited	Ord	Vanuatu	-	100
International Data Processing Australia Pty Ltd	Ord	Australia	-	100
Sportsbook Australasia Limited	Ord	Vanuatu	-	100
Casinos Australasia Limited	Ord	Vanuatu	-	100
Betworks Pty Ltd	Ord	Australia	100	-
Touristcomm AG		Germany	70	-

During the 2001 financial year the parent entity ceased to control the activities of all its wholly owned entities. All wholly owned entity companies at that time had ceased their operations and had no significant assets. The parent entity sold its interests in these companies during the 2002 financial year for a nominal amount which resulted in no gain or loss on disposal. As the financial statements of wholly owned entities were not available in the prior year, the prior year report was prepared in relation to the company Euraust only. A provision of $298,113 was recorded during 2001 to fully provide against loans to wholly owned entities.

On 1 July 2002 the parent entity acquired all of the issued share capital of Betworks Pty Ltd, with Euraust Ltd entitled to all profits earned from 1 July 2002, for an immediate purchase consideration of $300,000. Additional amounts linked to the monthly turnover of the business are payable in relation to the purchase. Based on the recent turnover of the business the present value of these cashflows is not considered likely to exceed $130,000. Refer to Notwe 8b for details od assetes acquired

On 28 August 2002 the parent entity acquired a 70% beneficial interest in the share capital of TouristcommAG, a German incorporated entity for a cash purchase consideration of $64,020.

NOTE 28: COMPANY DETAILS

The Registered Office of the company is:
Euraust Ltd
Mezzanine Level
28 The Esplanade
Perth WA 6000

The Principal Place of Business is at:
Mezzanine Level
28 The Esplanade
Perth WA 6000

Euraust Ltd is a listed public company incorporated and domiciled in Australia.

EURAUST LIMITED
ANNUAL FINANCIAL REPORT
DIRECTORS' DECLARATION FOR THE YEAR ENDED 31 DECEMBER 2002

The directors of the Company declare that:

1. the financial statements and notes, as set out on pages 7 to 22:
   a. comply with Accounting Standards and the Corporations Act 2001 as well as with Corporations Regulations and other mandatory professional reporting requirements except as described in Note 1 of the Financial Statements; and
   b. give a true and fair view of the Company's financial position and performance as represented by the results of operations and cashflows, for the year ended 31 December 2002;
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.

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

Director ....
Michael O'Donnell

Dated this 31st day of March 2003

BDO

Chartered Accountants
& Advisers

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INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF EURAUST LIMITED

Scope

We have audited the financial report of Euraust Limited for the financial year ended 31 December 2002 as set out on pages 7 to 22. The financial report includes the consolidated accounts of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year. The company's directors are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of the company.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards, other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with our understanding of the company's and the consolidated entity's financial position, and performance as represented by the results of their operations and their cash flows.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report of Euraust Limited is in accordance with:

a) the Corporations Act 2001, including:

   (i) giving a true and fair view of the company's and the consolidated entity's financial position as at 31 December 2002 and of their performance for the year ended on that date; and

   (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and

b) other mandatory professional reporting requirements in Australia.

BDO
Chartered Accountants

BM Veigh

Brad Mc Veigh
Partner

Date:
Perth, Western Australia

EURAUST LIMITED
ANNUAL FINANCIAL REPORT 2002
ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES

The additional information set out below was applicable as at 14 March 2002

Distribution of Shareholders and Option-holders

Number of Shares/ Options	Number of Shareholders	Number of Optionholders
1 – 1,000	14	4
1,001 – 5,000	108	31
5,001 – 10,000	108	69
10,001 – 100,000	295	171
100,001 – and over	101	74
Total	626	349

Total unmarketable parcels 390

The following information is extracted from the Company's register of substantial shareholders:

Shareholder	Number of Shares
First Secure Investments Limited	20,000,000

The Company's share capital is in one class with equal voting rights

The twenty largest shareholdings in quoted securities are

	Name	Number of Shares	% of Issued Capital
1.	ANZ Nominees Ltd	77,771,992	35.71
2.	First Secure Investments Ltd	20,000,000	9.95
3.	Nefco Nominees Pty Ltd	8,400,000	4.18
4.	Brislan Nominees Pty Ltd	8,277,647	4.12
5.	Goldney Pty Ltd	7,500,000	3.73
6.	JM Finn Nominees Limited	7,000,000	3.48
7.	National Nominees Limited	5,310,602	2.64
8.	Gregory William Sedgeman	4,456,990	2.22
9.	Paul Sherry	4,000,000	1.99
10.	Pacific Interactive Ltd	3,500,000	1.74
11.	Charter Nominees Ltd	3,400,000	1.69
12.	McNeil Nominees Pty Ltd	3,040,929	1.51
13.	Archfield Holdings Pty Ltd	2,750,000	1.37
14.	Perpetual Custodians Ltd	2,100,000	1.04
15.	Linear A Pty Ltd	1,673,456	0.83
16.	Reynolds Nominees Pty Ltd	1,398,750	0.70
17.	Feldspar Pty Ltd	1,375,000	0.68
18	Westpac Custodian Nominees	1,338,518	0.67
19.	Michael O'Donnell	1,270,000	0.63
20.	Zero Nominees Pty Ltd	1,250,000	0.62
		159,813,884	79.5

The twenty largest shareholdings in quoted option securities are

	Name	Number of Options	% of Class
1.	ANZ Nominees limited	2,905,000	8.86
2.	Teedan Pty Ltd	1,965,000	5.99
3.	David Alan Dimmock	1,400,000	4.27
4.	Jozef Petrus De Johannes	1,205,300	3.68
5.	Helmut Stemmler	1,108,000	3.38
6.	Mitchell clement	1,000,000	3.05
7	Mandarin Investments Asia	1,000,000	3.05
8.	Kristin Lim	780,500	2.38
9.	National Nominees Pty Ltd	662,750	2.02
10.	McNeil nominees Pty Ltd	638,889	1.95
11	Equitas Nominees Pty Ltd	620,000	1.89
12.	Highbridge View Pty Ltd	616,681	1.88
13.	Brian Lee & Audrey Lee	530,000	1.62
14.	Claw Pty ltd	500,000	1.53
15.	Henri Willem Van Den Hurk	500,000	1.53
16.	M&K Korikas Pty ltd	469,857	1.43
17	Veroxo Pty ltd	418,000	1.28
18.	Richard Sanseman Cox	400,000	1.22
19.	Karl Arnold	370,000	1.13
20.	Wong Choy International	315,000	0.96
		17,404,977	53.10

Difference in Results Reported to Australian Stock Exchange

The results reported to the Australian Stock Exchange in the preliminary final report do not differ from the results reported in these accounts.

Unquoted Securities

The Company has no unquoted ordinary shares on issue

The company has on issue 71,950,000 unquoted options. The names of persons who hold 20% or more of the unquoted options and the number of options held are:

Name	Number of options
First Secure Investments Limited	20,000,000