

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

Half-Year Report and Appendix 4D

For the half-year ended 31 December 2014

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

Results for Announcement to the Market for the Half-year end 31 December 2014

Current Reporting Period: Half-year end 31 December 2014

Previous Reporting Period: Half-year end 31 December 2013

1. Revenue and Net Profit

		Percentage change (%)		Amount \$
Revenue	Up	78%	to	7,481
Net loss	Down	(70%)	to	(427,657)

2. Brief Explanation of Revenue and Net Profit

The net loss after income tax attributable to members of the Company for the half-year ended 31 December 2014 was \$427,657 (31 December 2013: \$1,410,776).

The Board continues to review corporate opportunities and potential projects both industrial and resource in nature in Australia and overseas, to complement the Company's investment portfolio. In the meantime the Board continues to implement a program of prudent cost control and hold its investment in listed securities and cash reserves to ensure the company's strong liquidity position.

At the end of the half-year period ending 31 December 2014 the Company had net assets of \$2,949,093.

3. Dividends Paid and Declared

No dividends were paid during the half-year and the directors recommend that no dividends be paid or declared for the half-year ended 31 December 2014.

There were no dividends declared or paid for the previous corresponding half-year period.

4. Net Tangible Asset per Security

NTA Backing	31 December 2014	31 December 2013
Net Tangible Assets	2,949,093	3,990,499
Securities on issue	51,000,000	51,000,000
Net Tangible Asset Backing per Security (cents/security)	5.78	7.82

5. Details of Entities Over Which Control Has Been Gained or Lost

None

6. Details of Associates and Joint Venture Entities

None

7. Information on Audit or Review

The Half-year accounts of Oakajee Corporation have been subject to review.

Description of dispute or qualification if the accounts have been audited or subjected to review.

None



OAKAJEE
CORPORATION

ACN 123 084 453

Interim Financial Report

For the half-year ended 31 December 2014

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

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OAKAJEE CORPORATION LIMITED

ACN 123 084 453

CORPORATE DIRECTORY

DIRECTORS:	Mr Graham Anderson (Chairman) Mr Mark Jones Mr Garry Thomas
COMPANY SECRETARY:	Mr Graham Anderson
REGISTERED AND PRINCIPAL OFFICE:	14 Emerald Terrace WEST PERTH WA 6005 Tel: +61 8 9322 2700 Fax: +61 8 9322 7211 Email: admin@oakajeecorp.com.au
POSTAL ADDRESS:	PO Box 389 WEST PERTH WA 6872
WEBSITE:	www.oakajeecorp.com.au
SHARE REGISTRY:	Advanced Share Registry Services 110 Stirling Highway NEDLANDS WA 6009
HOME STOCK EXCHANGE:	Australian Securities Exchange Limited Level 40, Central Park 152-158 St George's Terrace Perth WA 6000 ASX Code: OKJ
AUDITOR:	HLB Mann Judd Chartered Accountants Level 4 130 Stirling Street PERTH WA 6000

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

DIRECTORS' REPORT

Your directors submit the financial report of the Company for the half-year ended 31 December 2014. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

The names of directors who held office during or since the end of the half-year and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated.

Graham Douglas Anderson	Chairman
Mark Wesley Jones	Managing Director
Garry Thomas	Non-executive Director

Review of Operations

The net loss after income tax attributable to members of the Company for the half-year ended 31 December 2014 was \$427,657 (31 December 2013: \$1,410,776).

The Board continues to review corporate opportunities and potential projects both industrial and resource in nature in Australia and overseas, to complement the Company's investment portfolio. In the meantime the Board continues to implement a program of prudent cost control and hold its investments in listed securities and cash reserves to ensure the company's strong liquidity position.

At the end of the half-year period ended 31 December 2014 the Company had net assets of \$2,949,093.

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on the following page and forms part of this directors' report for the half-year ended 31 December 2014.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s306(3) of the Corporations Act 2001.



Graham Anderson
Chairman
27 February 2015

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Oakajee Corporation Limited for the year ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.



Perth, Western Australia
27 February 2015

N G Neill
Partner

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

	Note	Half-Year ended 31 December 2014 \$	Half-Year ended 31 December 2013 \$
Revenue	2	7,481	4,210
Expenses			
Administration expenses		57,417	60,495
Employee benefits expense	2	93,562	102,893
Depreciation and amortisation expense	2	762	1,047
Impairment expense	2	265,000	1,250,551
Travel expenses		18,397	-
Loss before income tax		(427,657)	(1,410,776)
Income tax benefit		-	-
Loss after tax for the period		(427,657)	(1,410,776)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Net change in the fair value of available-for-sale financial assets		7,550	(270,000)
Income tax relating to components of other comprehensive income		-	-
Other comprehensive income/(loss) for the period, net of tax		7,550	(270,000)
Total comprehensive (loss) for the period		(420,107)	(1,680,776)
Basic and Diluted Loss per share (cents per share)	3	(0.84)	(2.86)

The accompanying notes form part of these financial statements.

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2014

	Note	31 December 2014 \$	30 June 2014 \$
Current assets			
Cash and cash equivalents		516,394	675,917
Trade and other receivables		3,183	3,453
Other assets		1,980	4,354
Total current assets		521,557	683,724
Non-current assets			
Property, plant and equipment		3,195	3,957
Available-for-sale financial assets	9	2,492,550	2,750,000
Total non-current assets		2,495,745	2,753,957
Total assets		3,017,302	3,437,681
Current liabilities			
Trade and other payables		68,209	68,481
Total current liabilities		68,209	68,481
Total liabilities		68,209	68,481
Net assets		2,949,093	3,369,200
Equity			
Issued capital	3	7,131,169	7,131,169
Reserves		648,000	640,450
Accumulated losses		(4,830,076)	(4,402,419)
Total equity		2,949,093	3,369,200

The accompanying notes form part of these financial statements.

OAKAJEE CORPORATION LIMITED

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CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

	Issued Capital	Unrealised Gains Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2014	7,131,169	640,450	(4,402,419)	3,369,200
Net loss for the period	-	-	(427,657)	(427,657)
Net change in the fair value of available-for-sale financial assets	-	550,800	-	550,800
Reclassification to profit or loss on impairment of available-for-sale financial assets	-	(543,250)	-	(543,250)
Income tax relating to components of other comprehensive income	-	-	-	-
Issue of share capital	-	-	-	-
At 31 December 2014	7,131,169	648,000	(4,830,076)	2,949,093

	Issued Capital	Unrealised Gains Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2013	6,531,169	540,000	(1,999,894)	5,071,275
Net loss for the period	-	-	(1,410,776)	(1,410,776)
Net change in the fair value of available-for-sale financial assets	-	(270,000)	-	(270,000)
Reclassification to profit or loss on disposal of available-for-sale financial assets	-	-	-	-
Income tax relating to components of other comprehensive income	-	-	-	-
Issue of share capital	600,000	-	-	600,000
At 31 December 2013	7,131,169	270,000	(3,410,670)	3,990,499

The accompanying notes form part of these financial statements.

OAKAJEE CORPORATION LIMITED

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CONDENSED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

	Half Year ended 31 December 2014 \$	Half Year ended 31 December 2013 \$
	<u>Inflows/(Outflows)</u>	
Cash flows from operating activities		
Payments to suppliers and employees	(167,004)	(170,907)
Interest received	7,481	4,210
Net cash flows used in operating activities	(159,523)	(166,697)
Cash flows from investing activities		
Payments on purchase of investments	-	(99,673)
Net cash flows used in investing activities	-	(99,673)
Cash flows from financing activities		
Proceeds from issue of ordinary shares	-	600,000
Net cash flows provided by financing activities	-	600,000
Net increase/(decrease) in cash held	(159,523)	333,630
Cash at the beginning of the period	675,917	26,685
Cash at the end of the period	516,394	360,315

The accompanying notes form part of these financial statements.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

1. Statement of Significant Accounting Policies

(a) Statement of compliance

These interim financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed half-year report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2014 and any public announcements made by Oakajee Corporation Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

(b) Basis of preparation

The interim report has been prepared on a historical cost basis, except for the revaluation of certain financial instruments to fair value. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period.

(c) Significant accounting judgements, estimates and assumptions

The preparation of interim financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim report, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2014.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

1. Statement of Significant Accounting Policies (continued)

(d) Adoption of new and revised Accounting Standards

In the half-year ended 31 December 2014, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2014.

It has been determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to Company accounting policies.

The Directors have also reviewed all new standards and interpretations that have been issued but are not yet effective for the half-year ended 31 December 2014. As a result of this review, the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and therefore, no change necessary to Company accounting policies.

(e) Going concern

The financial report has been prepared on the basis of accounting principles applicable to a going concern which assumes the commercial realisation of the future potential of the Company's assets and the discharge of its liabilities in the normal course of business.

The Company has cash and cash equivalents at 31 December 2014 of \$516,394 and net operating cash outflows for the half year end 31 December 2014 of \$159,523.

The accounts have been prepared on a going concern basis for the following reason.

The Company has available-for-sale financial assets with a market value of \$2,492,550 at 31 December 2014. These available-for-sale financial assets represent investments in listed companies which are traded on ASX. The Company has the ability to sell these investments in a liquid market as and when the need for additional working capital arises.

Accordingly, the Directors believe that Oakajee Corporation Limited has access to sufficient funding to enable it to continue as a going concern and that it is appropriate to adopt that basis of accounting in the financial report.

2. Loss before Income Tax Expense	31 December 2014 \$	31 December 2013 \$
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The following revenue and expense items are relevant in explaining the financial performance for the half-year:

(a) Revenue

Interest income	7,481	4,210
	7,481	4,210

OAKAJEE CORPORATION LIMITED

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

	31 December 2014 \$	31 December 2013 \$
2. Loss before Income Tax Expense (continued)		
(b) <i>Depreciation</i>		
Property plant and equipment	762	1,047
(c) <i>Employee benefits expenses</i>		
Directors' fees and salaries	73,415	71,468
Employees' salaries	11,113	19,653
Superannuation	6,890	7,503
Annual leave expense	2,144	4,269
	93,562	102,893
(d) <i>Office rent expense</i>	10,398	10,398
(e) <i>Impairment expense</i>		
Available-for-sale financial assets	265,000	1,250,551
3. Issued Capital		
(a) <i>Movements in fully paid ordinary shares during the period</i>	No. of Shares	\$
At 1 July 2014	51,000,000	7,131,169
At 31 December 2014	51,000,000	7,131,169
(b) <i>Loss per Share</i>		
	Half-year end 31 December 2014	Half-year end 31 December 2013
Basic loss per share (cents per share)	(0.84)	(2.86)
Weighted average number of ordinary shares on issue used in the calculation of basic earnings per share	51,000,000	49,271,739
Loss used in the calculation of basic loss per share (\$)	(427,657)	(1,410,776)
4. Dividends		
No dividends have been paid or proposed as at 31 December 2014.		
As at 31 December 2014 the Company has no franking credits available for use in future years.		

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

5. Segment Reporting

The Company has adopted AASB 8 *Operating Segments* which requires operating segments to be identified on the basis of internal reports about components of the Company that are reviewed by the chief operating decision maker in order to allocate resources to the segment and assess its performance. The chief operating decision maker for Oakajee Corporation Limited reviews internal reports prepared as financial statements and strategic decisions of the Company are determined upon analysis of these internal reports.

6. Contingent Liabilities

There has been no change in contingent liabilities since 30 June 2014.

7. Related Party Transactions

During the period, Oakajee Corporation Limited paid \$10,398 (excluding GST) to a Director related entity of Mark Jones for rental of office premises.

During the period, Oakajee Corporation Limited paid \$12,000 to GDA Corporate for accounting and company secretarial services. The Company paid \$12,000 to Graham D Anderson & Co. for Chairman's fees. Mr Graham Anderson is a Director of GDA Corporate and Graham D Anderson & Co. and is Chairman of Oakajee Corporation Limited.

There were no other related party transactions during the half year ended 31 December 2014.

8. Events Subsequent to Reporting Date

No matters or events have arisen since 31 December 2014 which have significantly affected, or may significantly affect, the operations of the Company, the results of the operations, or the state of affairs of the Company in future years.

9. Financial Instruments

This note provides information about how the Company determines fair values of various financial assets and liabilities.

AASB 7 Financial Instruments Disclosures requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

9. Financial Instruments (continued)

The following table presents the Company's assets and liabilities measured and recognised at fair value:

31 December 2014	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Available- for sale financial assets	2,492,550	-	-	2,492,550
	2,492,550	-	-	2,492,550
31 December 2013				
	\$	\$	\$	\$
Assets				
Available- for sale financial assets	3,692,672	-	-	3,692,672
	3,692,672	-	-	3,692,672

The fair value of financial instruments traded in active markets (such as available-for-sale securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

OAKAJEE CORPORATION LIMITED

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DIRECTORS' DECLARATION

In the opinion of the directors of Oakajee Corporation Limited ("the Company"):

1. the financial statements and notes set out on pages 4 to 12 are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (b) giving a true and fair view of the Company's financial position as at 31 December 2014 and of its performance for the half-year then ended.
2. 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 signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.



Graham Anderson
Chairman
27 February 2015

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Oakajee Corporation limited

Report on the Condensed Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Oakajee Corporation Limited ("the company"), which comprises the condensed statement of financial position as at 31 December 2014, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility for the half-year financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Oakajee Corporation Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
27 February 2015

Norman Neill

N G Neill
Partner