

## Appendix 4E

### Preliminary final report

*Rule 4.3A  
Introduced 1/1/2003*

**Name of entity:** **Advanced Braking Technology Ltd**

**ABN:** **66 099 107 623**

**1. Reporting period ("current period"):** **Year ended 30 June 2015**  
**Previous corresponding period:** **Year ended 30 June 2014**

**2. Results for announcement to the market**

					\$A'000
2.1	Revenue from ordinary activities	up	10%	to	6,898
2.2	(Loss) from ordinary activities after tax attributable to members	down	63%	to	(2,758)
2.3	(Loss) for the period attributable to members	down	63%	to	(2,758)

		Amount per share cents	Franked amount per share cents
2.4	<i>Dividends</i>		
	Final	Nil	N/A
	Interim	Nil	N/A

Record date for determining entitlements to dividends: N/A

Brief explanation of figures in 2.1 to 2.4 (if necessary):

\$1,758,000 of restructuring costs (significant expenses) was brought to account in December 2014, following the closure of ABT's Thai manufacturing plant in November 2014. Refer to item 14.3 for additional detail.

3. Consolidated Statement of Profit and Loss and Other Comprehensive Income	Current Period	Previous Correspond- ing period
	\$'000	\$'000
Revenue from trading activities	5,860	4,451
Cost of sales	(2,832)	(1,969)
<b>Gross Profit</b>	<b>3,028</b>	<b>2,482</b>
<b>Revenue from other activities</b>	<b>1,038</b>	<b>1,813</b>
<b>Expenses</b>		
Amortisation of Intellectual Property	(199)	(199)
Bad and doubtful debts	(40)	(68)
Computer related expenses	(24)	(55)
Consulting and contract labour expenses	(229)	(430)
Consumables and minor equipment	(52)	(383)
Depreciation expense	(167)	(389)
Employee expenses	(2,301)	(4,635)
Finance expenses	(434)	(364)
Insurance	(154)	(185)
Legal fees	(36)	(131)
Marketing and advertising expenses	(81)	(98)
Patents	(34)	(98)
Property expenses	(327)	(398)
Share Options Cost	-	(3)
Telephone and other communication	(35)	(41)
Travel and accommodation	(346)	(284)
Other expenses	(607)	(563)
Overheads recovered in production	-	193
<b>Total expenses</b>	<b>(5,066)</b>	<b>(8,131)</b>
<b>Loss from continuing operations</b>	<b>(1,000)</b>	<b>(3,836)</b>
Significant expenses	(1,758)	(3,707)
<b>Loss before income tax</b>	<b>(2,758)</b>	<b>(7,543)</b>
Income tax	-	-
<b>Loss after income tax</b>	<b>(2,758)</b>	<b>(7,543)</b>
<b>Other comprehensive income</b>		
<b>Items that may be reclassified to profit or loss</b>		
Foreign exchange translation	-	(5)
<b>Total comprehensive loss for the period</b>	<b>(2,758)</b>	<b>(7,548)</b>

**4. Consolidated Statement of Financial Position**

	<b>Current Period</b>	<b>Previous Correspond- ing period</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>CURRENT ASSETS</b>		
Cash and Cash equivalents	1,509	1,989
Trade and other Receivables	1,162	535
Inventories	712	1,614
Other current assets	835	1,638
<b>Total current assets</b>	<u>4,218</u>	<u>5,776</u>
<b>NON-CURRENT ASSETS</b>		
Trade and other Receivables	-	31
Property, plant and equipment	279	736
Intangibles	1,194	1,392
<b>Total non-current assets</b>	<u>1,473</u>	<u>2,159</u>
<b>TOTAL ASSETS</b>	<u>5,691</u>	<u>7,935</u>
<b>CURRENT LIABILITIES</b>		
Trade and other Payables	1,669	819
Interest bearing liabilities	202	943
Provisions	183	233
<b>Total current liabilities</b>	<u>2,054</u>	<u>1,995</u>
<b>NON-CURRENT LIABILITIES</b>		
Interest-bearing liabilities	2,270	2,472
Provisions	29	26
<b>Total non-current liabilities</b>	<u>2,299</u>	<u>2,498</u>
<b>TOTAL LIABILITIES</b>	<u>4,353</u>	<u>4,493</u>
<b>NET ASSETS</b>	<u>1,338</u>	<u>3,442</u>
<b>EQUITY</b>		
Issued Capital	47,812	47,331
Foreign Currency Reserve	-	(173)
Other Reserves	-	744
Accumulated losses	(46,474)	(44,460)
<b>TOTAL EQUITY</b>	<u>1,338</u>	<u>3,442</u>

**5. Consolidated Statement of Cash Flows**

	Current Period	Previous corresponding period
	\$ '000	\$ '000
<b>Net cash flows from operating activities</b>		
Receipts from customers	6,013	5,048
Payments to suppliers, consultants and employees	(7,131)	(10,020)
Borrowing costs	(325)	(278)
Interest received	28	34
Other – Grants and R&D tax incentive	1,481	1,599
Net cash (used in) operating activities	<u>66</u>	<u>(3,617)</u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	125	53
Purchase of property, plant and equipment	(143)	(165)
Net cash (used in) investing activities	<u>(18)</u>	<u>(112)</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	3,123
Repayment of borrowings	(949)	(452)
Proceeds from issue of shares	539	1,943
Costs of issuing shares	(66)	(84)
Net cash provided by financing activities	<u>(476)</u>	<u>4,530</u>
<b>Net increase / (decrease) in cash and cash equivalents held</b>	<b>(428)</b>	<b>801</b>
Effects of exchange rate fluctuations on the balance of cash held in foreign currencies	(52)	(9)
<b>Cash and Cash equivalents at the beginning of the year</b>	<b>1,989</b>	<b>1,197</b>
<b>Cash and Cash equivalents at the end of the month</b>	<u><u>1,509</u></u>	<u><u>1,989</u></u>

**6. Dividends**

***Amount per security***

	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
	cents	cents	cents
Final dividend - current year	Nil	N/A	N/A
- previous year	Nil	N/A	N/A
Interim dividend - current year	Nil	N/A	N/A
- previous year	Nil	N/A	N/A

***Total dividends on all securities for the year***

	Current period	Previous corresponding period
	\$'000	\$'000
Ordinary securities	-	-
Preference securities	-	-
Other equity instruments	-	-
	<hr/>	<hr/>
Total	-	-
	<hr/> <hr/>	<hr/> <hr/>

**7. Dividend reinvestment plans**

The dividend reinvestment plans shown below are in operation:

None

Last date for receipt of election notices  
for the dividend reinvestment plan: N/A

**8. Retained earnings**

	Current period	Previous correspond- ing period
	\$ '000	\$ '000
(Accumulated losses) at the beginning of the financial period	(44,460)	(36,917)
Transfer from option premium reserve	744	
Net (loss) attributable to members of the parent entity	(2,758)	(7,543)
(Accumulated losses) at the end of the financial period	<hr/> <hr/>	<hr/> <hr/>
	(46,474)	(44,460)

**9. Net tangible assets**

	Current period  cents	Previous corresponding period  cents
Net tangible asset backing per ordinary share	0.01	0.15

**10. Details of entities over which control has been gained or lost**

<i>Control gained over entities</i>	N/A
<i>Control lost over entities</i>	N/A

**11. Details of associates and joint venture entities**

N/A

**12. Any other significant information**

Details of any other significant information needed by an investor to make an informed assessment of the entity's financial performance and position:

N/A

**13. Accounting standards**

For foreign entities, set of accounting standards used in compiling report: IFRS

**14. Results for the period**

**14.1 Earnings per security**

	Current period  cents	Previous corresponding period  cents
Basic (loss) per share	(0.14)	(0.67)
	Number '000	Number '000
Weighted average number of ordinary shares during the period used in the calculation of basic EPS	1,468,053	1,129,150

Diluted EPS are not shown for either the current period or the previous corresponding period as it would dilute the actual loss per share attributable to existing shareholders.

14.2 *Returns to shareholders*

N/A

14.3 *Significant features of operating performance*

As advised in the Half-Year Financial Statements to 31 December 2014, the following significant expense items are relevant in explaining the financial performance;

	<b>\$'000</b>
Write-down of inventory	1,150
Impairment of property, plant and equipment	217
Costs associated with closing down operations in Thailand	301
Property relocation	90
<b>Total Significant Expenses</b>	<b>1,758</b>

14.4 *Segment results*

The Group has identified its operating segment based on the management reports that are reviewed and used by the executive management team (chief operating decision makers) in assessing performance and in determining the allocation of resources.

Management has identified a single operating segment, which is the design, manufacture and distribution of improved vehicle braking systems based on the patented Sealed Integrated Braking System (SIBS) technology to customers worldwide.

The performance of the operating segment is evaluated based on profit before tax and net finance costs (profit before tax and interest) and is measured in accordance with the Group's accounting policies.

The Group's financing requirements, finance income, finance costs and taxes are managed on a group basis.

14.5 *Trends in performance*

N/A

14.6 Any other factors which have affected the results in the period or which are likely to affect the results in the future, including those where the effect could not be quantified:

N/A

**15. This report is based on accounts to which one of the following applies:**

The accounts have been audited.

The accounts have been subject to review.



The accounts are in the process of being audited or subject to review.



The accounts have *not* yet been audited or reviewed.

**16.** Description of any likely audit dispute or qualification.

N/A



Sign here:

Date: 20 August 2015  
Company Secretary

Print name: Neville A Walker