Rule 4.3A

Appendix 4E

Preliminary final report
Year ending 30 June 2006

Name of Entity: Amazing Loans Limited

ABN: 68 112 725 756

Date: 05/09/2006

Results for announcement to the market

Key Information	**2006 $**	**2005 $**	**Change %**	**Change $**
Revenue from Ordinary Activities	1,689,322	15,302	10,939.8	1,674,020
(Loss) from ordinary activities after tax attributable to members	(1,298,701)	(115,465)	1,024.7	(1,183,236)
Net profit (loss) for the year attributable to members	(1,298,701)	(115,465)	1,024.7	(1,183,236)

The Appendix 4E covers the period 1 July 2005 to 30 June 2006. The Company was incorporated on 1 February 2005 and commenced operations in June 2005. Thus the comparatives for 2005 representing one months trading as at 30 June 2005 are strictly not comparable.

Net tangible assets

Net tangible asset backing per:	**2006**	**2005**
Ordinary Share	18.69c	5.14c

Commentary on the Results for the Period & Review of Operations

Results

The net loss for the year ended 30 June 2006 was $1,298,701 (2005: $115,465).The revenues for the year were $1,689,322 (2005: $15,302) with net assets of $3,843,404 (2005: $709,545).

The period of the accounts reflect a number of start-up costs associated with, rapid expansion and branch fit outs, branch leasing and compliance costs, all of which, are of an initial nature.

Dividends

No amounts have been paid, declared or recommended by the Company by way of dividend since the commencement of the financial year (2005: nil).

+ See chapter 19 for defined terms.

Operating and Financial Review

The Company was founded on 1 February 2005 and the first store was opened on 6 June 2005. Amazing Loans was founded with a vision to become a leading alternative finance company and to be recognised as a professional and ethical provider of innovative, quality products at competitive prices. Its aim is to become a leading provider of consumer finance in the Australian micro-lending market.

Initially, the Company's product offering was personal unsecured finance of amounts ranging from $500 to $3,000 with a loan term of either 40 weeks or 80 weeks as selected by the customer on application with repayments of principal and interest.

The Company operated via 6 branches in Western Sydney progressively opened from June 2005 to 30 June 2006.

Subsequently the Company has opened 5 branches in Melbourne and 5 branches in Brisbane with another one in Melbourne and two in Brisbane expected to be open by early September 2006 making a total of 19 branches operational by early September 2006.

Post 31 December 2005, the Company increased the minimum loan amount to $750 and the maximum to $4,000. Terms of loans currently are either 52 or 104 weeks.

The Company will be shortly offering up to 50 new "Amazing Loans" franchises in regional Australia. The opening of these franchises is expected to take place in late 2006/2007 and early 2007/2008 years.

Currently the Company is in discussions with external debt funders, having already completed arrangements for a $20 million funding facility to enable funding of loans for its existing stores.

The Company has entered into media contracts for television and radio advertising. The impact to the Company's business since commencing advertising in Sydney and Melbourne has been significant. The advertising will also commence in Brisbane shortly. It is expected that the media advertising of radio and television will continue to drive the volume of business in the ensuing year at a much greater rate than the level of business reflected in the accounts of the initial year.

Bad Debts

The Board is mindful of the vulnerability to the Company of bad debts.

For the year ended 30 June 2006 the Company has written off $32,128 and provided a further $189,933 as doubtful. The Company has two experienced full time staff managing debt on a daily basis and believe that the level of bad and doubtful debts is within industry limits. The Company's approval process is very rigid and currently rejects approximately 50% of all loan applications.

Significant Events Subsequent to Balance Date

The Company has opened 9 new retail stores, raised debt funding of $20 million and issued 3,000,000 unlisted options with an exercise price of $2.50 per option. The loan facility of $20 million was signed by the Company on 31 August 2006 comprising a $5 million facility announced on 2 August 2006, with an extended period and further $15 million with both amounts having a repayment date of 31 December 2007 (or such later date as the lender agrees). The interest rate on the loan facility is 14.5% per annum. The loan facility is secured by a fixed and floating charge over the assets and undertaking of the borrower.

The second tranche of redeemable preference shares opened on 27 July 2006 and closed on 25 August 2006 raising $594,492.

The company announced a buy back of up to 411,389 shares which commenced on 19 July 2006 for a period of 6 months. The buyback was extended on 31 August 2006 from 411,389 to 1,014,604 shares until the period ending on 19 January 2007.

Audited Financial Statements

This report is based on accounts which have been audited. The same have been attached to this report.

Sign here ……………………….. Date: 5th September 2006

(Director)

Print Name: Dean Marcon

Amazing Loans

fast, fair & friendly

Amazing Loans

fast, fair & friendly

ANNUAL REPORT 2006

AMAZING LOANS LIMITED ABN 68 112 725 756

Corporate Directory

Amazing Loans

ASX Codes:

AZD – ordinary shares
AZDPA & AZDPB – preference shares

Registered Office:

Level 57
MLC Centre
19-29 Martin Place
SYDNEY NSW 2000

Principal Place of Business:

265A Macquarie Street
Liverpool NSW 2170

(T) 02 9236 7361
(F) 02 8905 9643
Email info@amazingloans.com.au
Website www.amazingloans.com.au
1300 AMAZED (262 933)

Directors

Paul Mathieson
Dean Marcon
Ian Gilmour
Russell Woodrow

Company Secretary

Ian Gilmour

Auditor

Moore Stephens Sydney, Chartered Accountants
Level 5
14 Martin Place
SYDNEY NSW 2000

Lawyers to the Company

ClarkeKann
Level 7
300 Queen Street
BRISBANE QLD 4000

Share Registry

Registries Limited
Level 2
28 Margaret Street
SYDNEY NSW 2000

PO Box R67
Royal Exchange
SYDNEY NSW 1223

Annual General Meeting

29th September at 10.30am

at

265A Macquarie Street
Liverpool NSW 2170

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AMAZING LOANS LIMITED

ABN 68 112 725 756

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2006

CORPORATE GOVERNANCE STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Corporate Governance Policy Statement
The Board recognises that the implementation of a sound corporate governance system promotes superior corporate performance. Shareholders of the Company are entitled to demand performance, fairness, transparency, accountability and appropriate disclosure from the Board of the Company. As a consequence, the Board have adopted a comprehensive corporate governance framework to assist with the direction and management of the Company.

The ASX Corporate Governance Council (**Council**) has prepared a document entitled "*Principles of Good Corporate Governance and Best Practice Recommendations*". That document articulates 10 core principles that the Council believes underlie good corporate governance and the Council also makes recommendations designed to assist in satisfying the 10 core principles. However, the Council accepts that there is no single model of good corporate governance and that each company must develop its own policies to meet the relevant circumstances of each company. Where a company considers that a recommendation of the Council is inappropriate, a company may decide not to adopt a particular recommendation but in doing so, its reasons should be explained and disclosed to Shareholders.

Generally, the Company's corporate governance framework satisfies the 10 core principles identified by the Council as those principles which underlie good corporate governance. Where the Company's corporate framework does not adopt a recommendation of the Council, it is disclosed and explained in this section.

The Company listed at the end of April 2006 and, therefore, these policies have not been in place for the whole of the year. The policies are being progressively introduced and will be continually revised as the Company develops.

The Company's main corporate governance policies and practices are outlined below.

1. Responsibility of Board of Directors

The Board has overall responsibility for directing the business of the Company towards increasing Shareholder wealth and promoting the interests of the Company's other stakeholders such as its employees.

The Board is responsible for:

(a) approving the strategic direction and financial objectives of the Company;

(b) monitoring management's performance and progress against these objectives;

(c) ensuring compliance with legal requirements and standards of performance;

(d) implementing procedures and principles which ensure that the business is conducted ethically and with openness, honesty and integrity;

(e) ensuring that the interests of all Shareholders are represented;

(f) appointing and reviewing the performance of the Managing Director and implementing appropriate succession planning for the Board and management; and

(g) ensuring that activities to improve performance are developed and undertaken in accordance with the essential principles of corporate governance and risk management.

(h) nominating new board members, reviewing remuneration policies and procedures and establishing remuneration levels for the Managing director and directors.

The Board has formally adopted a corporate governance framework which seeks to achieve these objectives. Responsibility for managing the business on a day-to-day basis has been delegated to the Managing Director and the management team.

2. Board Composition

The procedures for election and retirement of the Directors are governed by the Company's Constitution (**Constitution**) and the Listing Rules. Subject to the Constitution, the composition of the Board is determined as follows:

(a) a minimum of half of the number of Directors are independent non-executive directors and it is expected that in due course the majority of Directors will be independent non-executive directors;

(b) the Board comprises Directors with a range of experience encompassing the current and proposed activities of the Company;

(c) where a vacancy on the Board arises, the Board will select an appropriate candidate through consultation with external parties based on consideration of the needs of shareholders and the Company. Any such candidate will be referred to Shareholders at the next available opportunity for election in a general meeting.

The details of the Directors, their experience, qualifications and term of office are set out in the Directors' Report.

The Company notes that like many other listed companies, it will not satisfy **all** of the best practice recommendations of the Council as it relates to the composition of the Board.

Independence of Directors

The Board will review annually whether or not each director is independent. It believes that the best interests of the company, when it is of significant size and complexity, will be served by a majority of the directors being independent. This is in accordance with the terms of ASX Corporate Governance Guideline 2.1.

The Chairman is an Executive Director and, therefore, not an independent director.

This structure is considered appropriate by the Board having regard to what is most appropriate and cost-effective, the shareholding structure, the early stage of development of the company and the skills and experience of the incumbent.

The status of each director is as follows:

Paul Mathieson – Executive Chairman	Non-Independent
Dean Marcon – Managing Director	Non- Independent
Ian Gilmour	Independent
Russell Woodrow	Independent

The definition of director independence used by the company is as set out in the ASX Corporate Governance Guideline 2.2. Materiality levels used by the company for the purposes of this definition are as follows:

Professional advisers – Material if either:

1. Fees received by the adviser from Amazing Loans 10% of the total fees received by the adviser/company in the last 12 months, or

2. Fees paid to the adviser exceed 10% of the total fees paid to all professional advisers by Amazing Loans in the last 12 months.

Suppliers/Customers – Material if either:

1. Purchases from Amazing Loans or sales to Amazing Loans exceed 10% of Amazing Loans' total revenue or total purchases (respectively) in the last 12 months, or
2. Purchases from Amazing Loans or sales to Amazing Loans exceed 10% of the customer's total purchases or supplier's total sales for the last 12 months.

3. Board Committees

To assist in carrying out its responsibilities, the Board will establish committees in accordance with the Constitution and in compliance with the recommendations of the Council.

Each committee must have a charter approved by the Board setting out matters regarding its composition, responsibilities and administration of the Committee and other matters that the Board considers appropriate.

The Board will establish an audit and risk management committee. At this stage of the Company's development, matters that would normally be addressed by a remuneration and appointments (or nomination) committee, will be considered by the full board..

The primary role of the Audit and Risk Management Committee is responsibility for

(i) the integrity of financial information flowing to the Board and the review of audit functions, accounting, financial and operating controls and risk analysis; and
(ii) assisting the Board with the effective discharge of its responsibilities for business, market, credit, operational, liquidity and operational risk management;

The details of the members of the Audit and Risk Management Committee are set out in the Directors' Report.

Audit and Risk Management Committee Charter

Scope
It is the policy of the Company to have an Audit and Risk Management Committee of the board at all times. This charter defines the Committee's function, composition and mode of operation, authority and responsibilities.

Function
To assist the board in fulfilling its statutory and fiduciary responsibilities relating to:

- *external reporting of financial information*
- *internal control and risk management processes*
- *legal and regulatory compliance.*
- *the independence and effectiveness of the external auditors*

Composition and mode of operation

- ***Membership***

  The committee shall –
  – *comprise only non-executive directors of the board, as determined by the Board*
  – *have a chairman appointed by the board*
  – *comprise members with financial skills and experience relevant to the committee's functions*
  – *review trends and developments in corporate governance practices and regulatory changes, and other areas relevant to the committee's responsibilities.*

- ***Meetings***
  The committee shall –
  – *meet at least three times annually. The quorum for a committee meeting is two members.*
  – *meet with the external auditor, and management to discuss any matters that the committee and/or the committee chairman believe should be discussed privately.*

Authority

- *The committee has unrestricted access to information and reports relevant to fulfilling its responsibilities.*

- *The committee may seek independent external advice on matters brought before the committee or in relation to the functions and responsibilities of the committee, in accordance with the Board policy.*

- *The committee shall have the power to conduct or authorise investigations into any matters within the committee's scope of responsibilities or when requested by the board.*

Responsibilities

- *Review of financial information prepared by management for external reporting.*

- *Monitor the integrity and effectiveness of financial reporting processes.*

- *Review significant ASX financial lodgements and significant external financial announcements, as requested by the Board.*

- *Monitor compliance with the continuous disclosure requirements of the Corporations Law and make recommendation to the Board, as appropriate.*

- *Review external audit arrangements and oversee and appraise the external auditor's independence, effectiveness and audit scope, including rotation of audit partners.*

- *Review, and, if considered appropriate, approve, any proposal to obtain non-audit services from the auditors.*

- *Oversee, where required, the nomination of the external auditor to the board for approval of the appointment by shareholders.*

- *Review implementation of legislated major accounting changes and make reports and recommendations to the Board.*

- *Monitor the effectiveness of the risk management framework and ensure that there is a continuous process for the management of significant risks.*

- *Ensure the establishment, implementation and monitoring of appropriate policies addressing codes of conduct for directors and employees and make recommendations to the Board, as appropriate.*

- *Ensure that appropriate policies are established and adequate systems are in place to identify and disclose related-party transactions.*

- *Review and reassess the adequacy of the charter at least once every two years.*

- *Ensure the full board receives minutes of meetings, is kept regularly informed on general progress and actions of the committee, and is promptly briefed on all significant matters that have come to the attention of the committee.*

4. Conduct of Board and Committee Business

The Board will meet on a regular basis to consider the business of the Company. Directors who have a material personal interest in a matter being considered at a directors' meeting must not be present at that meeting or vote on the matter unless permitted by the Corporations Act.

All Directors are free to attend meetings of any Committee if they do not have an actual or perceived conflict of interest. Board Committees may only make recommendations to the Board and do not have any executive power to commit the Board to the implementation of their recommendations.

5. Independent Advice

The Directors may, after having obtained the necessary consent from the Board Chairman, engage at the Company's expense, professional advisers to advise the Directors on matters pertinent to the Company's affairs, including the performance of Directors' duties.

6 Board Performance

The Board will undertake an annual performance evaluation that:

(a) compares the performance of the Board, the committee, individual Directors and key executives within the requirements of this framework;

(b) sets the goals and objectives of the Board for the upcoming year; and

(c) considers developments in best practice corporate governance and any improvements to the Company's governance practices considered necessary or desirable.

As the company was only listed in April 2006, it is not envisaged that the first evaluation of the Board will take place until the end of 2007. However, a review of the remuneration of the Executive Chairman and the Managing Director will take place in December 2006 and annually thereafter.

7. Remuneration of Directors and Officers

In addition to compliance with the Corporations Act, the Board will disclose the remuneration policies for Directors, secretaries and executives in sufficient detail to enable investors to understand the costs and benefits of those policies and the link between the remuneration paid to executives and corporate performance. The details of the remuneration policies are set out in the Directors' Report.

The non-executive directors are not entitled to any retirement benefit.

8. Share Trading

The following share trading policy of the Company governs and informs Directors and employees when they can trade in the Company's Shares. This will enhance market confidence in the management of the Company and ensure the Directors and officers do not breach insider trading provisions of the Corporations Act.

Policy regarding dealings in securities of Amazing Loans Limited by directors of the company

1. Directors are specifically prohibited from dealing in the company's securities, except during the following periods during the calendar year which commence 24 hours after the relevant announcement/event:
   - *Half-Year announcement – 4 weeks*
   - *31 March Quarter announcement – 6 weeks*
   - *Full Year announcement – 4 weeks*
   - *Annual General Meeting – 4 weeks*

   However, the prohibition in paragraph 2 overrides these trading windows, if applicable.

2 Dealings are not to take place for a certain period before important announcements which are likely to affect the market price. It is somewhat difficult to establish a fixed period in respect of the prohibition. In principle this prohibition would start to run from the point at which the likelihood of an announcement ultimately being necessary becomes a reasonable probability. This particular prohibition also extends to any potential target companies where there is sufficient evidence to believe that the group may have intentions of acquiring a shareholding.

3. The board should be formally informed of all dealings by directors in the company's securities.

*4 Directors are not to deal in the company's securities **without first notifying the executive chairman directly or via the company secretary** of their intention to deal and should only proceed after receiving due acknowledgment. A record of this notification should be maintained and acknowledgment in writing given to the directors by the company secretary. For the purposes of this policy, securities means either listed or unlisted securities and includes shares, options (including Exchange traded options), convertible securities, any right to subscribe for, call for or make delivery of a share or convertible security.*

   Shares or options acquired pursuant to an employee share or option plan and securities acquired through taking up of rights to securities or through conversion of convertible securities are specifically excluded from this definition. It should be noted that this exclusion applies only to the acquisition of securities or through conversion into securities. The subsequent disposal of any such securities is restricted as outlined in this policy.

5 The restrictions contained herein apply to the acquisition or disposal of an interest in any type of options. The actual exercise of the options is not subject to these restrictions. However, any dealing in the underlying securities after the exercise of the options is subject to the same restrictions.

6. Directors must notify the company secretary in writing of all transactions in accordance with the requirements of s205F and s205G of the Australian Corporations Law.

   Any notification must include the following information:
   - *type of security, eg. shares, options, debentures*
   - *nature of transaction – acquisition, disposal, other*
   - *number of securities*
   - *consideration and nature of interest, ie. beneficial or non-beneficial*
   - *whether transaction was on-market or off-market*
   - *date of transaction.*

   The company will notify the ASX of the details of any transaction, on behalf of the directors.

7. *The above restrictions extend to a director's partner, infant children and organisations (eg. private companies or trusts) in which a director has a material interest and the capacity to control the decision. These restrictions also apply in all situations where a director is in a position of exerting significant influence over the voting intentions of parties personally known to that director (eg. where the director is a trustee and is in a position to make investment decisions or exert significant influence on those making such decisions even though he may not be a beneficiary of the trust).*

8. *Senior executives who have price sensitive information are restricted from dealing in the company's securities in the same way as Directors, as set out above.*

9. Annual General Meetings

The Board will design and disclose a strategy to ensure and promote effective communication with Shareholders and participants at general meetings. The Board should ensure that the external auditor attend the annual general meeting and be available to answer Shareholder questions on the conduct of the audit and the preparation and content of the auditor's report.

10. Disclosure

The Company's continuous disclosure policy as set out below is designed to ensure that the Company complies with its legal obligations under the Corporations Act and the Listing Rules and to produce a high level of transparency in respect to the Company's operations.

Continuous disclosure – timely and balanced

a) *To ensure there are procedures in place so that share markets in which the company's shares are traded are properly informed of matters which may have a material impact on the price at which the shares are traded.*

b) *To ensure compliance with the Australian Stock Exchange listing rules and specifically Rule 3.1, 3.1A and 3.1B.*

Procedures

1. *The executive chairman, in consultation with the managing director and/or company secretary, will decide:*

   1.1 *whether a matter would have a material effect on the price of Amazing Loans shares and, therefore, should be considered disclosable*

   1.2 *in the case of a matter being assessed as likely to have a material effect whether the matter qualified for exemption from disclosure by addressing:*

      1.2.1 *whether the information falls within a category listed in Listing Rule 3.1A.3*
      1.2.2 *whether the information is confidential (and ASX has not formed an alternative view), and then*
      1.2.3 *whether a reasonable person would not expect it to be disclosed.*

2. *If the matter does not qualify for an exemption the Executive Chairman/Company Secretary will advise all directors and then make the disclosure to ASX, as appropriate.*

3. *If the matter is not likely to have a material effect on the price of Amazing Loans shares, the Executive Chairman will assess whether a disclosure will, in any case, be made to keep the share market further informed.*

4. To ensure the share market is properly informed, it is required that senior managers in the company and directors keep the chief executive (or in his absence the Chief Financial Officer and/or the company secretary) informed of matters of a nature which they consider material and which they consider may require disclosure.

11. Duties and Obligations of Directors

In performing their responsibilities, members of the board must act at all times in a manner designed to create, and continue to build, sustainable value for Shareholders and in accordance with the duties and obligations imposed upon them by the Constitution, by law and the Listing Rules and by any codes of conduct adopted by the Board from time to time.

Non-executive Directors who sit on other Boards must ensure that they can dedicate a sufficient amount of time to effectively carry out their duties and responsibilities as Directors.

12. Regular reviews of corporate governance policies and practices

The Board will review, at regular intervals, the Company's corporate governance framework in light of the Council's recommendations, having regard to the Company's size, development and operations.

Your Directors present their report on Amazing Loans Limited for the year ended 30 June 2006.

The names of the Directors in office at any time during or since the end of the financial year, their special responsibilities, the number of meetings they attended, and the number of meetings they were entitled to attend, are:

DIRECTORS' DETAILS

Mr Paul Mathieson
Executive Chairman
Appointed Director and Chairman on 1 February 2005.

Paul holds a Masters of Applied Finance degree from Macquarie University, a Bachelor of Commerce degree from Bond University (majors in Finance and Management) and Level 1 Derivatives accreditation status with the ASX.

Paul has extensive experience in the development, structuring, trading and marketing of investment products and strategies. He also has a strong ASX company research background and spent 5 years as the head of research at a stockbroking firm. While employed as an analyst he had direct experience and focussed specifically on industrial companies. Paul is also the founder, managing director and an authorised representative of a multi-million dollar funds management business.

During the last three years Paul has not served as a director of any other listed companies.

Mr Dean Marcon
Managing Director
Appointed Managing Director on 1 February 2005.

Dean holds a Bachelor of Building degree from the University of NSW.

Dean provides expertise in project management, sales and product/service marketing. Dean has many years experience in managing multi-mullion dollar projects and combines strong computer systems knowledge and implementation. Dean was previously the founder and managing director of a multi award winning Construction Company.

During the last three years Dean has not served as a director of any other listed companies.

Mr Ian Gilmour
FCIS, CA, FAICD
Non-Executive Director and Company Secretary
Appointed on 1 October 2005.

Ian also consults on a range of board, corporate governance and company secretarial issues and is an active member and presenter for Chartered Secretaries Australia. He is a Director and Company Secretary of Audit Quality Review Board Limited and is company secretary of several biotech listed companies and consultant to Nova Legal & Advisory. Justice of the Peace (NSW).

Previously, Ian served as company secretary of Goodman Fielder Limited, Australasia's largest food company, for 24 years, and 10 years with Coopers & Lybrand.

Ian is a member of the Audit and Risk Management Committee.

During the last three years Ian has not served as a director of any other listed companies.

Mr Russell Woodrow
Non-executive Director
Appointed on 30 December 2005.

Russell is a Senior Associate of the Financial Services Institute of Australasia.

Russell is a financial planner, company director, business and tax adviser having 40 years working experience. For approximately 15 years Russell worked in the chartered accounting profession working with audit, and advising on small business and tax matters. He worked extensively in tax and international tax matters for a number of years.

For 15 years he worked as a commercial accountant, based in the property industry. He spent a number of years as a director of the Housing Industry Association of Australia and also as the Treasurer of a State Division of that association. Russell has worked as a financial planner, for several licensed security dealers, over the past 10 years and worked as a development officer for an Australian wide dealer group, responsible for approximately 30 professional accountancy practices as regards their technical assistance, marketing and compliance matters during that period.

Russell is also Chairman of the Audit and Risk Management Committee.

During the last three years Russell has not served as a director of any other listed companies.

Mr Barry Bullen
Ex Director
Appointed on 1 February 2005.
Resigned on 1 October 2005.

Barry was a founding director with 30 years experience as a teacher and a real estate investor. Barry's qualifications include a B.Sc Maths (London University) and a DIC M.Sc. Barry resigned his position due to personal commitments on 1 October 2005.

During the last three years Barry has not served as a director of any other listed companies.

Principal Activities
The principal activity of the Company is the provision of consumer finance in the Australian micro-lending market.

Significant changes in the State of Affairs
During the year the Company has progressed from the small start up business of the period February to June 2005. This has been achieved with the gradual opening of branch retail outlets as detailed below, raising of capital pre ASX listing and listing of its ordinary shares on the ASX in April 2006. The Company subsequently listed the first tranche of its Redeemable Preference shares in July 2006.

Results
The net loss for the year ended 30 June 2006 was $1,298,701(2005: $115,465). The revenues for the year were $1,689,322 (2005: $15,302) with net assets of $3,843,404 (2005: 709,545).

The period of the accounts reflect a number of start-up costs associated with, rapid expansion and branch fit outs, branch leasing and compliance costs, all of which, are of an initial nature.

Dividends
No amounts have been paid, declared or recommended by the Company by way of dividend since the commencement of the financial year (2005: nil).

Review of Operations
The Company was founded on 1 February 2005 and the first store was opened on 6 June 2005. Amazing Loans was founded with a vision to become a leading alternative finance company and to be recognised as a professional and ethical provider of innovative, quality products at competitive prices. Its aim is to become a leading provider of consumer finance in the Australian micro-lending market.

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The second tranche of redeemable preference shares opened on 27 July 2006 and closed on 25 August 2006 raising $594,492.

Significant Events Subsequent to Balance Date (Continued)
The company announced a buy back of up to 411,389 shares which commenced on 19 July 2006 for a period of 6 months. The buyback was extended on 31 August 2006 from 411,389 to 1,014,604 shares until the period ending on 19 January 2007.

Likely Developments and Expected Results
Likely developments in the operations of the Company and the expected results have been identified in the above review of operations and elsewhere in the Annual Report. Further disclosure of information on these matters has not been included, as it may prejudice the position of the Company.

Environmental Regulation and Performance
The Company's operations are not subject to any significant environmental regulations under either Commonwealth or State legislation.

Directors' Meetings
The number of meetings of directors held during the year and the number of meetings attended by each director were as follows:

Number of meetings held by Directors: 18

Number of meetings attended:

Name of Director	Directors Meetings	
	Eligible	**Attended**
Current directors		
P J Mathieson	18	18
D F Marcon	18	18
I M Gilmour	13	13
R F Woodrow	10	9
Former director		
B R Bullen	6	6

Audit and Risk Management Committee Membership
The members of the Committee are:

RF Woodrow (Chairman)
IM Gilmour

No meetings of the Audit and Risk Management Committee were held during the year ended 30 June 2006.

The charter of the Committee is referred to in the Corporate Governance section of this report.

Share Options on issue
As at the date of this report, there were 3,000,000 options on issue. These options were issued to Ron Medich Properties Pty Ltd by the Company as part of the loan facility agreement. 500,000 options were issued with a $5 million facility announced on 2 August 2006 and the remaining 2,500,000 options were issued as a part of the $15 million facility signed on 31 August 2006. The options have an exercise price of $2.50 per option and an expiry date of 1 May 2008 for the 500,000 options and 30 June 2008 for the remaining 2,500,000 options.

Share Options exercised during the year
During the year, 2,537,738 options were exercised resulting in the issue of 2,537,738 ordinary fully paid shares.

Since the end of the year, no other options have been exercised.

Directors' Interest in Securities
The interests of each director in the share capital of the Company as at the date of this report are:

Name of Director	Ordinary Shares Escrowed	Ordinary Shares Unrestricted	Cumulative Redeemable Preference Shares
PJ Mathieson	4,000,000	-	-
D F Marcon	3,200,000	500	-
I M Gilmour	21,250	15,000	22,000
R F Woodrow	1,059,430	-	-

REMUNERATION REPORT
This report outlines the remuneration arrangements in place for directors and executives of the Company.

Remuneration philosophy
The performance of the Company depends upon the quality of its directors and executives. To prosper, the Company must attract, motivate and retain highly skilled directors and executives.

To this end, the Company embodies the following principles in its remuneration framework:

- Provide competitive rewards to attract high calibre executives; and
- Link executive rewards to shareholder value due to most Directors and Senior Executives being significant shareholders in the Company

Remuneration committee
The Board of Directors of the Company are responsible for determining and reviewing compensation arrangements for the directors, Managing Director and senior management team.

The Board of Directors assess the appropriateness of the nature and amount of remuneration of directors and senior managers on a periodic basis by reference to relevant employment market conditions with the overall objective of ensuring maximum stakeholder benefit from the retention of a high quality board and executive team.

Remuneration structure
In accordance with best practice corporate governance, the structure of non-executive director and senior manager remuneration is separate and distinct.

Non-executive director remuneration

Objective

The Board seeks to set aggregate remuneration at a level which provides the Company with the ability to attract and retain directors of the highest calibre, whilst incurring a cost which is acceptable to shareholders.

Structure

The Constitution and the ASX Listing Rules specify that the aggregate remuneration of non-executive directors shall be determined from time to time by a general meeting. An amount not exceeding the amount determined is then divided between the directors as agreed.

The amount of aggregate remuneration sought to be approved by shareholders and the manner in which it is apportioned amongst directors is reviewed annually. The board considers advice from external consultants as well as the fees paid to non-executive directors of comparable companies when undertaking the annual review process.

Non-executive directors have been encouraged by the board to hold shares in the Company (purchased by the director on market). It is considered good governance for directors to have a stake in the Company whose board they sit on.

Details of Remuneration

This table details the nature and amount of remuneration for each non-executive director of Amazing loans Limited, the chairman, the managing director and specified senior managers of the Company for the years ended 30 June 2006.

Senior Manager and Executive Director Remuneration

Objective

The Company aims to reward executives with a level and mix of remuneration commensurate with their position and responsibilities within the Company and so as to:

- Reward executives for company, business unit and individual performance against targets set by reference to appropriate benchmarks;
- Align the interests of executives with those of shareholders;
- Link reward with the strategic goals and performance of the Company; and
- Ensure total remuneration is competitive by market standards.

Table 1: Details of Remuneration - Non-executive directors

	Salaries and Fees	Other
Barry Bullen	-	-
Ian Gilmour	$13,200	-
Russell Woodrow	$33,000	$24,130

Table 2: Details of Remuneration - Executive Directors and Senior Managers

	Primary benefits		Post employment
	Salary & Fees	Short Term Incentives	Superannuation
Paul Mathieson	$230,633	-	-
Dean Marcon	$230,633	-	-
Andrew Tran	$37,844	$9,575	$2,544
Maurizio Chiandotto	$82,332	$9,575	$5,815
Judi Willoughby	$36,887	$7,000	-

Structure
It is the Board of Directors policy that employment contracts are only entered into with companies of the Chairman, Managing Director and with no other executives.

Remuneration consists of the following key elements:

- **Fixed Remuneration**

The proportion of fixed remuneration and variable remuneration (potential short term and long term incentives) is established for each senior manager by the Board of Directors. Table 2 above details the variable component (%) of the five most highly remunerated senior managers.

Fixed remuneration is reviewed annually by the Board of Directors and the process consists of a review of company wide, business unit and individual performance, relevant comparative remuneration in the market and internal and, where appropriate, external advice on policies and practices. As noted above, the Board has access to external advice independent of management.

- **Variable Remuneration**

Directors do not receive any variable remuneration, other than Russell Woodrow who is the principal of a licensed entity that received brokerage for raising share capital for the Company, the amounts of which are detailed in the directors' report and the Company's accounts.

Structure
Senior managers are given the opportunity to receive their fixed (primary) remuneration in a variety of forms including cash and fringe benefits such as motor vehicles and expense payment plans. It is intended that the manner of payment chosen will be optimal for the recipient without creating undue cost for the Company.

The fixed remuneration component of the five most highly remunerated senior managers is detailed in Table 2 above.

Variable Remuneration – Short Term Incentive (STI)
Objective
The objective of the STI program is to link the achievement of the Company's operational targets with the remuneration received by the executives charged with meeting those targets. The total potential STI available is set at a level so as to provide sufficient incentive to the senior manager to achieve the operational targets and such that the cost to the Company is reasonable in the circumstances.

The STI's of all the executives are disclosed in Table 2 above.

Actual STI payments granted to each senior manager depend on the extent to which specific operating targets set at the beginning of the financial year are met. The operational targets consist of a number of Key Performance Indicators (KPIs) covering both financial and non-financial measures of performance. Typically included are measures such as contribution to net profit after tax, customer service, risk management, product management, and leadership/team contribution. The Company has predetermined benchmarks which must be met in order to trigger payments under the short term incentive scheme.

On an annual basis, after consideration of performance against KPIs, an overall performance rating for the Company and each individual business unit is approved by the Remuneration Committee. The individual performance of each executive is also rated and all three ratings are taken into account when determining the amount, if any, of the short term incentive pool is allocated to each executive.

The aggregate of annual STI payments available for executives across the Company is subject to the approval of the Board of Directors. Payments made are usually delivered as a cash bonus.

Employment contracts
Mathieson Enterprises Pty Ltd
Amazing Loans has entered into a Consultancy Services Agreement with Mathieson Enterprises Pty Ltd. Under the agreement, Mathieson Enterprises provides the strategic direction to Amazing Loans to maximise growth and identify business opportunities. The agreement is for a term ending on 30 June 2010. The agreement also contains an option for a further term of 3 years.

Mathieson Enterprises is paid $300,000 per annum plus GST. A review of this fee is to be conducted in December of each year. The termination provisions of the agreement include standard insolvency type events, as well as a provision for termination for non-performance under the agreement after a process of consultation and, if necessary, conciliation is exhausted. The agreement with Mathieson Enterprises is non-exclusive. However, the services of Mathieson Enterprises must be carried out by Paul Mathieson.

Marcon Enterprises Pty Ltd
Amazing Loans has entered into a Consultancy Services Agreement with Marcon Enterprises Pty Ltd. Under the agreement, Marcon Enterprises provides project management skills for the fit out of new Amazing Loans stores and the management of the day to day business of Amazing Loans. The agreement is for a term ending on 30 June 2010. The agreement also contains an option for a further term of 3 years.

Marcon Enterprises is paid $300,000 per annum plus GST. A review of this fee is to be conducted in December of each year. The termination provisions of the agreement include standard insolvency type events, as well as a provision for termination for non-performance under the agreement after a process of consultation and if necessary, conciliation is exhausted. The agreement with Marcon Enterprises is non-exclusive. However, the services of Marcon Enterprises must be carried out by Dean Marcon.

Indemnification and Insurance of Directors and Officers
Under the Company's Constitution the Company must indemnify the directors and secretary against certain liabilities and legal costs in defending relevant actions. In addition, the Company may make payments by way of advance, loan or otherwise in respect of such legal costs and pay premiums for a contract of insuring such officers, to the extent permitted by law.

During 2006, the Company entered into Deeds of Protection, Insurance and Access with each of the directors. Approval of shareholders will be sought at the 2006 AGM. These Deeds obligate the Company to take out insurance.

During the year the Company paid premiums in respect of a contract insuring all the directors and officers of the Company against liabilities and legal costs to the extent permitted by Section 199B of the Corporations Act 2001. The amount of the premium is subject to a confidentiality clause in the contract of insurance.

Corporate Governance
In recognising the need for the highest standards of corporate behaviour and accountability, the directors support and have adhered to the principles of good corporate governance. The Company's corporate governance statement is contained in the section of this report entitled "Corporate Governance Policy Statement".

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.

Auditor Independence and Non-audit Services

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out in this report and follows the Directors' Declaration.

Non-Audit Services

The following non-audit services were provided by the entity's auditor, Moore Stephens Sydney. The directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act. The nature and scope of each type of non-audit service provided means that auditor independence was not compromised.

Moore Stephens Sydney has received or is due to receive the following amounts for the provision of non-audit services:

Accounting advice and due diligence services	\$51,315

Signed in accordance with a resolution of directors

Paul Mathieson

Paul Mathieson

Dated in Sydney, this 5th day of September 2006

MOORE STEPHENS

PARTNERS:
Andrew Blackwell CA
Chris Chandran CA
Stephen Humphrys FCA
Garry Leyshon FCA
Wayne Morton FCA
Joe Shannon CA
Robert Southwell CA
Spiro Tzannes FCA
Charlie Viola (Affiliate ICAA)
Bob Webster FCA
Scott Whiddett CA

CONSULTANTS:
Pat Bugden FCA
Anja Dorrell CA

AMAZING LOANS LIMITED
ABN 68 112 725 756
AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of Amazing Loans Limited for the year ended 30 June 2006, I declare that, to the best my knowledge and belief, there have been:

a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and

b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Amazing Loans Limited for the year.

C CHANDRAN
Partner
MOORE STEPHENS SYDNEY

Dated in Sydney, this 5th day of September 2006

Moore Stephens Sydney ABN 90 773 984 843
CML Building, Level 5, 14 Martin Place, Sydney NSW 2000 AUSTRALIA
GPO Box 473, Sydney NSW 2001
Tel: +61 2 8236 7700 Fax: +61 2 9233 4636 Web: www.moorestephens.com.au

AMAZING LOANS LIMITED
ABN 68 112 725 756

INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006

	Note	2006 $	2005 $
Revenue	3	1,645,032	15,302
Other income	3	44,290	-
Administration expenses	4	(1,201,957)	(113,678)
Bad debts	4	(222,061)	-
Depreciation expense		(214,448)	(1,170)
Marketing expenses	4	(155,670)	(1,567)
Occupancy expenses	4	(443,035)	(11,502)
Staff expenses	4	(728,456)	(2,806)
Travel expenses		(22,396)	(44)
Loss for the year before tax		(1,298,701)	(115,465)
Income tax expense	7	-	-
Loss for the year after tax attributable to members of the Company		(1,298,701)	(115,465)
Basic and Diluted Earnings/(Loss) Per Share	8	(7.23)	(1.07)

The accompanying notes form part of these financial statements

AMAZING LOANS LIMITED
ABN 68 112 725 756

BALANCE SHEET
AS AT 30 JUNE 2006

	Note	2006 $	2005 $
CURRENT ASSETS			
Cash and cash equivalents	9	2,287,670	600,571
Trade and other receivables	10	1,983,235	24,615
Other current assets	12	65,723	-
TOTAL CURRENT ASSETS		4,336,628	625,186
NON-CURRENT ASSETS			
Trade and other receivables	10	505,038	2,747
Plant and equipment	11	1,268,898	105,094
Other non-current assets	12	165,369	19,933
TOTAL NON-CURRENT ASSETS		1,939,305	127,774
TOTAL ASSETS		6,275,933	752,960
CURRENT LIABILITIES			
Trade and other payables	13	525,901	43,415
Short term borrowings	14	191,678	-
Short term provisions	15	20,053	-
TOTAL CURRENT LIABILITIES		737,632	43,415
NON CURRENT LIABILITIES			
Long term borrowings	14	1,694,897	-
TOTAL NON CURRENT LIABILITIES		1,694,897	-
TOTAL LIABILITIES		2,432,529	43,415
NET ASSETS		3,843,404	709,545
EQUITY			
Issued capital	16	5,257,570	825,010
Accumulated losses		(1,414,166)	(115,465)
TOTAL EQUITY		3,843,404	709,545

The accompanying notes form part of these financial statements

AMAZING LOANS LIMITED
ABN 68 112 725 756

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2006

	Note	Share Capital $	Accumulated Losses $	Total $
Balance at 1 February 2005 (Incorporation)		-	-	-
Issue of shares	16	825,010	-	825,010
Loss for the year attributable to		-	(115,465)	(115,465)
Balance at 30 June 2005		825,010	(115,465)	709,545
Balance at 1 July 2005		825,010	(115,465)	709,545
Issue of shares	16	4,749,225	-	4,749,225
Capital raising costs		(316,665)	-	(316,665)
Loss for the year attributable to		-	(1,298,701)	(1,298,701)
Balance at 30 June 2006		5,257,570	(1,414,166)	3,843,404

AMAZING LOANS LIMITED
ABN 68 112 725 756

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006

	Note	2006 $	2005 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts in the course of operations		693,220	5,500
Cash payments in the course of operations		(2,131,709)	(109,173)
Loans advanced		(2,356,250)	(17,750)
Loans repayments received		686,391	190
Net cash used in operating activities	18(b)	(3,108,348)	(121,233)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments of plant and equipment		(1,378,252)	(103,206)
Payments for rental bonds		(145,436)	-
Net cash used in investing activities		(1,523,688)	(103,206)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from the issue of ordinary shares		4,749,225	825,010
Proceeds from the issue of redeemable preference shares		2,113,499	-
Capital raising costs		(543,589)	-
Net cash provided by financing activities		6,319,135	825,010
Net increase in cash held		1,687,099	600,571
Cash at the beginning of the financial year		600,571	-
Cash at end of the financial year ended 30 June 2006	18(a)	2,287,670	600,571

Note 1: Statement of Significant Accounting Policies
The financial report is a general purpose financial report prepared in accordance with the Accounting Standards, Urgent Issues Group Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

Amazing Loans Limited is a listed public company, incorporated and domiciled in Australia.

The financial report of Amazing Loans Limited complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

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

Basis of Preparation
First-time Adoption of Australian Equivalents to International Financial Reporting Standards

The financial report for the year ended 30 June 2006 complies with AIFRS and is accounted for in accordance with Accounting Standard AASB 1 ‘First-time Adoption of Australian Equivalents to International Financial Reporting Standards’, with 1 January 2004 as the date of transition. Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (‘IFRS’).

The accounting policies set out below have been consistently applied to all years presented.

No reconciliation of the transition from previous Australian GAAP to AIFRS has been included in Note 2 to this report.

Reporting Basis and Conventions
The financial report has been prepared on an accruals basis and is based on historical cost 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 value of the consideration given in exchange of assets.

Accounting Policies
a. Plant and Equipment
Plant and equipment are carried at cost less, where applicable, any accumulated depreciation and impairment losses. Assets acquired are recorded at the cost of acquisition, being the purchase consideration determined as at the date of acquisition plus costs incidental to the acquisition.

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

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

Class of fixed asset	Depreciation Rate
Leasehold improvement	25% - 40%
Office equipment	15%
Furniture and fixtures	13%
Computer equipment	33%

Note 1: Statement of Significant Accounting Policies (continued)

a. Plant and Equipment (continued)

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Income Statement.

b. Trade and other receivables

Trade receivables and other receivables are recorded at amounts due, less any provision for doubtful debts.

c. Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

d. Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will results and that outflow can be reliably measured.

e. Employee benefits

Provision is made for the Company’s liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

f. Revenue

Revenue from application fees are recognised upon receipt of an application from the customer.

Revenue from establishment fees are recognised when the loan is advanced to the customer.

Revenue from default fees are recognised when there is a default in repaying the weekly instalment.

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

g. Income tax

The charge for current income tax expenses is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Note 1: Statement of Significant Accounting Policies (continued)
g. Income tax (continued)
Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of 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 taxation 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.

h. Goods and Services Tax (GST)
Revenues, expenses and assets are recognised at an amount inclusive of the goods and services tax (GST) as the Company has assessed that it is not liable to be registered for GST.

Cash flows are presented in the Cash Flow Statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

i. Leases
Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

j. Impairment of Assets
At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Income Statement.

k. Comparatives
The financial report covers the period 1 July 2005 to 30 June 2006. The Company was incorporated on 1 February 2005 and commenced operations in June 2005. Thus the comparatives representing one months trading as at 30 June 2005 are strictly not comparable. When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

l. Critical accounting estimates and judgments
The Directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Key judgments - Doubtful debts provision
Included in receivables at 30 June 2006 are amounts receivable for loans advanced and fees receivable totalling $189,938 for customers including those that have deceased or being declared bankrupt. The Directors believe a doubtful debt provision for these trade receivables should be made. Other than this provision for doubtful debts, Directors believe that the trade receivables are wholly recoverable.

Note 2: Impact of Adoption of AIFRS
The Company's management and Directors, have assessed the material effects on the transition to AIFRS. On the basis of the assessment they have come to a conclusion that the transition to AIFRS has not had any effect on the equity or the net loss reported by the Company as at 30 June 2005. Hence, the equity and the net loss as reported under AGAAP is the same under AIFRS.

	2006 $	2005 $
Note 3: Revenue		
Operating activities		
Application fees	39,218	341
Establishment fees	1,175,556	9,934
Default fees	208,650	-
Interest income	221,398	5,027
Other income	210	-
	1,645,032	15,302
Other income		
Bank interest	44,290	-
Note 4: Loss from ordinary activities		
Loss from ordinary activities before income tax expense has been determined after:		
Administration expenses		
Guarantee fees	100,000	-
Consulting fees - directors	507,466	66,000
Consulting fees - others	250,909	13,375
Legal expenses	93,889	10,259
Telephone expenses	69,297	687
Bad debts		
Bad debts - loans	23,159	-
Bad debts - establishment fees	8,969	-
Provision for doubtful debts - loans	92,216	-
Provision for doubtful debts - establishment fees	36,293	-
Provision for doubtful debts - default fees	61,424	-
Marketing expenses		
Advertising	150,410	1,567
Occupancy expenses		
Rent	418,116	11,502
Staff expenses		
Salaries	601,445	2,574
Superannuation	42,635	234
Note 6: Auditors' remuneration		
Remuneration of the auditor during the year:		
- auditing or reviewing the financial report	34,807	7,700
- due diligence services	51,315	-
	86,122	7,700

Note 6: Key Management Personnel Disclosure

a. Names and positions held of key management personnel in office at any time during the financial year are:

Key Management Person	Position
Mr. Paul Mathieson	Executive Chairman
Mr. Dean Marcon	Managing Director
Mr. Barry Bullen	Director - Non-executive
Mr. Ian Gilmour	Director - Non-executive
Mr. Russell Woodrow	Director - Non-executive
Mr. Andrew Tran	Chief Financial Officer
Mr. Maurizio Chiandotto	General Manager (NSW)
Ms. Judi Willoughby	General Manager (VIC)

* Mr. Barry Bullen was appointed on 1 February 2005 and resigned on 1 October 2005 and therefore not entitled to director fees during the period.

The Company has applied the exemption under the Corporations Amendments Regulation 2006, which exempts listed companies from providing remuneration disclosures in relation to their key management personnel in their annual financial reports by Accounting Standard AASB 124: Related Party Disclosures. These remuneration disclosures are provided in the Remuneration Report of the Directors' Report on pages 13 to 16.

b. Key Management Personnel Shareholdings

2006	Balance 1.7.2005 No.	Received as Compensation No.	Net change Others* No.	Balance 30.6.2006 No.
Mr. Paul Mathieson	4,000,000	-	-	4,000,000
Mr. Dean Marcon	3,200,000	-	500	3,200,500
Mr. Barry Bullen	3,860,000	-	-	3,860,000
Mr. Ian Gilmour	-	-	36,250	36,250
Mr. Russell Woodrow	1,059,430	-	-	1,059,430
Mr. Andrew Tran	-	2,800	(2,800)	-
Mr. Maurizio Chiandotto	-	2,800	-	2,800
Ms. Judi Willoughby	-	2,800	-	2,800
	12,119,430	8,400	33,950	12,161,780

2005	Balance 1.2.2005 No.	Received as Compensation No.	Net change Others* No.	Balance 30.6.2005 No.
Mr. Paul Mathieson	4,000,000	-	-	4,000,000
Mr. Dean Marcon	3,200,000	-	-	3,200,000
Mr. Barry Bullen	3,860,000	-	-	3,860,000
Mr. Ian Gilmour	-	-	-	-
Mr. Russell Woodrow	1,059,430	-	-	1,059,430
	12,119,430	-	-	12,119,430

* Net Change Other refers to shares purchased or sold during the financial year.

	2006 $	2005 $
Note 7: 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 income tax benefit on loss from ordinary activities before income tax at 30%	(389,610)	(34,640)
Less tax effect of:		
- Deferred tax asset not brought to account	389,610	34,640
Income tax attributable to loss from ordinary activities	-	-
Note 8: Earnings Per Share		
Earnings used to calculate basic and diluted EPS	(1,298,701)	(115,465)
Weighted average number of ordinary shares outstanding during the year used in calculating the basic and diluted EPS	17,957,374	10,782,081
Basic and Diluted Earnings per share (cents)	(7.23)	(1.07)
Note 9: Cash and cash equivalents		
Cash on hand	420	276
Cash at bank	2,287,250	600,295
	2,287,670	600,571

Cash at bank earns a weighted average interest rate of 5.22% (2004: 4.22%)

	2006 $	2005 $
Note 10: Trade Receivables		
Current		
Loans receivable	1,377,707	14,815
Less: Provision for doubtful debts	(92,216)	-
Fees receivable	795,461	9,800
Less: Provision for doubtful debts	(97,717)	-
	1,983,235	24,615
Non Current		
Loans receivable	294,598	2,747
Fees receivable	210,440	-
	505,038	2,747

Loans advanced prior to 1 March 2006 varied between $500 to $4,000, had settlement terms between 40 and 104 weeks and are unsecured with interest rates between 25% and 28 p.a. The weighted average interest rate of these loans is 26.34% p.a.

Loans advanced post 1 March 2006 varied between $750 and $4,000 had settlement terms of either 52 or 104 weeks, are unsecured and non-interest bearing.

Fees receivable represents unpaid establishment fees and default fees which are unsecured and non-interest bearing. The establishment fees charged by the Company on advancing of the loan are payable over the life of the loan.

	2006 $	2005 $
Note 11: Plant and Equipment		
Leasehold improvements - at cost	1,205,686	80,086
Accumulated depreciation	(181,365)	(598)
	1,024,321	79,488
Office equipment - at cost	59,526	16,661
Accumulated depreciation	(6,342)	(117)
	53,184	16,544
Computer equipment - at cost	118,502	9,517
Accumulated depreciation	(20,418)	(455)
	98,084	9,062
Furniture and Fixtures - at cost	100,802	-
Accumulated depreciation	(7,493)	-
	93,309	-
Total plant and equipment	1,268,898	105,094

Movements in carrying amounts

Movements in the carrying amounts for each class of plant and equipment between the beginning and end of the current financial year.

	Leasehold Improvements $	Office Equipment $	Computer Equipment $	Furniture and Fixtures $	Total $
Carrying amounts at the beginning of the year	79,488	16,544	9,062	-	105,094
Additions during the year	1,125,600	42,865	108,985	100,802	1,378,252
Depreciation and amortisation	(180,767)	(6,225)	(19,963)	(7,493)	(214,448)
Carrying amounts at the end of the year	1,024,321	53,184	98,084	93,309	1,268,898

	2006 $	2005 $
Note 12: Other Assets		
Current		
Prepayments	65,723	-
Non-current		
Rental bonds	165,369	19,933

	2006 $	2005 $
Note 13: Trade and Other Payables		
Current		
Sundry creditors	180,939	43,415
Accrued expenses	221,319	-
Other liabilities - lease incentives	123,643	-
	525,901	43,415

Sundry creditors and accrued expenses are settled within the terms of payment offered, which is usually 30 days. They are unsecured and non-interest bearing.

	2006 $	2005 $
Note 14: Borrowings		
Current		
Unsecured Liability		
Redeemable preference shares	322,478	-
Less: Issue costs	(130,800)	-
	191,678	-
Non-current		
Unsecured Liability		
Redeemable Preference shares	2,149,852	-
Less: Issue Costs	(454,955)	-
	1,694,897	-

Redeemable Preference shares (RPS) consist of 2,149,852 shares of $1.15 per share. In the first year of issue, the Company will repay a sum of 15 cents per share by equal quarterly instalment in arrears by way of return of capital commencing 30 September 2006. All the RPS are redeemable at $1.00 each at the option of the Company by giving a 30 day written notice or on the redemption date which is 30 June 2011. The RPS will pay a dividend of 15 cents per annum commencing on 30 June 2007 payable quarterly in arrears.

	2006 $	2005 $
Note 15: Provisions		
Current		
Employee benefits	20,053	-
Number of employees	16	2

	2006 $	2005 $
Note 16: Issued Capital		
20,569,434 (2005: 13,809,998)		
fully paid ordinary shares	5,574,235	825,010
Less: Share issue costs	(316,665)	-
	5,257,570	825,010
	No.	**No.**
Movements in ordinary share capital		
At the beginning of the year	13,809,998	-
Issued during the year		
10,000,000 shares at 1 cent per share	-	10,000,000
1,060,000 shares at 18.87 cents per share	-	1,060,000
2,000,000 shares at 20 cents per share	-	2,000,000
749,998 shares at 30 cents per share	-	749,998
950,000 shares for 95 cents	950,000	-
312,500 shares at 40 cents	312,500	
499,998 shares at 30 cents per share	499,998	
1,012,500 shares at 80 cents per share	1,012,500	
583,000 shares at $1.60 per share	895,500	
Options exercised during the year		
1,260,584 shares at 0.5 cent per share	1,260,584	-
100,000 shares at 1 cent per share	100,000	-
431,000 shares at 40 cents per share	431,000	-
746,154 shares at 80 cents per share	746,154	-
		-
Shares issued under the IPO		
149,000 shares to existing shareholders at $2.00 per share	149,000	-
402,200 shares to retail shareholders at $2.50 per share	402,200	-
At reporting date	20,569,434	13,809,998

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.

	$	$
Note 17: Capital and Leasing Commitments		
a. Operating Lease Commitments		
Non-cancellable operating leases contracted for but not capitalised in the		
Payable - minimum lease payments:		
- not later than 12 months	810,012	68,320
- between 12 months and 5 years	1,180,359	126,184
	1,990,371	194,504

Note 17: Capital and Leasing Commitments (continued)
a. Operating Lease Commitments (continued)

The Company leases various offices under non-cancellable three-year term operating leases with rent payable in advance. Contingent rental provisions within the lease agreement require that the minimum lease payments shall be increased based on annual CPI increases. Options exist on all operating leases to renew the leases at the end of the three-year term for an additional term of three years.

b. Capital Expenditure Commitment

Capital expenditure commitments contracted for:		
Computer equipment purchases	118,187	-
Payable:		
- not later than 12 months	118,187	-

Note 18: Cash Flow Information
(a) Reconciliation of cash

Cash at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items items in the Balance Sheet as follows:

Cash assets	2,287,670	600,571

(b) Reconciliation of cash flow used in operations with loss from ordinary activities after income tax

Operating loss from ordinary activities after income tax	(1,298,701)	(115,465)
Depreciation expense	214,448	1,170
Bad debts	189,933	-
Changes in assets and liabilities during the financial period		
(Increase)/decrease in receivables	(2,650,845)	(47,295)
(Increase)/decrease in prepayments	(65,723)	-
Increase/(decrease) in creditors	180,939	40,357
Increase/(decrease) in accruals	301,547	-
Increase/(decrease) in annual leave	20,054	-
Cash flows used in operating activities	(3,108,348)	(121,233)

(c) Loan facilities

Loan facility	1,000,000	-
Amount utilised	-	-
	1,000,000	-

The Company has entered into a loan facility agreement with Mr. Lakshman Prasad, the lender, who has agreed to provide the Company with an unsecured loan facility of $1,000,000 for a term commencing on 1 April 2006 and ending 30 June 2007. The drawdowns under the loan facility can be made upon 7 days notice to the lender. Interest on outstanding advances is payable at 20% per annum. A non-refundable facility fee of $100,000 was paid to the lender in April 2006. The Company terminated the agreement post year-end. No amounts were drawn down on the facility.

AMAZING LOANS LIMITED
ABN 68 112 725 756

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

Note 19: Segmental Reporting

	NSW		VIC		QLD		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
	$	$	$	$	$	$	$	$	$	$
Primary Reporting - Geographical Segments										
REVENUE										
External sales	1,636,202	15,302	8,830	-	-	-	-	-	1,645,032	15,302
Inter segment sales	-	-	-	-	-	-	-	-	-	-
Total revenue	1,636,202	15,302	8,830	-	-	-	-	-	1,645,032	15,302
RESULT										
Segment result	184,789	(28,390)	(180,522)	-	(127,653)	-	-	-	(123,386)	(28,390)
Unallocated corporate expenses									(1,219,605)	(87,075)
Operating profit									(1,342,991)	(115,465)
Interest income									44,290	-
Profit before income tax									(1,298,701)	(115,465)
Income tax expenses									-	
Profit/(Loss) after income tax									(1,298,701)	(115,465)
ASSETS										
Segment assets	4,098,282	598,990	369,013	-	312,178	-	936,446	-	3,843,027	598,990
Unallocated assets									2,432,906	153,970
Total assets									6,275,933	752,960
LIABILITIES										
Segment liabilities	236,945	23,340	518,423	-	439,831	-	936,446	-	258,753	23,340
Unallocated liabilities									2,173,776	20,075
Total liabilities									2,432,529	43,415
OTHER										
Acquisition of non-current segment assets	652,060	105,094	259,366	-	323,587	-			1,235,013	105,094
Depreciation and amortisation for segment assets	129,440	1,170	15,017	-	19,173	-			163,630	1,170
Other non-cash segment expenses	222,060	-	-	-	-	-			222,060	-

Note 19: Segment Reporting (continued)
Accounting Policies
Segment revenues and expenses are those directly attributable to the segment and include any joint revenue and expenses where a reasonable basis of allocation exists. Segment assets include all assets used by a segment and consists principally of cash, receivables and 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 payables, employee benefits, accrued expenses, provisions and borrowings. Segment assets and liabilities do not include deferred income taxes.

Geographical segments and Business segments
The Company has geographical segments based on operations in various states within Australia.

The Company has just one product offering as a provider of consumer finance in the Australian micro-lending market and hence operates as a single business segment.

Note 20: Contingent Liabilities
The Directors are not aware of any contingent liabilities existing at the end of the financial year.

Note 21: Share-based Payments
The fair value of services received were measured on the basis of the market price of the shares. During the year 31,800 ordinary shares were granted to employees and consultants at $2.50 per share based on the issue price in the public offering. The shares carry full dividend and voting rights.

Included in salaries in the Income Statement is $81,055 and in consulting fees is $16,000 relating, in full, to equity-settled share-based payment transactions.

No other share-based payment arrangement existed as at 30 June 2006.

Note 22: Events Subsequent to Balance Date
The Company opened its first Queensland branch in Brisbane at Fortitude Valley on 7 August 2006. In the first week of August 2006 the Company opened a further 4 branches at Sunshine, Richmond, Springvale and Frankston in Victoria.

The Company proposes to open the final branch in Victoria and the remaining 6 branches in Queensland by mid-September 2006.

The Company raised $564,492 from the second tranche of the issue of redeemable preference shares that opened on 27 July 2006 and closed on 25 August 2006.

A loan facility of $20 million was signed by the Company on 31 August 2006 with Ron Medich Properties Pty. Ltd. comprising the $5 million facility announced on 2 August 2006, with an extended period and further $15 million with both amounts having a repayment date of 31 December 2007 (or such later date as the lender agrees). The interest rate on the loan facility is 14.5% per annum. Further, the loan facility will be secured by a fixed and floating charge over the assets and undertaking of the borrower.

The Company has also issued 3,000,000 options to Ron Medich Properties Pty. Ltd. as a part of the loan facility agreement. Of the 3,000,000 options, 500,000 options were issued with the $5 million facility announced on 2 August 2006 and the remaining 2,500,000 options were issued as a part of the $15 million facility signed on 31 August 2006. The options have an exercise price of $2.50 per option and an expiry date of 1 May 2008 for the 500,000 options and 30 June 2008 for the remaining 2,500,000 options.

Note 22: Events Subsequent to Balance Date (continued)

The Company announced a buy back of up to 411,389 shares which commenced on 19 July 2006 for a period of 6 months. The buyback was extended on 31 August 2006 from 411,389 to 1,014,604 shares until the period ending on 19 January 2007.

Other than as disclosed elsewhere in the financial statements of the Company, no other matter or circumstance has arisen since the end of the financial year that has significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company.

Note 23: Financial Instruments

(i) Interest rate risk

The Company's accounting policies are included in Note 1, whilst the terms and conditions, including the effective weighted average rates, of each class of financial assets, each financial liability and equity instrument, both recognised and unrecognised at balance date where applicable, are included under the appropriate note for that instrument.

(ii) Credit risk

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted.

(iii) Net fair values

The carrying amounts of financial instruments in the Balance Sheet approximate their fair value.

(iv) Liquidity and Cash Flow Risk

Liquidity risk is the risk that the Company will experience difficulty in either realising assets or otherwise raising sufficient funds to satisfy commitments associated with the financial instruments. Cash flow risk is the risk that the future cash flow derived from holding financial instruments will fluctuate.

Note 24: Related Party Transactions

Director' and director-related entities' transactions with the Company

Transactions between Directors and director-related entities are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. Details of transactions are as follows:

Consulting fees

During the year the Company paid consulting fees to the following Directors/director-related entities for assisting in the management of the Company:

	2006 $	2005 $
Mathieson Enterprises Pty Limited	230,633	33,000
Marcon Enterprises Pty Limited	230,633	33,000
Gilmour & Company P/L	13,200	-
RFW Investments	33,000	-
	507,466	66,000

There was no amount due and payable in consulting fees to director-related entities as at balance date.

Note 24: Related Party Transactions (continued)
Director' and director-related entities' transactions with the Company (continued)

Other expenses

Paid to	Nature of expense	Relation	2006 $
Nikki Mathieson	Salary - Area manager	Director related party	56,404
Maurizio Chiandotto	Salary - General Manager	Director related party	97,722
Elisa Chiandotto	Salary	Director related party	14,667
Adrian Marcon	Computer consulting	Director related party	21,529
Pendulum Pty Limited	Advertising	Director related entity	33,144
David Marcon	Construction work	Director related party	2,000
RFW Investments	Brokerage on issue of RPS	Director related entity	19,168
			244,634

There were no amounts paid to director-related entities for the period ended 30 June 2005.

Note 25: Company Details
The Company's registered office is:

Amazing Loans Limited
Level 57
MLC Centre
19-29 Martin Place
SYDNEY NSW 2000

The Company's principal place of business is:

Amazing Loans Limited
265A Macquarie Street
Liverpool NSW 2170

AMAZING LOANS LIMITED
ABN 68 112 725 756

DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. the financial statements and notes, as set out on pages 19 to 36 are in accordance with the Corporations Act 2001 and;

    a. comply with Accounting Standards and the Corporations Regulations 2001; and
    b. give a true and fair view of the financial position as at 30 June 2006 and the performance for the year ended on that date of the Company;

2. the Chief Executive Officer and Chief Finance Officer have each declared that:

    a. the financial records of the company for the financial year have been properly maintained in accordance with section 286 of the Corporations Act 2001;
    b. the financial statements ans notes for the financial year comply with the Accounting Standards; and
    c. the financial statements and notes for the financial year give a true and fair view;

3. 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.

Paul Jason Mathieson
Executive Chairman

Dated in Sydney, this 5th day of September 2006

MOORE STEPHENS

PARTNERS:
Andrew Blackwell CA
Chris Chandran CA
Stephen Humphrys FCA
Garry Leyshon FCA
Wayne Morton FCA
Joe Shannon CA
Robert Southwell CA
Spiro Tzannes FCA
Charlie Viola (Affiliate ICAA)
Bob Webster FCA
Scott Whiddett CA

CONSULTANTS:
Pat Bugden FCA
Anja Dorrell CA

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF AMAZING LOANS LIMITED

Scope

The financial report and remuneration disclosures and directors' responsibility
The financial report comprises the Income Statement, Balance Sheet, Statement of Cash Flows, Statement of Changes in Equity, accompanying notes to the financial statements, and the Directors' Declaration for Amazing Loans Limited ("the Company") for the year ended 30 June 2006.

As permitted by the *Corporations Regulations 2001*, the Company has disclosed information about the remuneration of directors and executives ("remuneration disclosures"), required by Accounting Standards AASB 124 *Related Party Disclosures* paragraphs Aus25.7 to Aus25.7.2, under the heading "Remuneration Report" of the "Directors' Report to the Shareholders" and not in the financial report.

The Directors of the Company are responsible for the preparation and true and fair presentation of the financial report in accordance with the *Corporations Act 2001*. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report. The directors are also responsible for preparation and presentation of the remuneration disclosures contained in the directors' report in accordance with the *Corporations Regulation 2001*.

Audit approach
We conducted an independent audit in order to express an opinion to the members of the Company. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement and that the remuneration disclosures in the "Directors' Report to the Shareholders" comply with Accounting Standard AASB 124. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the *Corporations Act 2001*, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the Company's financial position, and of its performance as represented by the results of its operations and cash flows and whether the remuneration disclosures comply with Accounting Standard AASB 124.
.
We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Directors.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

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MOORE STEPHENS

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Amazing Loans Limited on 5 September 2006, would be the same in terms of provided to the directors as at the date of this audit report.

Audit opinion

In our opinion,

1. the financial report of Amazing Loans Limited is in accordance with:

    a. the *Corporations Act 2001*, including:
        i. giving a true and fair view of Amazing Loans Limited's financial position as at 30 June 2006 and of its performance for the year ended on that date; and
        ii. complying with Accounting Standards in Australia and the Corporations Regulations 2001; and

    b. other mandatory financial reporting requirements in Australia.

2. the remuneration disclosures that are contained on 10 of the "Directors' Report to Shareholders" comply with Accounting Standard AASB 124 paragraphs Aus25.7 to Aus25.7.2 and the *Corporations Regulations 2001*.

CChandran

Moore Stephens Sydney

C CHANDRAN
Partner

MOORE STEPHENS SYDNEY

Dated in Sydney, this 5th day of September 2006

ASX ADDITIONAL INFORMATION

Ordinary Shareholders

The twenty largest ordinary shareholders as at 20 August 2006 are as follows:

Shareholder	No of Shares	% Held
1. Mathieson Enterprises Pty Ltd	4,000,000	19.698
2. Mr B R Bullen	3,780,000	18.614
3. Mr D Marcon	3,200,000	15.758
4. L Prasad <Dr L Prasad Super Fund a/c>	1,000,000	4.924
5. Letrice Pty Ltd <The Woodrow Super Fund a/c>	957,430	4.715
6. Mr L A Sidari	801,000	3.944
7. Spinite Pty Ltd	312,500	1.539
8. Mr R M Pruyn & Mrs M A Pruyn <Pruyn Family a/c>	220,930	1.088
9. Mrs J P Willoughby & Mr W R Willoughby <Willoughby Family a/c>	211,167	1.040
10. Vaingirl Nominees Pty Ltd <Hector Henry Holdings a/c>	197,916	0.975
11. Ms S H Concha	187,500	0.923
12. Jackstar Holdings Pty Ltd <Bryce Hoare Super Fund a/c>	175,000	0.862
13. Kropman Consulting Pty Ltd <M & A Super Fund a/c>	167,666	0.826
14. Mr P M & Mrs D Mark <Mark Family Super Fund a/c>	167,666	0.826
15. Mr J L & Mrs R Lawrenson <Lawrenson J & R S/Fund a/c>	166,833	0.822
16. Pursuit Retirement Llc	162,575	0.801
17. Ms K L Taylor	155,000	0.763
18. Ms L Squillacioti	146,666	0.722
19. R & J Pty Ltd <Ramani Family a/c>	115,583	0.569
20. Houston & Co Pty Limited	108,750	0.536
Top twenty shareholders	**16,234,182**	**79.945%**

Cumulative Redeemable Preference Shares – Tranche1

The twenty largest Cumulative Redeemable Preference shareholders as at 20 August 2006 are as follows:

Preference shareholder	No of Shares	% Held
1. Gant Investments Pty Ltd <S L Gant Family a/c>	210,000	9.768
2. Clem Tacca Pty Ltd <Clem Tacca Family No 2 a/c>	156,521	7.281
3. Ossum Holdings Pty Ltd <Tanton Family No 2 a/c>	78,000	3.628
4. Mr G Heriot <Heriot a/c>	72,000	3.349
5. Mr M R O Pears	54,000	2.512
6. Mr K Goodrich & Mrs B Goodrich <Sea Change Super Fund a/c>	54,000	2.512
7. Mr L C Ross & Mrs L D Ross <LC & LD Ross Super Fund a/c>	52,800	2.456
8. Mrs J P Willoughby & Mr W R Willoughby <Willoughby Family a/c>	52,200	2.428
9. Reid Super Fund Pty Ltd <Willoughby Super Fund a/c>	52,200	2.428
10. Mr G L Bliss & Mr J D Bliss <the GLB Super Fund a/c>	52,200	2.428
11. Ms A Mills <MSM Superannuation Fund a/c>	52,200	2.428
12. Bellerise Pty Ltd <Bruce Robinson Family a/c>	52,200	2.428
13. Reswick Pty Ltd <Neville Parton S/fund a/c>	52,200	2.428
14. Mr N Allsopp & Mrs R Allsopp <Neil & Rhonda Allsopp Sf a/c>	52,200	2.428
15. Mr G Nel & Mrs H Nel <George Nel Super Fund a/c>	52,200	2.428
16. Mr A W Robertson	52,200	2.428
17. Kevin Howard Crane Hire Pty Ltd <K & M Howard Super Fund a/c>	52,200	2.428
18. Mr R M Wilkie & Mrs LE Wilkie <Broadbill Super Fund a/c>	52,200	2.428
19. Mr D W van Rooyen & Mrs T van Rooyen	52,200	2.428
20. Mr R A Bliss & Mrs W A Bliss <RAB Investments P/L S/F a/c>	52,200	2.428
Top twenty Cumulative Preference Shareholders	**1,355,921**	**63.07%**

Distribution of Security holders

The distribution of security holders as at 20 August 2006 was:

	Ordinary Shares	Cumulative Redeemable Preference	Unlisted Options
1 – 1,000	342	-	-
1,001 – 5,000	312	63	-
5,001 – 10,000	36	16	-
10,001 – 100,000	81	33	-
100,001 and over	20	2	1
Total No. of Holders	791	114	1
Total No. of Securities	20,306,967	2,149,852	500,000

The number of shareholders holding less than a marketable parcel as at 20 August 2006 is nil.

Unquoted Equity Securities

Unlisted Options

Ron Medich Properties Pty limited owns 500,000 of the unlisted options, being 100% of that class.

Substantial Shareholders

The number of shares held by the substantial shareholder at 20 August 2006 is as follows:

Shareholder	No of Shares	% Held
Mathieson Enterprises Pty Ltd	4,000,000	19.4
B R Bullen	3,780,000	18.3
D Marcon	3,200,500	15.5

Restricted Securities

The Company currently has the following numbers of restricted ordinary shares on issue.

Listed/Unlisted	Unlisted	Unlisted	Unlisted	Unlisted
ASX/Voluntary	ASX	ASX	ASX	ASX
Period of Escrow	1 year from date of issue	1 year from date of issue	1 year from date of issue	2 years from date of listing
Expiry of Escrow	3 Nov 2006	20 Dec 2006	30 Dec 2006	26 April 2008
Number of Ordinary shares	582,250	85,000	1,907,398	12,016,180

On Market Buy-Back

There is currently an on-market buy-back. On 5 July 2006 the Company announced an intention to buy-back on-market, of up-to 411,389 ordinary shares over a six month period. As at 20 August 2006, 262,467 shares had been bought back and cancelled.

Use of assets, cash

The use to date of the funds raised under the prospectus dated x March 2006, is consistent with the statement in the prospectus regarding the intended application of the funds raised.

Voting Rights

Ordinary Shares

Subject to the Constitution, the Listing Rules and the rights or restrictions on voting which may attach to or be imposed on any class of Shares:

(a) on a show of hands every Member (including each holder of preference Shares who has the right to vote) present in person or by proxy or attorney or representative will have 1 vote; and

(b) on a poll every Member (including each holder of preference Shares who has a right to vote) present in person or by proxy, attorney or representative will have 1 vote for each fully paid Share held by that Member and a fraction of a vote for each partly paid Share, equivalent to the proportion which the amount paid (not credited) is of the total amounts paid and payable (excluding amounts credited) for that Share, ignoring any amounts paid in advance of a call.

Cumulative Redeemable Preference Shares ("RPS")

A RPS does not confer any right to vote at a general meeting of the Company except:

(a) on a proposal to reduce the capital of the Company;

(b) on a proposal to wind up the Company;

(c) on a proposal that affects the rights attached to a RPS;

(d) on a proposal for the disposal of the whole of the Company's property, business and undertaking;

(e) on a resolution to approve the terms of a Buy Back agreement;

(f) during a period in which a Dividend or part of a Dividend on a RPS is in arrears; or

(g) during the winding-up of the Company.

Voting Rights Conferred.

In any one or more of the circumstances set out above, RPS confers the same right to vote (both as a show of hands and on a poll) as an Ordinary share.

Options

An Option does not confer any right to vote at a general meeting of the Company.