

## Appendix 4E

### Preliminary final report

Rule 4.3A  
Introduced 1/1/2003

Name of entity: AFT Corporation Limited  
ABN: 33 004 701 062

1. Reporting period ("current period"):  
Year ended 31 December 2008  
Previous corresponding period Year ended 31 December 2007

2. Results for announcement to the market

2.1 Revenue	Down	56.0%	to	\$A'000 301
2.2 (Loss) from ordinary activities after tax attributable to members	Down	81.0%	to	(1,121)
2.3 Net (loss) for the period attributable to members	Down	81.0%	to	(1,121)
2.4 Dividends				
Final		Amount per share cents		Franked amount per share cents
Interim		Nil		N/A
		Nil		N/A
2.5 Record date for determining entitlements to dividends:		N/A		

2.6 Brief explanation of figures 2.1 & 2.4 (if necessary):

The revenue for the year as disclosed in 2.1 is lower as no licence fees were derived during the calendar year.

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3. Condensed consolidated income statement

	Current period \$'000	Previous corresponding period \$'000
Revenues		425
Other Income	301	255
Raw Material and consumables used	-	(184)
Employee Benefits Expense	(494)	(660)
Depreciation & amortisation expense	(43)	-
Impairment of IP	(14)	(4,276)
Bad and doubtful debts	-	(32)
Product management	-	(8)
Sales and marketing	-	(23)
Audit & Accounting & Corporate Secretarial fees	(202)	(259)
Legal fees	(105)	(231)
Provision for legal settlement	(24)	(312)
Consultant & Management fees	(395)	(186)
Foreign Exchange Profit/Loss	(2)	(3)
Occupancy & Administration	(86)	(153)
Other Expenses	(465)	(164)
	-----	-----
<b>(Loss) before income tax expense</b>	<b>(1,529)</b>	<b>(5,811)</b>
Income tax expense	-	-
	-----	-----
<b>(Loss) from continuing operations</b>	<b>(1,529)</b>	<b>(5,811)</b>
Profit/(Loss) from discontinued operations	408	-
	-----	-----
<b>(Loss) for the period</b>	<b>(1,121)</b>	<b>(5,811)</b>
Net loss attributable to minority interests	-	-
	-----	-----
<b>(Loss) attributable to members of the parent entity</b>	<b>(1,121)</b> =====	<b>(5,811)</b> =====

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4. Condensed consolidated balance sheet

	Current Period \$'000	Previous Corresponding Period \$'000
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	2,187	887
Trade and other receivables	14	-
Inventories	-	-
	-----	-----
<b>TOTAL CURRENT ASSETS</b>	<b>2,201</b>	<b>887</b>
	-----	-----
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	111	-
Intangible assets	423	472
	-----	-----
<b>TOTAL NON CURRENT ASSETS</b>	<b>534</b>	<b>472</b>
	-----	-----
<b>TOTAL ASSETS</b>	<b>2,735</b>	<b>1,359</b>
	-----	-----
<b>CURRENT LIABILITIES</b>		
Trade and other payables	290	343
Non-interest bearing loan	-	-
Provisions	29	-
Convertible Note	-	-
	-----	-----
<b>TOTAL CURRENT LIABILITIES</b>	<b>319</b>	<b>343</b>
	-----	-----
<b>NON CURRENT LIABILITIES</b>		
Convertible Note	-	-
Due to other parties	36	-
	-----	-----
<b>TOTAL NON CURRENT LIABILITIES</b>	<b>36</b>	<b>-</b>
	-----	-----
<b>TOTAL LIABILITIES</b>	<b>355</b>	<b>343</b>
	-----	-----
<b>NET ASSETS</b>	<b>2,380</b>	<b>1,016</b>
	=====	=====
<b>EQUITY</b>		
Issued capital	103,068	100,140
Other reserves	63	505
Accumulated losses	(100,751)	(99,629)
	-----	-----
Parent interests	2,380	1,016
	-----	-----
<b>TOTAL EQUITY</b>	<b>2,380</b>	<b>1,016</b>
	=====	=====

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5. Condensed consolidated statement of cash flows

	Current period \$'000	Previous corresponding period \$'000
<b>Net cash flows from operating activities</b>		
Receipts from customers	73	604
Payments to suppliers & employees	(1,806)	(2,077)
Interest received	156	23
Interest paid	(5)	(5)
R & D refund	-	84
Payments for legal settlement	-	(312)
	-----	-----
Net cash provided by/(used in) operating activities	(1,582)	(1,683)
	-----	-----
<b>Cash flows from investing activities</b>		
Proceeds from sale of property, plant & equipment	-	-
Loans to other entities	-	-
Proceeds from loans	76	-
Purchase of investments	(122)	-
	-----	-----
Net cash provided by/(used in) investing activities	(46)	-
	-----	-----
<b>Cash flows from financing activities</b>		
Proceeds from issue of shares	2,928	2,011
Payment of share issue costs	-	(48)
New borrowings	-	-
	-----	-----
Net cash provided by financing activities	2,928	1,963
	-----	-----
Net increase/(decrease) in cash & cash equivalents	1,300	280
	-----	-----
Cash & cash equivalents at the beginning of the financial period	887	574
	-----	-----
Effects of exchange rate changes on the balance of cash & cash equivalents in foreign currencies	-	33
	-----	-----
Cash and cash equivalents at the en of the financial period	2,187	887
	=====	=====
 <i>Notes to the condensed and consolidated statement of cash flows</i>		
 <i>Reconciliation of cash &amp; cash equivalents</i>		
Cash on hand and at bank	2,187	887
	=====	=====

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6. Dividends

*Amount per security*

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

*Total Dividends on all securities for the year*

	Current period	Previous corresponding period
	\$'000	\$'000
Ordinary securities	-	-
Preference securities	-	-
Other equity instruments	-	-
	-----	-----
Total	-	-
	=====	=====

7. Dividend reinvestment plans

The dividend reinvestment plans shown below are in operation:

None

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

8. Retained earnings

	Current period	Previous corresponding period
	\$'000	\$'000
(Accumulated losses) at beginning of financial period	(99,630)	(93,819)
Net (loss) attributable to members	(1,121)	(5,811)
	-----	-----
(Accumulated losses) at end of financial period	(100,751)	(99,630)
	=====	=====

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9. Net Tangible assets

	Current period	Previous corresponding period
	cents	cents
Net tangible asset backing per ordinary share	1.90	0.50
	=====	=====

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

*Control gained over entities*

Incorporation of two (2) wholly owned subsidiaries:  
-Artemis Building Systems Pty Ltd (1 April 2008)  
-AFT Logistics Pty Ltd (20 October 2008)

*Control lost over entities*

De-registration of two (2) subsidiaries:  
-Microgenix Technologies Limited (30 April 2008)  
-Microgenix Global PLC (30 April 2008)

11. Details of associates and joint venture entities

Octip Pty Ltd is jointly owned by Microgenix Technologies Ltd (50%) and Techsuccess Pty Ltd which holds the patent subject to a dispute that was resolved in 2006

12. Any other significant information

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

N/A

13. Accounting standards

N/A

14. Results for the period

14.1 *Earnings per security*

	Current period	Previous corresponding period
	cents	cents
Basic (loss)/earnings per share	(0.002)	(0.50)
Diluted earnings per share (if materially different)		
	Number	Number
Weighted average number of ordinary shares outstanding during the period used in the calculation of basic EPS	6,195,194,702	1,162,488,467
	=====	=====

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14.2 *Returns to shareholders*

N/A

14.3 *Significant features of operating performances*

N/A

14.4 *Segment results*

The group operates predominantly in one industry segment located in Australia; as such, there are no segmental results.

14.5 *Trends in performance*

N/A

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

N/A

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

- |                                     |  |                          |   |
|-------------------------------------|--|--------------------------|---|
| <input type="checkbox"/>            | The accounts have been audited.  | <input type="checkbox"/> | The accounts have been subject to review.           |
| <input checked="" type="checkbox"/> | The accounts are in the process of being audited or subject to review. | <input type="checkbox"/> | The accounts have not yet been audited or reviewed. |

16. Description of any likely audit dispute or qualification

N/A

Sign here:

 Date: 27/2/09

Company Director

Print name: Raymond Seeto