

stanfield

1 September 2010

ASX ANNOUNCEMENT

30 June 2010 Financial Results - Appendix 4E

Stanfield Funds Management Limited today released its Appendix 4E summarising its financial performance for the year ended 30 June 2010.

The financial statements of Stanfield show a dramatic improvement from previous years, as a result of initiatives taken by the new Board:

- Revenue is up - to \$198,250 (2009: \$8,181)
- Profit is up - to \$108,153 (2009: (\$2,123,453))
- Value per share is up - to (0.49 cents) (2009: (0.98 cents))

The new Board believes that Stanfield is now well placed to move forward with its new business direction, and that many of the adjustments which needed to be made to the balance sheet are now behind us.

Over the last 6 months your new management team has established the foundation for organic growth, and a number of acquisitions. These initiatives should grow revenue and profit during 2010/11 and enhance shareholder value over the coming 12 months.

Darren Olney-Fraser

Acting Chairman/Managing Director

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Stanfield Funds Management Limited and Controlled Entities

(formerly known as Celtex Limited)

A.C.N. 006 222 395

Preliminary Final Report Financial year ended 30 June 2010

The following information is given to the ASX under listing rule 4.3A:

1 Reporting details

Stanfield Funds Management Limited (A.C.N. 006 222 395) presents the following information for the year ended 30 June 2010 together with comparative results for the year ended 30 June 2009.

This preliminary final report is unaudited pending the finalisation of the audit of the Company's financial statements.

2 Results for announcement to the market

Extracts from this report for announcement to the market (see note 1)

Revenue	up	2323%	to	198,250
Profit from ordinary activities after tax attributable to members	up	10509%	to	108,153
Net Profit attributable to members	up	10509%	to	108,153

Dividends		Amount per security	Franked amount per security
Final Dividend	Year ended 30 June 2009	0.0 cents	0.0 cents
Final Dividend	Year ended 30 June 2010	0.0 cents	0.0 cents

No dividends declared for the period

NTA backing

	Year ended 30 June 2010	Year ended 30 June 2009
Net tangible asset backing per ordinary security	(.47)cents	(.98)cents

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Management Limited
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3 Comprehensive Income Statements for the financial year ended 30 June 2010

		Consolidated	
		2010	2009
		\$	\$
Continuing operations			
Revenue from continuing operations	3.1 a)	198,250	8,181
Other income	3.1 b)	1,314,251	22
Total income		1,512,500	8,203
Expenses from continuing activities:			
Depreciation, amortisation & impairment		(307,185)	(644,601)
Finance costs	3.2	(155,282)	(112,405)
Employee costs	3.2	(165,314)	(139,746)
Occupancy costs		(23,812)	(10,043)
Advertising costs		(3,143)	(2,694)
Communication costs		(25,776)	(80,806)
Consultancy fees		(63,333)	(436,000)
Professional fees		(491,410)	(152,018)
Bad debts		292	(292)
Other expenses		(71,542)	(146,425)
Total expenses		(1,306,505)	(1,725,030)
Profit/(loss) before tax		205,995	(1,716,827)
Income tax benefit/(expense)	3.3	(46,350)	-
Profit/(loss) after tax for the period		159,645	(1,716,827)
Loss from discontinued operations		(51,492)	(406,626)
Total comprehensive income for the period		108,153	(2,123,453)
Attributable to:			
Equity holders of the parent		120,647	(1,991,794)
Non-controlling interest		(12,494)	(131,659)
		108,153	(2,123,453)

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Earnings per share

	2010	2009
	Cents	Cents
From continuing and discontinued operations		
Basic earnings per share	0.04	(0.94)
Diluted earnings per share	0.04	(0.94)
From continuing operations		
Basic earnings per share	0.05	(0.75)
Diluted earnings per share	0.05	(0.75)

Consolidated	
2010	2009
\$	\$

3.1 a) Operating revenue (from continuing operations)

Sales revenue - services	198,250	8,058
	198,250	8,058

b) Other income

Interest revenue	-	101
Profit on disposal of subsidiary	58,909	
Forgiveness of loans and fees	1,255,341	
Sundry income	-	22
	1,314,251	123

3.2 Expenses (from continuing operations)

Finance costs

Interest	153,943	87,770
Hire purchase interest	1,339	24,635
	155,282	112,405

Employee costs

Salaries	158,806	129,264
Superannuation	6,507	10,483
	165,314	139,746

3.3 Income Tax

Operating profit/(loss) before income tax	205,995	(1,716,827)
Prima facie income tax calculated at 30% (2009:30%)	61,799	(515,048)
Tax effects of amounts which are not deductible/(taxable) in calculating taxable income	(15,449)	-
Deferred tax balance not recognised	-	(515,048)
Income tax expense/(benefit)	46,350	-

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4 Statement of Financial Position for the financial year ended 30 June 2010

	Note	Consolidated	
		2010	2009
		\$	\$
ASSETS			
Current assets			
Cash and cash equivalents		360	45,403
Trade and other receivables		65,000	19,714
Total current assets		65,360	65,117
Non-current assets			
Trade and other receivables		-	4,328
Property, plant and equipment		498,708	1,289,400
Total non-current assets		498,708	1,293,728
Total assets		564,068	1,358,845
LIABILITIES			
Current liabilities			
Trade and other payables		614,382	1,858,515
Borrowings		840,000	1,567,853
Convertible note		487,717	-
Provisions		-	9,921
Total current liabilities		1,942,099	3,436,289
Non-current liabilities			
Trade and other payables		54,599	-
Total non-current liabilities		54,599	-
Total liabilities		1,961,698	3,436,289
Net assets		(1,432,630)	(2,077,444)
Equity			
Issued Capital		15,959,779	15,460,624
Option reserve		50,000	-
Asset revaluation reserve		-	-
Accumulated losses		(17,333,742)	(17,441,895)
Total parent equity interest in equity		(1,323,963)	(1,981,271)
Minority interest		(108,667)	(96,173)
Total equity		(1,432,630)	(2,077,444)

5 Statement of Changes in Equity

	Issued capital \$	Accumulated losses \$	Option reserve \$	Assets revaluation reserve \$	Attributable to equity holders of parent \$	Minority interest \$	Total \$
June 2009							
Balance as at 1 July 2008	15,232,605	(15,450,100)		350,000	132,505	35,486	167,991
Issued capital during the period	228,019	-		-	228,019	-	228,019
Loss on revaluation of land	-	-		(350,000)	-	-	(350,000)
Loss for the period	-	(1,991,795)		-	(1,991,795)	(131,659)	(2,123,454)
Balance as at 30 June 09	15,460,624	(17,441,895)		-	(1,631,271)	(96,173)	(2,077,444)
June 2010							
Balance as at 1 July 2009	15,460,624	(17,441,895)		-	(1,631,271)	(96,173)	(2,077,444)
Capital converted during the period	50,000	-	-	-	-	-	50,000
Option Reserve	-	-	50,000	-	-	-	50,000
Issued capital during the period	449,155	-	-	-	449,155	-	449,155
Comprehensive income for the period	-	108,153	-	-	108,153	(12,494)	95,658
Balance as at 30 June 2010	15,959,779	(17,333,742)	50,000	-	(1,073,963)	(108,667)	(1,432,630)

6 Statement of Cash flows

	Note	2010 \$	2009 \$
Cash flows from operating activities			
Receipts from customers		309,402	591,934
Payments to suppliers and employees		(642,976)	(1,008,542)
Interest received		-	2,403
Interest and other costs of finance paid		(55,806)	(101,130)
Net cash provided by/(used in) operating activities	6.1	(389,380)	(515,335)
Cash flows from investing activities			
Payment for property plant and equipment		-	(5,192)
Net cash provided by/(used in) investing activities		-	(5,192)
Cash flows from financing activities			
Proceeds from issue of shares		499,155	228,019
Proceeds from borrowings		487,717	14,232
Repayment of borrowings		(240,815)	(52,762)
Net cash provided by/(used in) financing activities		746,058	189,489
Net increase(decrease) in cash held		356,678	(331,038)
Cash and cash equivalents at beginning of financial year	6.3	(388,904)	(57,866)
Cash and cash equivalents at end of financial year	6.3	(32,226)	(388,904)

6.1 Reconciliation of net cash outflow from operating activities to operating profit/(loss) after income tax

	2010 \$	2009 \$
Operating profit/(loss) after income tax	108,153	(2,123,453)
Non-cash flows in operating profit and loss		
Depreciation and amortisation expense	307,185	821,860
Write off of accrued directors fees	(1,255,341)	-
Write off of bad debt	-	292
Decrease/(Increase) in provisions	-	1,514
Decrease/(Increase) in interest payable	-	43,166
Decrease/(Increase) in receivables	(41,923)	417,225
Decrease/(Increase) in payables	492,547	16,528
Decrease/(Increase) in inventories	-	307,534
Net cash outflow from operating activities	(389,380)	(515,335)

6.2 Cash and cash equivalents

	2010 \$	2009 \$
Cash and cash equivalents	360	45,403

6.3 Reconciliation of cash at the end of the year

	2010 \$	2009 \$
Cash balances per Statement of Financial Position	360	45,403
Bank overdrafts	(32,586)	(434,307)
Balance as per Statement of Cash flows	<u>(32,226)</u>	<u>(388,904)</u>

7 Dividends

No ordinary share dividend or distribution payments were made during the financial year. The directors do not recommend the payment of any dividends in respect of this financial year.

8 Dividend or Distribution reinvestment plan

Not applicable

9 Statement of retained earnings

Please see Statement of Changes in Equity.

10 Audit status

As of the date of this report the audit of the company's financial statements is not completed. The audit status of this preliminary final report is unaudited pending the finalisation of the audit.