

Appendix 4E

Preliminary final report

Murchison Holdings Limited
A.B.N. 52 004 707 260**1. REPORTING PERIOD**

The financial information contained in this report is for the year ended 30 June 2009. Comparative amount, unless otherwise indicated, are for the year ended 30 June 2008.

The Preliminary Final Report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the report, comprising the financial statements and note thereto, complies with International Financial Reporting Standards ("IFRS").

2. RESULTS FOR ANNOUNCEMENT TO THE MARKET

				\$A'000
Revenues from ordinary activities	Down	50%	to	5,435
Profits for ordinary activities after tax attributable to members	Up	22%	to	1,910
Profits for the period attributable to members	Up	22%	to	1,910
Dividends (distributions)	It does not propose to pay a dividend.			

Review of Operation

The net profits after tax attributable to members of parent entity up 22% to \$1,910,108 compared to a profits of \$1,566,819 in the previous year. The basic earnings per share were 9.67 cents.

3. INCOME STATEMENTS**FOR THE YEAR ENDED 30 JUNE 2009**

	<u>2009</u> <u>\$000</u>	<u>2008</u> <u>\$000</u>
Revenue	5,435	10,915
Cost of Sales	(5,584)	(8,275)
Other Income	3,637	1,102
Gain on acquisition of subsidiaries	-	1,985
Excess of investor's share of net value on acquisition	3,561	-
Gain / (loss) on disposal of an associated company	(14)	-
Finance costs	(121)	(141)
Employee Benefits expenses	(1,490)	(1,046)
Depreciation and amortisation	(21)	(18)
Other operating expenses	(2,160)	(2,415)
Share of profits / (losses) of a associated company	31	(45)
Profit for the year	3,274	2,062
Profit attributable to minority interest	(1,364)	(496)
Net profit attributable to members of parent	1,910	1,566
Basic earnings per share (cents per share)	9.67	11.15
Diluted earnings per share (cents per share)	8.81	6.31

4. BALANCE SHEET**AS AT 30 JUNE 2009**

	<u>2009</u> <u>\$000</u>	<u>2008</u> <u>\$000</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	456	1,991
Trade and other receivables	10,281	6,633
Financial assets	418	966
Other current assets	10	8
TOTAL CURRENT ASSETS	11,165	9,598
NON-CURRENT ASSETS		
Investment accounted for using the equity method	4,110	827
Financial assets	7,930	7,566
Plant and equipment	53	54
Trade and other receivables	8,283	8,195
Other non-current assets	121	102
TOTAL NON-CURRENT ASSETS	20,497	16,744
TOTAL ASSETS	31,662	26,342
CURRENT LIABILITIES		
Trade and other payables	3,394	1,836
Financial liabilities	1,249	2,418
TOTAL CURRENT LIABILITIES	4,643	4,254
NET ASSETS	27,019	22,088
EQUITY		
Issued capital	21,447	20,508
Reserves	1,060	229
Accumulated losses	(521)	(2,431)
Parent Interest	21,986	18,306
Minority equity interest	5,033	3,782
TOTAL EQUITY	27,019	22,088

The accompanying notes form part of this financial report.

5. STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2009

	<u>2009</u>	<u>2008</u>
	<u>\$000</u>	<u>\$000</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	8,874	12,152
Payments to suppliers and employees	(8,578)	(15,196)
Interest received	63	45
Interest and other costs of finance paid	(121)	(141)
Dividend received	12	12
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NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	250	(3,128)
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CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(20)	(55)
Purchase of investments	-	(1,576)
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NET CASH USED IN INVESTING ACTIVITIES	(20)	(1,631)
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CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds/ (Repayment) of related companies loan	(2,366)	977
Proceeds from issue of share	1,423	3,787
Share buy-back payment	(484)	-
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NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	(1,427)	4,764
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Net increase/ (decrease) in cash held	(1,197)	5
Cash at the beginning of financial year	(427)	60
Effect of exchange rate changes on cash holdings in foreign currencies	831	(492)
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CASH AT THE END OF FINANCIAL YEAR	(793)	(427)
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The accompanying notes form part of this financial report.

6. DIVIDENDS

The Company did not pay any dividends during the year ended 30 June 2009 and no dividends are presently proposed as being payable.

The Company does not operate a dividend re-investment plan.

7. CONSOLIDATED RETAINED EARNINGS

	2009	2008
	\$000	\$000
Accumulated losses at the beginning of the financial year	(2,431)	(3,997)
Profit attributable to members of the parent entity	1,910	1,566
Accumulated losses at the end of the year	(521)	(2,431)

8. NET TANGIBLE ASSETS PER SECURITY

	2009	2008
Net tangible assets per security	134 cents	115 cents

(The total number of ordinary shares used as the denominator in calculating Net Tangible Assets per share was 20,190,604)

9 EARNINGS PER SHARE

	2009	2008
	Cents	Cents
Basic earnings per share (a)	9.67	11.15
Diluted earnings per share (b)	8.81	6.31
(a) Basic earnings per share	\$000	\$000
Earnings used to calculate earnings per share	1,910	1,566
Weighted average number of ordinary shares used as the denominator in calculating Basic earnings per share	19,749,098	14,049,160
(b) Diluted earnings per share		
Earnings used to calculate earnings per share	1,910	1,566
Weighted average number of ordinary shares used as the denominator in calculating Diluted earnings per share	21,685,183	24,816,738

10. CHANGES IN CONTROL OVER GROUP ENTITIES

There is no change in control over group entities during the year.

11. ASSOCIATES AND JOINT VENTURES

Details of associates and joint ventures entities including the name of the associates or joint venture entity and details of the reporting entity's percentage holding in each of these entities and where material to an understanding of the report aggregate share of profits (losses) of these entities, details of contributions to net profits for each of these entities, and with comparative figures for each of these disclosures for the previous corresponding period.

Name of entity	% Holding	Aggregate Share of profit (losses)		Contribution to net profit	
		Current Period	Previous corresponding period	Current Period	Previous corresponding period
		\$	\$	\$	\$
Quest Securities Limited	31	Nil	Nil	Nil	Nil
Meredeen Investment Limited	25	Nil	Nil	Nil	Nil
Quest Marine Resources Limited	28	31,027	Nil	31,027	Nil

The consolidated entity has written off its entire investment in Quest Securities Limited, Meredeem Investments Limited and Oceanic Processor Pty Limited accordingly no further losses have been recognised from these three associated companies.

During the year, the company's subsidiary, Quest Marine Resources Ltd. ("QMR") has entered into a share exchange agreement with Dalian Jixiang Food Company Limited ("Jixiang"). On completion of the share exchange, the company has 27.90% equity interest in Jixiang. The gain on acquisition of Jixiang has been recognised by the company during the year.

**12. NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2009****1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICES****Basis of preparation of the Financial Report**

The general purpose financial report has been prepared in accordance with Australian Accounting Standard, including Australian Accounting Interpretations, other authoritative pronouncement of the Australian Accounting Standards Board and the Corporation Act 2001.

The financial report covers the consolidated entity of Murchison Holdings Limited and controlled entities (hereafter referred as "MCH"). MCH is a listed public company incorporated and domiciled in Australia.

12. NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

2. STATEMENT OF OPERATIONS BY SEGMENTS

Business segments

The consolidated entity is organised on a global basis into the following divisions by service type.

Investments

Investments in marketable securities

Stockbroking

Provision of share trading services to clients

Sourcing

Provision of third party sourcing services to clients

Telecom

Provision of communication equipment and services to clients

Geographical Segments

Although the consolidated entity divisions are managed on a global basis they operate in two main geographical areas:

Australia

The home country of the parent entity which is also the main operating entity. The areas of operation are in sectors of investments, stockbroking, sourcing and communications services.

Hong Kong

The major operations are carried out in Hong Kong.

12. NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

2. STATEMENT OF OPERATIONS BY SEGMENTS (Cont'd)

Segment Reporting

Primary Reporting — Business Segments

	Investment		Stockbroking		Sourcing		Telecom		Economic Entity	
	2009 \$000	2008 \$000	2009 \$000	2008 \$000	2009 \$000	2008 \$000	2009 \$000	2008 \$000	2009 \$000	2008 \$000
REVENUE										
External Sales	3,991	7,936	502	765	-	1,876	942	338	5,435	10,915
Other revenue	5,220	88	631	249	-	101	-	-	5,851	438
Total revenue from ordinary activities	9,211	8,024	1,133	1,014	-	1,977	942	338	11,286	11,353
Segment result	(2,287)	(763)	628	161	-	50	(9)	10	(1,668)	(542)
Unallocated revenues	-	2,649	-	-	-	-	-	-	-	2,649
Gain on acquisition	-	-	-	-	-	-	-	-	-	-
Excess of the investor's share of the net value on acquisition	3,561	-	-	-	-	-	-	-	3,561	-
Gain on disposal of an associated company	(14)	-	-	-	-	-	-	-	(14)	-
Share of net profits/(losses) of equity accounted associates and joint venture entities	31	(45)	-	-	-	-	-	-	31	(45)
Profit (loss) for the year	1,291	1,841	628	161	-	50	(9)	10	1,910	2,062
ASSETS										
Segment assets	22,453	15,882	7,505	7,431	1,599	2,932	105	97	31,662	26,342
LIABILITIES										
Segment liabilities	(2,052)	(1,988)	(2,128)	(1,952)	(441)	(285)	(22)	(29)	(4,643)	(4,254)

Secondary Reporting — Geographical Segments

Geographical location:	Segment Revenues for External Customers		Carrying Amount of Segment Assets		Acquisitions of Non-current Segment	
	2009 \$000	2008 \$000	2009 \$000	2008 \$000	2009 \$000	2008 \$000
Australia	3,778	6,267	21,197	15,649	-	-
Hong Kong	7,508	7,735	10,465	10,693	-	-
	11,286	14,002	31,662	26,342	-	-

13. STATUS OF AUDIT

The information contained in this Appendix 4E is based upon accounts that are in the final process of being audited by the Company's auditors. There is not expected to be a dispute or qualification to the financial accounts.

By the order of the Board

Wee Tiong CHIANG
Director
Date : 28 August 2009

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