



**HUDSON INVESTMENT GROUP LIMITED
ACN 004 683 729
HALF YEAR REPORT**

Incorporating

**APPENDIX 4D ASX HALF-YEAR INFORMATION
30 June 2015**

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This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2014 and any public announcements made by Hudson Investment Group Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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CORPORATE DIRECTORY

Hudson Investment Group Limited

ACN 004 683 729
ABN 25 004 683 729

Registered and Corporate Office

Level 2
Hudson House
131 Macquarie Street
Sydney NSW 2000
Telephone: +61 2 9251 7177
Fax: +61 2 9251 7500
Website: www.higl.com.au

Auditors

K.S. Black & Co
Level 6
350 Kent Street
Sydney NSW 2000
Telephone: +61 2 8839 3000

Lawyers

Piper Alderman
Level 23, Governor Macquarie Tower
1 Farrer Place
Sydney NSW 2000
Telephone: +61 2 9253 9999

Bankers

Australia & New Zealand Banking Group Limited
Level 16, 20 Martin Place
Sydney NSW 2000
Telephone: +61 2 9216 2200

Commonwealth Bank of Australia
Corporate Financial Services
Business & Private Banking
Level 9, Darling Park 1
201 Sussex Street
Sydney NSW 2000
Telephone: +61 2 9118 7031

Board of Directors

Dato' Mohd Zaid Ibrahim (Non-Exe Chairman)
Alan Beasley (Managing Director)
Tan Sri Ibrahim Menudin
John Dawkins AO
John W Farey
John J Foley

Company Secretaries

Julian Rockett

Share Registry

Computershare Investor Services Pty Limited
GPO Box 2975
Melbourne VIC 3001
Telephone: 1300 850 505 (within Australia)

ASX Code – HGL

Hudson Investment Group Limited shares are listed on the Australian Securities Exchange.

This financial report covers the Consolidated Entity consisting of Hudson Investment Group Limited and its controlled entities.

Hudson Investment Group Limited is a company limited by shares, incorporated and domiciled in Australia.

HALF-YEAR ENDED 30 June 2015

RESULTS FOR ANNOUNCEMENT TO THE MARKET

				\$'000
Revenue from ordinary activities	Down	38.5%	to	4,198
Profit from ordinary activities after tax	Up	114.5%	to	1,600
Net Profit for the period attributable to members	Up	114.5%	to	1,600

Dividends/distributions	Amount per security	Franked amount per security
Final dividend	\$Nil	N/A
Interim dividend	\$Nil	N/A

No dividends or distributions were declared or paid during the reporting period.

The increase in the net profit from the previous corresponding period takes into account the change in the fair value of investment property and the de-merger of the group.

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REVIEW OF OPERATIONS

This review of operations covers the period to 30 June 2015.

Hudson Investment Group Limited (ASX: HGL) has gone through a transformation since 31 December 2014. It is a listed Australian company with one fully tenanted industrial property at Warnervale.

The Warnervale property is on a 44.5 hectare site comprising a factory and office complex occupying only 5 hectares of land adjacent Sparks / Mountain Roads Warnervale in the NSW Central Coast. The tenants are Bunnings Limited (100% owned subsidiary of Wesfarmers Limited (ASX: WES) and the Better Concrete Products Pty Limited, part of the Tellam Group. The NSW Department of Planning in late 2008 rezoned part of the site as IN1 General Industrial. Part of the rezoned land is to be acquired by Wyong Shire Council and the Company will be compensated based on market rates for the best use of the land. The site is located close to the Sydney – Newcastle freeway, about 100 km north of Sydney and 60 km south of Newcastle. Located within proximity of existing and proposed local landmarks:

- \$500 million China Theme Park development (DA lodged)
- Warnervale airport and
- Woolworths Wyong Distribution Warehouse

The site is situated within the Warnervale Employment Zone in which Wyong Council aims to create 6,000 jobs and \$1.5 billion investment.

It is the Company's aim to further explore the development opportunities of the surplus industrial land.

Corporate

- On 19 January 2015, Alan Beasley was appointed Managing Director following the resignation of Juliana Tan.
- On 23 April 2015 shareholders in general meeting voted in favour of an in-specie distribution of non core assets held in Hudson Pacific Group Limited. Following this decision, the Company retains only the Warnervale asset. The demerger was completed in May 2015
- On 1 June 2015 Dato' Mohd Zaid Ibrahim, Tan Sri Ibrahim Menudin and John Dawkins AO were appointed directors of the Company
- On 19 May 2015 the Company instituted a share purchase plan offering eligible shareholders the opportunity to purchase new shares at 2.4 cents per share being a discount to the then market price. The share purchase plan closed on 30 June 2015 raising \$40,000.

DIRECTORS' REPORT

Your directors present their report on the consolidated entity consisting of Hudson Investment Group Limited (**Company**) (ASX: HGL) and the entities it controls for the period ended 30 June 2015 and the Auditor's Review Report thereon.

Principal activities The principal continuing activities of the Company during the reporting period was as follows:

- Investment and development of an industrial property in Australia

The nature of the activities during the reporting period is covered in the Review of Operations.

Financial performance The consolidated entity recorded a net profit after tax for the six months ended 30 June 2015 of \$1.6 million (2014: Loss \$10.9 million). The profit was due to changes in the fair value of investment property. Total shareholders' funds as at 30 June 2015 are \$3.08 million.

Review of operations Information on the operations and financial position of the consolidated entity and its business strategies and prospects are set out in the Review of Operations on pages 3 of this report.

Dividends The Directors of the Company do not recommend that any amount be paid by way of dividend. The Company has not paid or declared any amount by way of dividend since the commencement of the financial year.

Litigation On 9 April 2015, the Company's application for special leave in the action against Atanaskovic Hartnell, the Company's former solicitors was refused. As part of the demerger, the Company is quarantined from any cost order in relation to this litigation as Hudson Pacific Group Limited had undertaken to cover the Defendants costs.

Directors

The following persons were directors of the Company during the whole of the period and up to the date of this report, unless otherwise stated:

Dato' Mohd Zaid Ibrahim	Non-Executive Chairman	Appointed 1 June 2015
Alan Beasley	Managing Director	Appointed 19 January 2015
John W Farey	Executive Director	
Tan Sri Ibrahim Menudin	Non-Executive Director	Appointed 1 June 2015
John Dawkins AO	Non-Executive Director	Appointed 1 June 2015
John J Foley	Non-Executive Director	
Juliana Tan	Executive Director	Retired 19 January 2015

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Rounding

The amounts contained in the half year financial report have been rounded to the nearest thousand dollars (where rounding is applicable) under the option available to the Company under ASIC Class Order 98/100. The Company is an entity to which the Class Order applies.

Subsequent Events

At the date of this report there are no other matters or circumstances other than those already disclosed which have arisen since 30 June 2015 that have significantly affected or may significantly affect:

- the operations, in financial half-year subsequent to 30 June 2015, of the Group;
- the results of those operations; or
- the state of affairs, in financial half-year subsequent to 30 June 2015, of the Group.

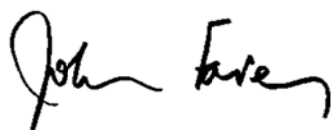
Likely Developments

The Company intends to identify and pursue further business opportunities offering additional prospects for growth in the longer term.

Auditor's Independence Declaration

A copy of the independence declaration by the auditor K.S. Black and Co. under section 307C is included on page 7 of this half year financial report.

Signed in accordance with a resolution of the Directors:



John W Farey
Director



Alan Beasley
Managing Director

Sydney
31 August 2015

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Level 6, 350 Kent Street
Sydney NSW 2000

87- 89 Lyons Road
Drummoyne NSW 2047

KS Black & Co

20 Grose Street
North Parramatta NSW 2151

PO Box 2210
Parramatta NSW 1750

Chartered Accountants

ABN: 57 446 398 808

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF HUDSON INVESTMENT GROUP LIMITED**

I declare that, to the best of my knowledge and belief during the half-year ended 30 June 2015, there have been:

- (a) No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 and in relation to the review; and
- (b) No contraventions of any applicable code of professional conduct in relation to the review.

**KS Black & Co
Chartered Accountants**



**Phillip Miller
Partner**

Sydney, 31 August 2015

Level 6, 350 Kent Street
Sydney NSW 2000

87- 89 Lyons Road
Drummoyne NSW 2047

KS Black & Co

20 Grose Street
North Parramatta NSW 2151

PO Box 2210
Parramatta NSW 1750

Chartered Accountants

ABN: 57 446 398 808

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF HUDSON INVESTMENT GROUP LIMITED
A.B.N. 25 004 683 729
AND CONTROLLED ENTITIES**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Hudson Investment Group Limited and Controlled Entities (the consolidated entity) which comprises the consolidated statement of financial position as at 30 June 2015, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity, the consolidated statement of cash flows for the half-year ended on that date, the accounting policies and other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The Directors of Hudson Investment Group Limited (the company) are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the half-year ended on that date and complying with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Hudson Investment Group Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Matters Relating to the Electronic Presentation of the Audited Financial Report

This review report relates to the financial report of the consolidated entity for the half-year ended 30 June 2015 included on the website of Hudson Investment Group Limited. The directors of the company are responsible for the integrity of the website and we have not been engaged to report on its integrity. This review report refers only to the half-year financial report identified above and its does not provide an opinion on any other information which may have been hyperlinked to or from the financial report. If users of this report are concerned with the inherent risks arising from electronic data communications, they are advised to refer to the hard copy of the reviewed financial report to confirm the information included in the reviewed financial report presented on the company's website.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We can confirm that the independence declaration required by the Corporations Act, provided to the directors of Hudson Investment Group Limited and Controlled Entities on 28 August 2015, would be in the same terms if provided to the directors as at the date of this auditor's review report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter other than as noted above that makes us believe that the half-year financial report of Hudson Investment Group Limited and Controlled Entities is not in accordance with the *Corporations Act 2001* including:

- (a) Giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the half-year ended on that date; and
- (b) Complying with AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

KS Black & Co
Chartered Accountants



Phillip Miller
Partner

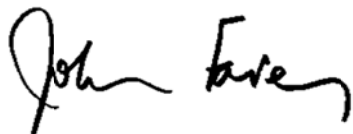
Sydney, 31 August 2015

DECLARATION BY DIRECTORS

The Directors of the Company declare that:

1. The financial statements and notes, set out on pages 11 to 19, are in accordance with the *Corporations Act 2001*, and:
 - i give a true and fair view of the financial position of the consolidated entity as at 30 June 2015 and of its performance for the half-year ended on that date; and
 - ii comply with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.
2. 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.

Signed in accordance with a resolution of the Directors:



John W Farey
Director



Alan Beasley
Managing Director

Sydney
31 August, 2015

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 30 June 2015

	Notes	Consolidated	
		Half-Year ended 30 Jun 15 \$'000	Half-Year ended 30 Jun 14 \$'000
Revenue	2	4,198	6,827
Cost of sales		(2,668)	(3,250)
Other income and expenses	2	3,911	(12,113)
Cost of providing services and administration expenses		(3,024)	(2,243)
Finance expenses	2	(817)	(1,383)
Share of profit of equity accounted investee			1,164
PROFIT / (LOSS) FROM OPERATIONS BEFORE INCOME TAX		1,600	(10,998)
TAX			
Income tax (expense)/benefit		-	-
PROFIT/(LOSS) AFTER TAX		1,600	(10,998)
Other Comprehensive Income			
Other comprehensive income before income tax		-	-
Income tax expenses		-	-
Other comprehensive income for the period		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		1,600	(10,998)
Comprehensive income attributable to non-controlling interest		-	-
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO MEMBERS OF THE PARENT ENTITY		1,600	(10,998)
		Cents	Cents
Basic (loss)/earnings per share		0.62	(4.27)
Diluted (loss)/earnings per share		0.62	(4.27)

This Statement is to be read in conjunction with the accompanying notes.

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 June 2015

	Notes	Consolidated	
		As at 2015 \$'000	As at 2014 \$'000
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	37	140
Trade and other receivables		(11)	1,644
Financial assets		-	1,637
Inventories		-	2,197
Other current assets		9	223
TOTAL CURRENT ASSETS		35	5,841
NON-CURRENT ASSETS			
Receivables		-	3,028
Property, plant and equipment		-	2,892
Investment properties	4	10,490	32,489
Financial assets		-	5,032
Other non-current assets		-	-
TOTAL NON-CURRENT ASSETS		10,490	43,441
TOTAL ASSETS		10,525	49,282
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		175	1,174
Financial liabilities		-	1,385
Employee benefits provision		-	420
Other liabilities		-	337
TOTAL CURRENT LIABILITIES		175	3,316
NON-CURRENT LIABILITIES			
Trade and other payables		1,450	13,236
Financial liabilities		5,818	20,825
Other liabilities		-	3,409
Provisions		-	388
TOTAL NON-CURRENT LIABILITIES		7,268	37,858
TOTAL LIABILITIES		7,443	41,174
NET ASSETS		3,082	8,108
EQUITY			
Issued Capital	5	52,069	52,069
Reserves		(1,000)	5,626
Accumulated losses		(47,987)	(49,587)
Total equity attributable to equity holders of the parent entity		3,082	8,108
Non-controlling interest		-	-
TOTAL EQUITY		3,082	8,108

This Statement is to be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 30 June 2015

	Notes	Issued Capital \$'000	Capital Profit Reserves \$'000	Accumulated Losses \$'000	Total Equity \$'000
Consolidated					
Balance at 31 December 2013		52,040	5,627	(34,528)	23,139
Loss for the period		-	-	(10,998)	(10,998)
Movement for the period		-	-	-	-
Balance at 30 June 2014		52,040	5,627	(45,526)	12,141
Balance at 30 June 2014		52,040	5,627	(45,526)	12,141
Profit for the period		-	-	(4,061)	(4,061)
Movement for the period		29	(1)	-	28
Balance at 31 December 2014	5	52,069	5,626	(49,587)	8,108
Balance at 31 December 2014	5	52,069	5,626	(49,587)	8,108
Profit for the period		-	-	1,600	1,600
Movement for the period		-	(6,626)	-	(6,626)
Balance at 30 June 2015	5	52,069	(1,000)	(47,987)	3,082

This Statement is to be read in conjunction with the accompanying notes.

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CONSOLIDATED STATEMENT OF CASHFLOW

FOR THE HALF-YEAR ENDED 30 June 2015

	Notes	Consolidated	
		Half-year ended 30-Jun-15 \$'000	Half-year ended 30-Jun-14 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		464	6,114
Payments to suppliers and employees		(1,029)	(4,440)
Interest received		-	3
Interest paid		(188)	(560)
NET CASH (USED IN) /PROVIDED BY OPERATING ACTIVITIES		(753)	1,117
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		-	(150)
Additional investment		-	(4,502)
Repayment / Advance from other parties		595	837
Proceeds from disposal		-	2,230
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES		595	(1,585)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of bank borrowings		-	(531)
Proceeds from bank borrowings		55	680
NET CASH PROVIDED BY/(USED IN) FROM FINANCING ACTIVITIES		55	149
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(103)	(319)
Cash and cash equivalents at the beginning of the reporting period		140	444
CASH AND CASH EQUIVALENTS AT THE END OF THE REPORTING PERIOD	3	37	125

This Statement is to be read in conjunction with the accompanying notes.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 June 2015

1. BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT

a) Reporting Entity

Hudson Investment Group Limited (the "**Company**") is domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 30 June 2015 comprises the Company and its controlled entities (together referred to as the "**consolidated entity**").

The consolidated annual financial report of the consolidated entity as at and for the year ended 31 December 2014 is available upon request from the Company's registered office.

b) Statement of Compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134: *Interim Financial Reporting* and the *Corporations Act 2001*.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the consolidated entity as at and for the year ended 31 December 2014.

This consolidated interim financial report was approved by your Board of Directors.

c) Estimates

The preparation of the interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this consolidated interim financial report, the significant judgement made by management in applying the consolidated entity's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report as at and for the year ended 31 December 2014.

d) Going Concern

This financial report has been prepared on a going concern basis. As at 30 June 2015 the company has current assets of \$35,000 and current liabilities of \$175,000. However, the \$175,000 represents mainly land tax payable on the investment property which is to be reimbursed by the tenant.

The investment property is fully leased and generates positive cash flow to the group.

The directors believe the company will be able to pay its debts as and when they fall due and to fund near term anticipated activities.

NOTES TO THE FINANCIAL STATEMENTS continued

FOR THE HALF-YEAR ENDED 30 June 2015

2. REVENUE AND EXPENSES**Specific Items**

Profit before income tax expense includes the following revenues and expenses to which disclosure is relevant in explaining the performance of the entity.

	Consolidated	
	Half-Year ended 30 Jun 15 \$'000	Half-Year ended 30 Jun 14 \$'000
(i) Revenue		
Sale of Goods	2,223	3,136
Rendering of Services	872	1,029
Fee Income	531	2,115
Rental Income	572	547
	4,198	6,827
(ii) Other Income and expenses		
Profit/(loss) on disposal of investments and property	(2,434)	1,337
Change in fair value of investment properties	-	371
Change in fair value of investments	6,273	(8,452)
Doubtful debt provision	(820)	(7,065)
Interest income	845	847
Other income	47	849
	3,911	(12,113)
(iii) Financial Expenses		
Interest paid	(627)	(1,047)
Depreciation and amortisation	(154)	(179)
Other	(36)	(157)
	(817)	(1,383)

3. CASH AND CASH EQUIVALENTS

	Consolidated	
	As at 30-Jun-15 \$'000	As at 31-Dec-14 \$'000
Cash at bank and on hand	37	64
Cash held in trust accounts	-	76
	37	140

4. INVESTMENT PROPERTIES

	Consolidated	
	As at 30-Jun-15 \$'000	As at 31-Dec-14 \$'000
Non-current		
Investment properties at fair value	10,490	32,489
	10,490	32,489

The Group hold one investment property at Warnervale. The car park property was transferred out to Hudson Pacific Group Limited under the de-merger process.

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NOTES TO THE FINANCIAL STATEMENTS continued

FOR THE HALF-YEAR ENDED 30 June 2015

5. ISSUED CAPITAL

	Consolidated		Consolidated	
	As at Jun-15 Shares	As at Dec-14 Shares	As at Jun-15 \$'000	As at Dec-14 \$'000
Ordinary shares				
Issued	258,546,022	258,546,022	52,069	52,069
Movements during the period				
Balance at beginning of the period	258,546,022	257,821,022	52,069	52,040
Share Issued	-	725,000	-	29
Balance at the end of the period	258,546,022	258,546,022	52,069	52,069

No ordinary shares were issued during the reporting period (2014: Nil)

Ordinary Shares

Ordinary shares entitle the holders to participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of and amounts paid on the shares held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote

Option

There are no unissued ordinary shares of the Company under option at the date of the report.

Preference options

No options were granted and issued during this year.

6. CONTINGENT ASSETS AND LIABILITIES**Guarantees**

Cross guarantees under Class Order 98/1418 by Hudson Investment Group Limited and its wholly owned controlled entities exist in respect of loans.

Litigation

Please refer to the Directors' Report for details.

There are no material contingent assets and liabilities as at the date of the report other than state above.

NOTES TO THE FINANCIAL STATEMENTS continued

FOR THE HALF-YEAR ENDED 30 June 2015

7. COMMITMENTS

	Consolidated	
	As at 30 Jun 15	As at 31-Dec-14
	\$'000	\$'000
Lease commitments		
Non-cancellable operating leases - future minimum lease payments		
Within one year	-	11
Later than one year but not later than 5 years	-	34
Later than 5 years	-	-
	<u>-</u>	<u>45</u>

The Group leases various copiers under non-cancellable operating leases. All the operating leases are novated to Hudson Pacific Group Limited and its controlled entities under the distribution in specie arrangement.

	Consolidated	
	As at 30-Jun-15	As at 31-Dec-14
	\$'000	\$'000
Finance lease - non-cancellable		
Within one year	-	358
Later than one year but not later than 5 years	-	594
Later than 5 years	-	-
Total future minimum lease payments	<u>-</u>	<u>952</u>
Total future finance charges	<u>-</u>	<u>(120)</u>
Lease liabilities	<u>-</u>	<u>832</u>
Lease liabilities are represented in the financial statements as		
Current	-	358
Non-current	-	594
	<u>-</u>	<u>952</u>

The Group leases machinery – all the finance leases are novated to Hudson Pacific Group Limited and its controlled entities under the distribution to specie arrangement.

8. SEGMENT INFORMATION**Business segments**

The consolidated entity is organised into the following divisions by product and service type:

- **Property investment & development in Australia**
Development of commercial property in eastern Australia for rental.
- **Mining, Exploration, Processing and Marketing**
Processing and marketing of attapulgitite based products, which is essentially used for pet litter and industrial products.
- **Geographical segments**
All business segments operate principally within Australia.

NOTES TO THE FINANCIAL STATEMENTS continued

FOR THE HALF-YEAR ENDED 30 June 2015

	Property investment & development in Australia	Mining, Exploration, Processing & Marketing	Investment Services	Unallocated / eliminated	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000
Primary reporting business segments Half Year 2015					
Total segment revenue	2,131	2,270	772	(975)	4,198
Segment result Profit/(loss) from operations before income tax expense	(632)	(806)	3,888	(850)	1,600
Primary reporting business segments Half Year 2014					
Total segment revenue	2,405	3,191	2,115	(884)	6,827
Segment result Profit/(loss) from operations before income tax expense	1,501	1,140	(10,325)	(3,314)	(10,998)

9. EVENTS SUBSEQUENT TO BALANCE DATE

At the date of this report there are no other matters or circumstances, other than noted above, which have arisen since 30 June 2015 that have significantly affected or may significantly affect:

- the operations, in the half financial year subsequent to 30 June 2015, of the Group;
- the results of those operations; or
- the state of affairs, in the half financial year subsequent to 30 June 2015, of the Group.

SUPPLEMENTARY APPENDIX 4D INFORMATION**NTA Backing**

	30.06.2015	31.12.2014
Net tangible asset backing per ordinary share	1.15 cents	3.10 cents

Controlled Entities Acquired

No entities have been acquired during the reporting period.

Loss of Control of Entities during the Period

Bundaberg Coal Limited, Hudson Pacific Group Ltd, Hudson Property Trust, Hudson Capital Corporation Pty Ltd, HSC Property Pty Ltd, Hudson Marketing Pty Ltd, Sorbent Mineral Pty Ltd, Ecofix Pty Ltd, Raffles Equities Ltd, Hudson Corporate Ltd, Hudson Import Ltd, Hudson Asset Management Pty Ltd, ZPC 1262 Pty Ltd, Hudson Investment Pty Ltd were disposed of during the reporting period under the distribution in specie arrangement.

Subsequent Events

There have been no other events subsequent to reporting date which affects the results contained in this report or the continuing operations of the Company. Please refer to Note 8 to the financial statements.

Accounting Standards

Australian Accounting Standards have been used in the preparation of this report.

Other Significant Information

All significant information in relation to the financial performance and position of Hudson Investment Group Limited has been disclosed in the attached report.

Returns to Shareholders

No distribution/dividend paid this year. The company does not have a dividend/distribution reinvestment plan.

Associated and Joint Venture Entities

None during the reporting period.

Audit Alert

The Auditor's Review Report is included in the financial statements.

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