



PRELIMINARY FINAL REPORT

Name of entity

Origin Energy Limited and its Controlled Entities

ACN	Half yearly <i>(tick)</i>	Preliminary final <i>(tick)</i>	Financial year ended ('current period')
000 051 696		✓	30 June 2001

For announcement to the market (refer note * below)

	\$'A'000
Revenues from ordinary activities <i>(item 1.1)</i>	1,679,312
Profit from ordinary activities after tax (before amortisation of goodwill) attributable to members <i>(item 1.20)</i>	103,778
Profit from ordinary activities after tax attributable to members <i>(item 1.23)</i>	98,036
Profit from extraordinary items after tax attributable to members <i>(item 2.5(d))</i>	-
Net profit for the period attributable to members <i>(item 1.11)</i>	98,036

Dividends	Amount per security	Franked amount per security at 30% tax
Final dividend <i>(item 15.4)</i>	4.0 cents	4.0 cents
Previous corresponding period <i>(item 15.5)</i>	6.0 cents	Nil

Date for determining entitlements to the dividend *(see item 15.2)* 17 September 2001

Brief explanation of omission of directional and percentage changes to profit in accordance with Note 1:

* Directional and percentage changes are not included because the demerger of the building and construction materials businesses from the company in February 2000 renders comparisons with prior periods misleading. Refer Directors' Review of Results for comparison of the energy businesses' results.

Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:

Nil

Consolidated profit and loss account

	Current period \$A'000	Previous corresponding period ** \$A'000	% Change +/-
1.1 Revenues from ordinary activities	1,679,312	3,706,263	-54.7%
1.2 Expenses from ordinary activities (see items 1.24+12.5+12.6)	(1,511,801)	(3,489,910)	56.7%
1.3 Borrowing costs	(33,976)	(101,220)	66.4%
1.4 Share of net profit of associates and joint venture entities (see item 16.7)	8,055	14,779	-45.5%
1.5 Profit from ordinary activities before tax	141,590	129,912	9.0%
1.6 Income tax on ordinary activities	37,961	31,529	20.4%
1.7 Profit from ordinary activities after tax	103,629	98,383	5.3%
1.8 Profit from extraordinary items after tax (see item 2.5)	-	-	-
1.9 Net profit	103,629	98,383	5.3%
1.10 Net profit attributable to outside equity interests	5,593	2,853	96.0%
1.11 Net profit for the period attributable to members	98,036	95,530	2.6%

Consolidated retained profits

1.12 Retained profits at the beginning of the financial period	926,561	958,393	
1.13 Net profit attributable to members (item 1.11)	98,036	95,530	
1.14 Net transfers to and (from) reserves	1,583	(8,011)	
1.15 Net effect of changes in accounting policies	-	-	
1.16 Dividends and other equity distributions paid or payable	(22,965)	(119,351)	
Share buy-back #	(3,992)	-	
1.17 Retained profits at the end of the financial period	999,223	926,561	

Profit restated to exclude amortisation of goodwill

	Current period \$A'000	Previous corresponding period ** \$A'000
1.18 Profit from ordinary activities after tax before outside equity interests (items 1.7) and amortisation of goodwill.	109,371	113,244
1.19 Less outside equity interests	5,593	2,853
1.20 Profit from ordinary activities after tax (before amortisation of goodwill) attributable to members	103,778	110,391

** "Previous corresponding period" includes six months results for both the building and construction materials businesses and the energy businesses.

On 18 May 2001 the Company completed the buy-back of 1,760,507 ordinary shares, representing 0.31% of ordinary shares on issue on that date. The buy-back was implemented in accordance with Article 17A of the Company's Constitution which was approved by shareholders at the Extraordinary General Meeting held on 11 April 2001.

Profit from ordinary activities attributable to members

	Current period \$A'000	Previous corresponding period ** \$A'000
1.21 Profit from ordinary activities after tax (item 1.7)	103,629	98,383
1.22 Less outside equity interests	5,593	2,853
1.23 Profit from ordinary activities after tax, attributable to members	98,036	95,530

Revenue and expenses from ordinary activities

	Current period \$A'000	Previous corresponding period ** \$A'000
1.24 Details of revenue and expenses by nature		
Revenue from sale of goods	1,544,157	1,345,668
Revenue from rendering of services	111,218	150,464
Total sales revenue	1,655,375	1,496,132
Other revenue from ordinary activities	23,937	28,612
Building and construction materials revenue	-	2,181,519
Revenue from ordinary activities	1,679,312	3,706,263
Share of net profit of associates and joint venture entities	8,055	14,779
Total Revenue	1,687,367	3,721,042
Raw materials and consumables used, and changes in finished goods and work in progress	1,042,742	895,595
Employee expenses	134,590	136,660
Depreciation and amortisation	131,925	140,309
Occupancy expenses	4,605	4,485
Repairs and maintenance	16,766	17,711
Exploration and evaluation costs	42,007	41,177
Royalties	29,187	25,549
Consultancy costs	12,164	10,881
Contracting costs	69,464	114,229
Writedown of Upstream producing interests	-	85,806
Other expenses from ordinary activities	28,351	32,017
Building and construction materials expenses	-	1,985,491
Expenses from ordinary activities	1,511,801	3,489,910
Borrowing costs	33,976	101,220
Total expenses	1,545,777	3,591,130

** "Previous corresponding period" includes six months results for both the building and construction materials businesses and the energy businesses.

Refer Directors' Review of Results for comparison of the energy businesses' results.

Intangible and extraordinary items

		Consolidated - current period			
		Before tax \$A'000	Related tax (expense) / benefit \$A'000	Related outside equity interests \$A'000	Amount (after tax) attributable to members \$A'000
2.1	Amortisation of goodwill	5,742	-	-	5,742
2.2	Amortisation of other intangibles	10,440	-	-	10,440
2.3	Total amortisation of intangibles	16,182	-	-	16,182
2.4	Extraordinary items (details)	-	-	-	-
2.5	Total extraordinary items	-	-	-	-

Comparison of half year profits

		Current year \$A'000	Previous year \$A'000
		3.1	Consolidated profit from ordinary activities after tax attributable to members reported for the 1st half year (<i>item 1.23 in the half yearly report</i>)
3.2	Consolidated profit from ordinary activities after tax attributable to members for the 2nd half year	48,508	(34,656) #

Comparison of half year profits - previous year 1st half and 2nd half includes significant items of \$5,319,000 and (\$71,668,000) respectively. It also includes six months results for both the building and construction materials businesses and the energy businesses.

Consolidated balance sheet

	At end of current period \$A'000	As shown in last annual report \$A'000	As in last half yearly report \$A'000
Current assets			
4.1 Cash assets	15,910	18,641	11,799
4.2 Receivables	480,242	341,324	269,564
4.3 Investments and other financial assets	-	-	-
4.4 Inventories	39,680	37,358	39,625
4.5 Other	49,016	26,707	30,081
4.6 Total current assets	584,848	424,030	351,069
Non-current assets			
4.7 Receivables	36,137	48,794	50,586
4.8 Investments (equity accounted)	49,985	23,127	7,391
4.9 Other investments and other financial assets	208,245	123,018	144,529
4.11 Exploration and evaluation expenditure capitalised	63,688	52,483	55,354
4.12 Development properties	193	26,138	27,218
4.13 Other property, plant and equipment (net)	1,009,452	918,180	916,853
4.14 Intangibles (net)	705,002	473,275	465,644
4.15 Other	171,276	142,206	151,570
4.16 Total non-current assets	2,243,978	1,807,221	1,819,145
4.17 Total assets	2,828,826	2,231,251	2,170,214
Current liabilities			
4.18 Payables	338,321	221,876	171,888
4.19 Interest bearing liabilities	223,049	19,566	39,119
4.20 Provisions	107,107	77,529	58,662
4.21 Other	-	-	-
4.22 Total current liabilities	668,477	318,971	269,669
Non-current liabilities			
4.23 Payables	40,221	45,592	38,720
4.24 Interest bearing liabilities	520,034	430,000	370,000
4.25 Provisions	271,722	196,251	186,925
4.26 Other	-	-	-
4.27 Total non-current liabilities	831,977	671,843	595,645
4.28 Total liabilities	1,500,454	990,814	865,314
4.29 Net assets	1,328,372	1,240,437	1,304,900
Equity			
4.30 Capital/contributed equity	178,457	167,156	178,457
4.31 Reserves	115,269	115,133	116,881
4.32 Retained profits	999,223	926,561	976,027
4.33 Equity attributable to members of the parent entity	1,292,949	1,208,850	1,271,365
4.34 Outside equity interest in controlled entities	35,423	31,587	33,535
4.35 Total equity	1,328,372	1,240,437	1,304,900

Consolidated statement of cash flows

	Current period \$A'000	Previous corresponding period ** \$A'000
Cash flows related to operating activities		
7.1 Receipts from customers	1,875,810	3,317,191
7.2 Payments to suppliers and employees	(1,570,145)	(2,779,731)
7.3 Dividends received from associates	2,585	5,853
7.4 Other dividends received	406	421
7.5 Interest and other items of similar nature received	2,394	33,187
7.6 Interest and other costs of finance paid	(33,523)	(112,583)
7.7 Income taxes paid	(5,290)	(1,268)
7.8 Other (subvention payments)	(19,000)	(35,000)
7.9 Net operating cash flows	253,237	428,070
Cash flows related to investing activities		
7.10 Payment for purchases of property, plant and equipment	(199,383)	(211,859)
7.11 Proceeds from sale of property, plant and equipment	14,647	96,469
7.12 Payment for purchases of equity investments	(21,467)	(56,682)
7.13 Proceeds from sale of equity investments	-	37,070
7.14 Loans to other entities	-	-
7.15 Loans repaid by other entities	-	304,500
7.16 Other (payment for purchase of electricity retailing business)	(315,000)	-
7.17 Net investing cash flows	(521,203)	169,498
Cash flows related to financing activities		
7.18 Proceeds from issues of securities (shares, options, etc)	-	-
7.19 Proceeds from borrowings	328,767	2,206,330
7.20 Repayment of borrowings	(16,739)	(2,802,610)
7.21 Dividends paid	(24,410)	(102,519)
7.22 Other (share buy-back)	(3,920)	-
7.23 Net financing cash flows	283,698	(698,799)
7.24 Net increase/(decrease) in cash held	15,732	(101,231)
7.25 Cash at beginning of period	99	100,307
7.26 Exchange rate adjustments to <i>item 7.25</i>	79	1,023
7.27 Cash at end of period (see reconciliation of cash)	15,910	99

** "Previous corresponding period" includes six months results for both the building and construction materials businesses and the energy businesses.

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows:

- (i) Capital expenditure acquired by finance leases \$Nil (2000: \$86,000)
- (ii) Issue of shares in respect of dividend reinvestment plans \$11,301,000 (2000: \$19,520,000)

Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows:

	Current period \$A'000	Previous corresponding period \$A'000
8.1 Cash on hand and at bank	15,910	12,777
8.2 Deposits at call	-	2,109
8.3 Bank overdraft	-	(18,542)
8.4 Other (term deposits)	-	3,755
8.5 Total cash at end of period (item 7.27)	15,910	99

Ratios

	Current period	Previous corresponding period **
Profit before tax/revenue		
9.1 Consolidated profit from ordinary activities before tax (item 1.5) as a percentage of revenue (item 1.1)	8.4%	3.5%
Profit after tax/equity interests		
9.2 Consolidated net profit from ordinary activities after tax attributable to members (item 1.11) as a percentage of equity at the end of the period (item 4.33)	7.6%	7.9%

Earnings per security (EPS)

	Current period	Previous corresponding period **
10.1 Calculation of basic and fully diluted EPS in accordance with AASB 1027 "Earnings per share".		
(a) Basic EPS	17.1 cents	11.2 cents
(b) Diluted EPS are not materially different from basic earnings per share.		
(c) Weighted average number of ordinary shares outstanding during the period used in calculation of the Basic EPS	571,989,823	852,494,880

** "Previous corresponding period" includes six months results for both the building and construction materials businesses and the energy businesses.

NTA Backing

	Current period	Previous corresponding period
11.1 Net tangible asset backing per ordinary security	\$ 1.03	\$ 1.29

Details of specific receipts/outlays, revenues/expenses

	Current period \$A'000	Previous corresponding period ** \$A'000
12.1 Interest revenue included in determining <i>item 1.5</i>	2,314	26,513
12.2 Interest revenue included in <i>item 12.1</i> but not yet received	3	90
12.3 Interest costs excluded from borrowing costs, capitalised in asset values	-	-
12.4 Outlays (except those arising from the acquisition of an existing business) capitalised in intangibles	-	-
12.5 Depreciation and amortisation (excluding amortisation of intangibles)	115,743	217,837
12.6 Other specific relevant items not shown in <i>item 1.24</i>	-	-

** "Previous corresponding period" includes six months results for both the building and construction materials businesses and the energy businesses.

Control gained over entities having material effect

Not applicable

Loss of control of entities having a material effect

Not applicable

Segments

	Current Period		Previous Corresponding Period		Current Period		Previous Corresponding Period		Current Period		Previous Corresponding Period	
	\$A'000	%	\$A'000	%	\$A'000	%	\$A'000	%	\$A'000	%	\$A'000	%
	External sales				Intersegment sales *				Total sales			
INDUSTRY SEGMENTS												
Exploration and Production	278,243	16.8	265,812	17.8	43,581	100.0	32,628	100.0	321,824	19.4	298,440	19.8
Retail and Trading	1,230,970	74.4	1,055,468	70.5	-	-	-	-	1,230,970	74.4	1,055,468	70.7
Generation	35,488	2.1	24,490	1.6	-	-	-	-	35,488	2.1	24,490	1.6
Network	110,674	6.7	150,362	10.1	-	-	-	-	110,674	6.7	150,362	10.1
Corporate	-	-	-	-	-	-	-	-	-	-	-	-
Intersegment sales									(43,581)	(2.6)	(32,628)	(2.2)
SEGMENT TOTAL	1,655,375	100	1,496,132	100	43,581	100	32,628	100	1,655,375	100	1,496,132	100
Discontinued Activities #	-		2,028,239		-		-		-		2,028,239	
	1,655,375		3,524,371		43,581		32,628		1,655,375		3,524,371	
INDUSTRY SEGMENTS	Earnings before interest, tax, depreciation, amortisation and significant items (EBITDA)				Depreciation and amortisation				Earnings before interest, tax and significant items (EBIT)			
Exploration and Production	201,251	65.9	186,509	68.8	79,166	60.0	89,640	63.9	122,085	70.4	96,869	73.9
Retail and Trading	66,459	21.8	58,351	21.5	42,805	32.4	41,853	29.8	23,654	13.7	16,498	12.6
Generation	24,985	8.2	16,139	5.9	7,784	5.9	6,495	4.6	17,201	9.9	9,644	7.4
Network	21,946	7.2	22,577	8.3	2,082	1.6	1,684	1.2	19,864	11.5	20,893	15.9
Corporate	(9,464)	(3.1)	(12,215)	(4.5)	88	0.1	637	0.5	(9,552)	(5.5)	(12,852)	(9.8)
SEGMENT TOTAL	305,177	100.0	271,361	100	131,925	100	140,309	100	173,252	100	131,052	100
Discontinued Activities #	-		300,777		-		103,702		-		197,075	
	305,177		572,138		131,925		244,011		173,252		328,127	
INDUSTRY SEGMENTS	Profit before tax				Capital expenditure				Assets			
Exploration and Production	115,216	69.5	94,605	73.1	128,704	64.8	90,959	62.6	792,960	29.5	764,580	36.7
Retail and Trading	23,041	13.9	18,545	14.3	16,203	8.1	24,580	16.9	1,482,441	55.2	941,253	45.0
Generation	17,201	10.4	9,649	7.5	46,848	23.5	28,711	19.7	174,816	6.5	117,146	5.6
Network	19,786	11.9	19,405	15.0	477	0.2	62	-	65,909	2.5	69,335	3.3
Corporate	(9,418)	(5.7)	(12,851)	(9.9)	6,734	3.4	1,161	0.8	170,030	6.3	197,278	9.4
SEGMENT TOTAL	165,826	100	129,353	100	198,966	100	145,473	100	2,686,156	100	2,089,592	100
Profit/(Loss) on Sale of Non-current Assets	7,426		1,699									
EBIT	173,252		131,052									
Net Interest Expense	(31,662)		(29,937)									
Significant Items	-		(107,492)									
	141,590		(6,377)		198,966		145,473		2,686,156		2,089,592	
Discontinued Activities #	-		136,289		-		66,473		-		-	
Cash and investments **									142,670		141,659	
	141,590		129,912		198,966		211,946		2,828,826		2,231,251	

* Intersegment pricing is determined on an arm's length basis.

** Cash and investments excludes investments in associates and joint venture entities and other financial assets.

Discontinued activities - previous corresponding period includes the half year results to 31 December 1999 of the demerged activities listed below.

The major products and services from which the above segments derive revenue are:

Industry Segments:	Products and Services:
Exploration and Production	Natural gas and oil
Retail and Trading	Natural gas, LPG, electricity, energy related products and services
Generation	Natural gas-fired cogeneration and power generation
Network	Energy asset management services
Discontinued activities	Bricks, plasterboard, timber products, roof tiles, aluminium products, concrete products. Quarrying, road surfacing, premix concrete, flyash, cement, transport, concrete placing, scaffolding. Tyre retreading and retailing, natural stone.

Geographical Segments

The continuing energy operations of the consolidated entity operate predominantly in Australia. More than 90% of revenue, operating profit and assets relate to operations in Australia. The revenue, operating profit and assets relating to the demerged building and construction materials businesses are treated as discontinued activities for both industry and geographical segment reporting.

Dividends

15.1 Date the dividend is payable

9 October 2001

15.2 Date to determine entitlements to the dividend (ie on the basis of registrable transfers received by 5.00pm if securities are not CHES approved, or security holding balances established by 5.00pm or such later time permitted by SCH Business Rules if securities are CHES approved)

17 September 2001

15.3 The final dividend has been declared.

Amount per security

Franking rate applicable	Amount per security	Franked amount per security at 30% tax
15.4 Final dividend: Current year	4.0 cents	4.0 cents
15.5 Previous year	6.0 cents	Nil
15.6 Interim dividend: Current year	Nil	Nil
15.7 Previous year *	15.0 cents	Nil

Total dividend per security

15.8 Ordinary securities

Current period	Previous corresponding period *
4.0 cents	21.0 cents

Final dividend on all securities

15.10 Ordinary securities

Add: Final prior year dividend (over)/under provided

15.13 **Total**

Current period \$A'000	Previous corresponding period \$A'000
22,922	119,288
43	63
22,965	119,351

The dividend plans shown below are in operation.

Dividend Reinvestment Plan
Employee Share Plan

The last date for receipt of election notices for the dividend

17 September 2001

Any other disclosures in relation to dividends

Nil

* In the previous year, dividends per security have been adjusted for the consolidation of every 2 shares into 1 in February 2000.

Details of aggregate share of profits/(losses) of associates and joint venture entities

	Current period \$A'000	Previous corresponding period ** \$A'000
16.1 Profit / (loss) from ordinary activities before tax	12,596	21,199
16.2 Income tax on ordinary activities	4,541	6,420
16.3 Profit / (loss) from ordinary activities after income tax	8,055	14,779
16.4 Extraordinary items net of tax	-	-
16.5 Net profit / (loss)	8,055	14,779
16.6 Outside equity interests	-	-
16.7 Net profit / (loss) attributable to members	8,055	14,779

** "Previous corresponding period" includes six months results for both the building and construction materials businesses and the energy businesses.

Material interests in entities which are not controlled entities

The consolidated entity has an interest (that is material to it) in the following entities.

Name of entity	Percentage of ownership interest held at the end of the period		Contribution to net profit (item 1.9)	
	Current period	Previous corresponding period	Current period A\$'000	Previous corresponding period A\$'000
17.1 Equity accounted associates and joint venture entities				
No material interests				
17.2 Total			-	-
17.3 Other material interests				
Envestra Limited	19.9%	19.9%	10,874	9,760
17.4 Total			10,874	9,760

Issued and quoted securities at end of current period

Category of securities	Number issued	Number quoted	Issue price (cents)	Amount paid-up (cents)
18.3 Ordinary securities	573,048,379	573,048,379	-	-
18.4 Changes during current period				
(a) Increases through issues	6,758,708	6,758,708	-	-
(b) Decreases through returns of capital, buy-backs, redemptions, consolidations	1,760,507	1,760,507	-	-
18.7 Options (after 2 into 1 consolidation in February 2000)			Exercise price	Expiry date
	125,000 *	-	\$ 2.57 *	16 Aug 2001
	213,000 *	-	\$ 2.57 *	22 Oct 2001
	1,195,000 *	-	\$ 2.92 *	11 Dec 2002
	30,000 *	-	\$ 2.92 *	2 Mar 2003
	965,000 *	-	\$ 1.66 *	4 Dec 2003
	160,000 *	-	\$ 1.66 *	19 Jan 2004
	1,250,000 *	-	\$ 2.24 *	1 Feb 2004
	1,754,250 *	-	\$ 1.76 *	6 Dec 2004
	750,000	-	\$ 1.27	1 Mar 2005
	1,080,000	-	\$ 1.27	1 Mar 2005
	400,000	-	\$ 1.27	1 Mar 2005
18.8 Issued during current period	400,000	-	\$ 1.27	1 Mar 2005
18.9 Exercised during current period	-			
18.10 Expired during current period				
	880,000 #	-	\$ 4.04	18 Jan 2001
	150,000 #	-	\$ 4.04	27 Feb 2001
	30,000 #	-	\$ 1.50	4 Dec 2003
	15,000 #	-	\$ 5.02	11 Dec 2002
	40,250 #	-	\$ 1.78	6 Dec 2004

* Number and price of options adjusted according to the Scheme of Arrangement of Boral Limited and reorganisation offers made to option holders.

Number of options adjusted according to the Scheme of Arrangement of Boral Limited and reorganisation offers made to option holders.

Additional notes to Appendix 4B

Income tax expense

	Current period \$A'000	Previous corresponding period ** \$A'000
Income tax expense on operating profit (item 1.6)	37,961	31,529
Income tax expense on pretax accounting profit:		
(i) at Australian tax rate	48,141	46,768
(ii) adjustment for difference between Australian and overseas tax rates	(134)	4,069
Income tax expense on pretax accounting profit at standard rates	48,007	50,837
Add/(subtract) tax effect of major items causing permanent differences:		
Non-taxable distributions received	(2,464)	(4,452)
Current tax losses not tax effected	-	1,103
Depreciation and amortisation	8,430	12,898
Capital(profits)/losses	(1,732)	(779)
Abnormal items not tax effected	-	27,242
Share of associates' net profit	(1,768)	(5,320)
Past tax losses and exploration expenditure recouped	(316)	(10,194)
Under/(over) provision for tax in previous years	(3,760)	(880)
Tax rate change	2,366	(29,785)
Net benefit of subvention payments	(11,301)	(16,183)
Other items	499	7,042
	(10,046)	(19,308)
Income tax expense for the period	37,961	31,529

** "Previous corresponding period" includes six months results for both the building and construction materials businesses and the energy businesses.

Comments by directors

Basis of accounts preparation

The accounting policies have been consistently applied by each entity in the consolidated entity and, except where there is a change in accounting policy, are consistent with those of the previous financial year.

The carrying amount of non-current assets are reviewed to determine whether they are in excess of their recoverable amount at the end of the year. If the carrying amount of a non-current asset exceeds the recoverable amount, the asset is written down to the lower amount. In assessing recoverable amounts the relevant cash flows have been discounted to their present value.

Material factors affecting the revenues and expenses of the consolidated entity for the current period.

Refer attached Directors' review

A description of each event since the end of the current period which has had a material effect and is not related to matters already reported.

On 13 July 2001 the Company placed 44,196,526 shares with institutions at \$2.83 per share, raising \$125,076,000.

Franking credits available and prospects for paying fully or partly franked dividends for at least a year.

Class C (30% (2000: 34%)) franking credits available to shareholders of Origin Energy Limited is nil (2000:Nil). These amounts are based on the balance of the dividend franking account at year-end adjusted for:

- (a) franking credits that will arise from the payment of the amount of the provision for income tax
- (b) franking debits that will arise from the payment of dividends recognised as a liability at year-end
- (c) franking credits that will arise from the receipt of dividends recognised as receivable at year-end
- (d) franking credits that the entity may be prevented from distributing in subsequent years.

The Company does not expect to have franking credits available for dividend payments until the final dividend for the 2002 year.

Changes in accounting policies since the last annual report are disclosed as follows.

Revaluation of Non-current Assets

The consolidated entity has applied AASB 1041 "Revaluation of Non-current Assets for the first time from 1 July 2000. The standard requires each class of non-current asset, other than inventories, foreign currency monetary assets, goodwill, investments valued using the equity method and other assets measured at net market value where the market value movements are recognised in the statement of financial performance, to be measured at either the cost or fair value basis.

The consolidated entity has applied AASB 1041 as follows:

Land and Buildings

The consolidated entity has adopted the cost basis for land and buildings and has deemed the cost of the land and buildings to be equal to their carrying value as at 1 July 2000. The net carrying value brought forward as at 1 July 2000 comprised of \$7,765,000 carried at cost of acquisition, \$20,898,000 carried at independent valuations and \$10,015,000 carried at Directors' valuation.

The change in accounting policy has no financial effect in the current or prior periods.

Other Non-current Assets

The consolidated entity has continued to adopt the cost basis for other non-current assets such as receivables, plant and equipment, mine properties, investments other than investments valued using the equity method, intangibles other than goodwill, prepayments, and exploration, evaluation and development.

Annual Meeting

The annual meeting will be held as follows:

Place

The Wesley Centre
220 Pitt St, Sydney South

Date

19 October 2001

Time

10.30am

Approximate date the annual report will be available

19 September 2001

Compliance statement

- 1 This report has been prepared under the accounting policies which comply with accounting standards as defined in the Corporations Law.
- 2 This report and the accounts upon which the report is based, use the same accounting policies.
- 3 This report does give a true and fair view of the matters disclosed.
- 4 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 <i>not</i> yet been audited or reviewed.
- 5 The audit review report is attached.
- 6 The entity has a formally constituted audit committee.

Sign here: _____
(Company secretary)

Date: 27 August 2001

Print name: W M Hundy