

TVN CORPORATION LIMITED
ABN 95 066 139 991

ANNUAL REPORT
30 June 2010

CORPORATE DIRECTORY

Directors

Chris Mardon- Managing Director
Gerry Fahey – Non-executive Director
Hugh Warner – Non-executive Chairperson

Company Secretary

Neil Hackett

Auditors

Stantons International
Level 1
1 Havelock Street
West Perth WA 6005

Bankers

Westpac Banking Corporation
109 St George's Terrace
Perth WA 6000

Registered Office

Suite 6
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Share Registry

Computershare Limited
Level 2
45 St Georges Terrace
PERTH WA 60000

Investor Enquiries: 1300 850 505
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Stock Exchange Listing

Securities of TVN Corporation Limited are listed on the Australian Securities Exchange.

ASX Code: TVN

Web Site: www.tvncorporation.com.au

Annual Report – 30 June 2010

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DIRECTORS' REPORT
30 June 2010

Your directors submit the Directors' Report and Financial Report of TVN Corporation Limited ("Company") for the year ended 30 June 2010.

Directors

The names of the directors of the Company in office for the financial year and until the date of this report are as follows:

Chris Mardon
Gerry Fahey

Ian Hobson was a director from the beginning of the financial year until his resignation on 20 April 2010. Hugh Warner was appointed a director on 20 April 2010 and continues in office at the date of this report.

Principal activities

During the year the principal continuing activities of the Company consisted of the web based direct marketing and sales business. The Company's website (www.tvncorporation.com.au) details the Company's products. The Company has invested funds to rebuild the website, streamline the back office order fulfillment function and update its product offering.

In addition to the above activity, applications for exploration licence applications in respect to iron ore and manganese targets in Western Australia were made during the financial year. A number of these applications are progressing through the grant process whilst others are awaiting the outcome of ballot to determine the successful applications.

The Company also continues to evaluate a number of projects with the intention of investing in a resource project if and when a suitable project with acceptable terms has been identified.

Dividends

No dividends were paid or proposed to be paid to members during the financial year (2009: Nil).

Review of operations and results

During the year the Company made a loss from continuing operations of \$501,500 (2009: \$603,307). Additional information on the operations and financial position of the Company is set out in the Directors' Report and Financial Report.

Significant changes in the state of affairs

There was no significant change in the state of affairs of the Company since the previous Financial Report and during the financial year.

Matters subsequent to the end of the financial year

Other than a share placement of 60,000,000 ordinary shares made on 23 September 2010 to raise \$300,000 (before costs and subject to shareholder approval to issue 20,000,000 shares to the director, Hugh Warner, and a related party to Hugh Warner), since 30 June 2010 there has been no matter or circumstance that has arisen that has significantly affected, or may significantly affect:

- (1) the Company's operations in future financial years, or
- (2) the results of those operations in future financial years, or
- (3) the Company's state of affairs in future financial years.

Likely developments and expected results of operations

The Company will continue with its current activities.

DIRECTORS' REPORT
30 June 2010

Environmental regulation

The Company is not subject to any environmental regulations at this time. However, when it commences exploration activities it will be subject to environmental regulations.

Information on directors

Term of office

Chris Mardon - appointed 27 March 2008 and continues in office at the date of this report
Gerry Fahey - appointed 25 September 2008 and continues in office at the date of this report
Hugh Warner - appointed 20 April 2010 and continues in office at the date of this report
Ian Richard Hobson - appointed 21 November 2006 and resigned 20 April 2010

Individual director information

Chris Mardon (Executive Managing Director, age 42)

Experience and expertise

Chris Mardon has had over 20 years of experience in the resources industry having graduated in mining engineering in 1990. He has held senior roles in resource companies and overseen feasibility studies, development and management of a number of mining operations both locally and overseas.

Other current directorships

Nil

Former directorships in the last three years

Nil

Special responsibilities

Chief Executive Officer

Interests in shares and options

8,000,000 ordinary shares

33,000,000 options to acquire ordinary shares

Gerry Fahey (Non-executive director, age 58)

Experience and expertise

Gerry Fahey has over 30 years experience in both the international and local minerals industry. He is a specialist in mining geology, mine development and training and worked for 10 years as Chief Geologist Mining for Delta Gold where he was actively involved with the development of Kanowna Belle, Golden Feather, Sunrise and Wallaby projects. Gerry is currently a Director of CSA Global Pty Ltd and a member of the Joint Ore Reserve Committee (JORC) and a Federal Councilor for the Australian Institute of Geoscientists (AIG).

Other current directorships

Nil

Former directorships in the last three years

Nil

Special responsibilities

None

Interests in shares and options

2,000,000 ordinary shares

5,000,000 options to acquire ordinary shares

DIRECTORS' REPORT**30 June 2010****Information on directors (continued)****Hugh Warner** (Non-executive director and Chairperson, age 41)***Experience and Expertise***

Hugh Warner holds a Bachelor of Economics degree from the University of Western Australia. Hugh has a broad experience as a public company director having been a director of approximately 25 publicly listed companies involved in the mining, oil & gas, biotechnology and service industries.

Other Current Directorships

TPL Corporation Limited (Appointed on 17 May 2010)

Former Directorships in the Last Three Years

TVN Corporation Limited (Resigned 27 March 2008)

Special Responsibilities

None

Interests in Shares and Options

38,205,528 ordinary shares

12,000,000 options to acquire ordinary shares

Company secretary

The company secretary is Neil Hackett. Neil was appointed to the position of company secretary on 19 July 2010.

Experience and Expertise

Neil Hackett has approximately 18 years company secretarial, compliance and corporate governance experience including 7 years ASX200 listed company secretary experience with diversified industrial and financial services entities. Neil holds a Bachelor of Economics and is a Fellow of Finsia, GAICD and Affiliate of Chartered Secretaries Australia.

Meetings of directors

The number of meetings of the Company's board of directors held during the year ended 30 June 2010, and the number of meetings attended by each director were:

Director	Number of Meetings	
	Eligible to attend	Attended
Chris Mardon	8	8
Gerry Fahey	8	8
Ian Hobson (resigned 20 April 2010)	7	7
Hugh Warner (appointed 20 April 2010)	1	1

Remuneration Report (Audited)

The Remuneration Report is set out under the following main headings:

- (1) Principles used to determine the nature and amount of remuneration;
- (2) Details of remuneration;
- (3) Service agreements; and
- (4) Share-based compensation.

The information provided in this Remuneration Report has been audited as required by Section 308(3C) of the *Corporations Act 2001*.

DIRECTORS' REPORT
30 June 2010

Remuneration report (continued)

1 Principles used to determine the nature and amount of remuneration

The objective of the Company's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with achievement of strategic objectives and the creation of value for shareholders, and conforms to market best practice for delivery of reward. The board ensures that executive reward satisfies the following key criteria for good reward governance practices:

- (i) competitiveness and reasonableness;
- (ii) acceptability to shareholders;
- (iii) performance linkage / alignment of executive compensation;
- (iv) transparency; and
- (v) capital management.

The Company has structured an executive remuneration framework that is market competitive and complimentary to the reward strategy of the organisation.

Alignment to shareholders' interests:

- (i) focuses on sustained growth in shareholder wealth; and
- (ii) attracts and retains high calibre executives.

Alignment to program participants' interests:

- (i) rewards capability and experience; and
- (ii) provides a clear structure for earning rewards.

2 Details of remuneration

Directors' fees

Executive director

The remuneration package of the executive director, Chris Mardon, is detailed below under "Service agreements". The fees and payments to the executive director reflect the demands which are made on, and the responsibilities of, the director, and are in line with market. There is no past or current relationship between the executive director's remuneration and the financial performance of the Company. The executive director's remuneration is reviewed annually by the board to ensure that the fees and payments remain appropriate and in line with the market.

The executive director did not receive any share based payments during the financial year. 25 million options were allotted to him as part of his compensation package during the 2009 financial year. With shareholder approval given on 15 March 2010, 8,000,000 shares and 8,000,000 free attaching options exercisable at 1 cent on or before 31 December 2011 were issued to Chris Mardon on payment by him of the consideration of 0.5 cents per share.

Non-executive directors

Fees to the non-executive directors are determined by the board as appropriate having regard to the market and the aggregate remuneration specified in the Company's Constitution and determined by the shareholders in general meeting. The fees are reviewed annually. There is no relationship between the executive director's remuneration and the financial performance of the Company.

Neither of the two non-executive directors, Gerry Fahey and Hugh Warner, received share based payments during the financial year. With shareholder approval given on 15 March 2010, 2,000,000 shares and 2,000,000 free attaching options were issued to Gerry Fahey on payment by him of the consideration of 5 cents per share.

Retirement allowances and benefits for directors

There are no retirement or termination allowances, profit sharing, bonuses, or other performance related remuneration or benefits paid to directors.

DIRECTORS' REPORT
30 June 2009

Remuneration report (continued)

The amount of remuneration of the directors of the Company (as defined in AASB 124 *Related Party Disclosures*) is set out in the following table. During the financial year there were no executives other than the directors. There was no remuneration of any type to the directors, other than as reported below for the provision of director, company secretarial and management services.

TVN CORPORATION LIMITED

DIRECTORS' REPORT
30 June 2010

Remuneration report (continued)

		Short term employee benefits					Post employment benefits		Share based payments	Total	Proportion of remuneration performance fixed	Value of options as proportion of remuneration
		Salary & fees	Cash bonuses	Non-monetary benefits	Other	Total	Super-annuation	Termination benefits				
		\$	\$	\$	\$	\$	\$	\$			%	%
Executive director												
Chris Mardon (appointed 27 March 2008)	2010	232,906	-	5,513	-	238,419	7,431	-	-	245,850	-	-
	2009	248,475	-	6,073	-	254,548	5,986	-	61,224	321,758	-	19.03
Non-executive directors												
Ian Hobson (resigned 20 April 2010)	2010	50,000		4,426		54,426	-	-	-	54,426	-	-
	2009	60,000	-	5,514	-	65,514	-	-	-	65,514	-	-
Gerry Fahey (appointed 25 Sept 2008)	2010	27,523	-	5,513	-	33,036	2,477	-	2,172	37,685	-	5.76
	2009	-	-	4,214	-	4,214	22,500	-	5,174	31,888	-	16.23
Jonathan Pager (resigned 25 Sept 2008)	2010	-	-	-	-	-	-	-	-	-	---	-
	2009	15,000	-	1,299	-	16,299	-	-	-	16,299	-	-
Hugh Warner (appointed 20 April 2010)	2010	13,296	-	1,088	-	14,384	1,197	-	-	15,581	-	-
	2009	-	-	-	-	-	-	-	-	-	-	-
Totals	2010	323,725	-	16,540	-	340,265	11,105	-	2,172	353,542	-	0.61
Totals	2009	323,475	-	17,100	-	340,575	28,486	-	66,398	435,459	-	15.25

DIRECTORS' REPORT

30 June 2010

Remuneration report (continued)

The fees paid to director related entities were for the provision of services of the particular director to the Company are as follows:

- (a) Reef Resources Pty Ltd, an entity associated with Chris Mardon, was paid \$150,337 (2009:\$176,286) for consulting fees.
- (b) Pager Partners Corporate Advisory Pty Ltd, an entity associated with Jonathan Pager, was paid \$nil (2009:\$15,000) for director's fees;
- (c) Churchill Services Pty Ltd, an entity associated with Ian Hobson, was paid \$50,000 (2009:\$60,000) for company secretarial services; and
- (d) Anglo Pacific Ventures Pty Ltd, an entity associated with Hugh Warner, was paid \$30,000 (2009:\$30,000) for rental in respect to the office provided to the Company by Anglo Pacific Ventures Pty Ltd.

3 Service agreements

There is an Executive Services Agreement with Reef Resources Pty Ltd, a company associated with Chris Mardon, to discharge the function of Chief Executive Officer from 1 October 2008 until termination in accordance with the agreement. The details are:

- 1. Fee is \$164,000 per annum subject to an annual review on each 30 June;
- 2. the Company meets the insurance premium of public and professional liability cover and memberships of relevant professional organizations;
- 3. The Company reimburses costs and expenses reasonably incurred;
- 4. The Company can terminate the agreement on twelve months (12) months notice, or a \$50,000 payment in lieu of notice; and
- 5. The contractor can terminate the agreement on three (3) months notice, or shorter if agreed by the Board.

There are letters of director appointment with each director which set out the annual fixed fee and terms and conditions of the appointment including compliance with the Company's Constitution and Corporate Governance Policies; re-election, retirement and office vacancy; duties; remuneration; insurance and indemnity; disclosure of interests; and confidentiality. They serve until they resign, are removed, cease to be a director or prohibited from being a director under the provisions of the *Corporations Law 2001*, or are not re-elected to office. They are remunerated on a monthly basis with no termination payments payable.

As at the date of this report there are no executives or management personnel engaged by the Company other than the directors.

4 Share-based compensation

There were no share based payments made to directors during the 2010 financial year. In the 2009 financial year 25,000,000 and 3,000,000 options exercisable at 2 cents on or before 30 September 2012 were issued to the directors, Chris Mardon and Gerry Fahey, respectively, (inclusive of 15,000,000 options issued to related parties of Chris Mardon) following shareholder approval at the annual general meeting held on 27 November 2008.

DIRECTORS' REPORT
30 June 2010
Information on directors (continued)

The details of the share based payments made to directors during the 2009 financial year are:

Directors	Granted as compensation during the year	Grant date	Fair Value at grant date	Exercise Price per option	Expiry Date	Options vested
Chris Mardon	25,000,000	27 Nov 2008	0.24 cents	2 cents	30 Sept 2012	25,000,000 (in 2009)
Gerry Fahey	3,000,000	27 Nov 2008	0.24 cents	2 cents	30 Sept 2012	3,000,000 (in 2010)
	28,000,000					28,000,000

Directors	Options granted as part of remuneration				Options as a percentage of remuneration
	Value of options granted during the year	Value of options exercised during the year	Value of options lapsed during the year		
	\$	\$	\$		%
Chris Mardon	61,224	-	-		19.03
Gerry Fahey	7,347	-	-		16.23
	68,571	-	-		

The assessed fair value of the options at the grant date is allocated equally over the period from the grant date to the vesting date. The fair value at the grant date is determined using the Black Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at the grant date, the expected price volatility of the underlying share, the expected dividend yield, and the risk-free interest rate for the term of the option. The fair value calculation and inputs to the Black Scholes model are shown at Note 13(d).

(End of Remuneration Report)
Additional information
(a) Shares under option

At 30 June 2010 and at the date of this report, there were 86,000,000 ordinary shares under option with 28,000,000 options exercisable at 2 cents that expire on 30 September 2012 and 58,000,000 options exercisable at 1 cent that expire on 31 December 2011 (2009: 28,000,000 ordinary shares under option exercisable at 2 cents on or before 30 September 2012). See note 13(b).

No ordinary shares were issued during the financial year on the exercise of options (2009: 667,765 options were exercised at 1 cent). 142,365,865 options expired on 31 December 2008.

(b) Insurance of officers

During the financial year the Company paid a premium of \$16,540 (2009: \$16,540) to insure the directors and officers of the Company. The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Company and any other payments arising from liabilities incurred by the officers in connection with such proceedings. This does not include such liabilities that arise from conduct involving a willful breach of duty by the officers or the improper use by the officers of their position or of information to gain advantage for them or someone else or to cause detriment to the Company. It is not possible to apportion the premium between amounts relating to the insurance against legal costs and those relating to other liabilities.

(c) Agreement to indemnify officers

The Company has entered into an agreement with each director to allow access to the Company's records, to provide directors and officers insurance cover and to indemnify the director against any liability as a result of being, or acting in their capacity as, an officer of the Company to the maximum extent permitted by law; and for legal costs incurred in successfully defending civil or criminal proceedings. No liability has arisen under these indemnities as at the date of this report.

DIRECTORS' REPORT

30 June 2010

Additional information (continued)

(d) Proceedings on behalf of the Company

No person has applied to the court under Section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party, for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings. No proceedings have been brought or intervened in on behalf of the Company with leave of the court under Section 237 of the *Corporations Act 2001*.

(e) Auditor

Stantons International continues in office in accordance with Section 327 of the *Corporations Act 2001*.

(f) Indemnity of Auditor

The auditor (Stantons International) has not been indemnified under any circumstance.

(g) Audit services

During the financial year \$18,108 (excluding GST) was paid or is payable for audit services provided by the auditor, Stantons International (2009: \$15,018).

(h) Non-audit services

There were no non-audit services provided by the auditor (Stantons International) during the financial year. However, the Company may in the future decide to employ the auditor on assignments additional to their statutory audit duties where the auditor's expertise and experience with the Company are important.

(i) Auditor's independence declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 13 of the Annual Report.

Signed in accordance with a resolution of the directors.
On behalf of the Directors



Chris Mardon

Director

Perth

23 September 2010

Stantons International

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23 September 2010

Board of Directors
TVN Corporation Limited
Suite 6
245 Churchill Avenue
PERTH WA 6008

Dear Sirs

RE: TVN CORPORATION LIMITED

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of TVN Corporation Limited.

As Audit Director for the audit of the financial statements of TVN Corporation Limited for the year ended 30 June 2010, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours Faithfully

STANTONS INTERNATIONAL
(Authorised Audit Company)



John Van Dieren
Director

Corporate Governance Statement

TVN Corporation Limited (the "Company") and the board are committed to achieving and demonstrating the highest standards of corporate governance. The board continues to review the framework and practices to ensure they meet the interests of shareholders. Where the Company has not adhered to the policies set out in its board charter for corporate governance it has stated that fact in the Annual Report.

The directors are responsible to the shareholders for the performance of the Company in both the short and the longer term and seek to balance sometimes competing objectives in the best interests of the Company as a whole. Their focus is to enhance the interests of shareholders and other key stakeholders and to ensure the Company is properly managed.

Day to day management of the Company's affairs and the implementation of the corporate strategy and policy initiatives are undertaken by the board.

Compliance with the Corporate Governance Council Recommendations

The Company's corporate governance framework is reported against the good corporate governance and best practice recommendations released by the Australian Securities Exchange Corporate Governance Council in August 2007.

Whilst the board is committed to adoption, generally the structure of the board, the size of the Company and the scale of its activities does not require full adoption of the policies and recommendations at this time. However, when the circumstances require it, policies will be implemented and complied with as they become applicable.

The corporate governance charters and policies adopted by the board are available from the Company's registered office and website www.tvncorporation.com.au.

Main Corporate Governance Practices

A description of the Company's main current corporate governance practices are set out below. All these practices, unless otherwise stated, were in place for the entire year.

The board of directors

The board operates in accordance with the broad principles set out in its charter which is available from the Company's registered office. The charter details the board's composition and responsibilities.

Board composition

Consistent with the size of the Company and its activities, the board is comprised of three (3) directors, 2 of whom are non-executive directors, but they are not considered to be independent. The board's policy is that the majority of directors shall be independent, non-executive directors. The composition of the board does not currently conform to its policy but it is the board's intention to comply with its policy at a time when the size of the Company and its activities warrants such a structure.

Details of the members of the board, their experience, expertise, qualifications, term of office and status are set out in the Directors' Report under the heading "Information on directors".

Board Responsibilities

The board is responsible for all functions which include responsibilities that may otherwise be delegated to other executive if that executive was in place. The functions of the board include:

- (i) providing strategic guidance to the Company including contributing to the development of and approving the corporate strategy;
- (ii) reviewing and approving business plans and financial plans including available resources and major capital expenditure initiatives;
- (iii) overseeing and monitoring organisational performance and the achievement of the Company's strategic goals and objectives;

Corporate Governance Statement

Board Responsibilities (continued)

- (iv) compliance with the Company's code of conduct;
- (v) progressing major capital works and other significant corporate projects including any acquisitions or divestments;
- (vi) monitoring financial performance including approval of the annual and half-year financial reports and liaison with the Company's auditors;
- (vii) appointment, performance assessment and, if necessary, removal of the directors;
- (viii) ratifying the appointment and/or removal and contributing to the performance assessment for the members of the senior management team including the Chief Financial Officer and the Company Secretary;
- (ix) ensuring there are effective management processes in place and approving major corporate initiatives;
- (x) enhancing and protecting the reputation of the organisation; and
- (xi) overseeing the operation of the Company's system for compliance and risk management reporting to shareholders.

Chairperson

The Company has appointed the non-executive director, Hugh Warner, as Chairperson. The Chairperson is responsible for leading the board, ensuring directors are properly briefed in all matters relevant to their role and responsibilities, and facilitating board discussions. The Chairperson is not independent as the non-executive director takes part in the management of the Company and is a substantial shareholder.

Commitment

The number of meetings of the Company's board of directors held during the year ended 30 June 2010, and the number of meetings attended by each director is disclosed in the Directors' Report under the heading 'Meetings of directors'.

Conflict of interests

Directors must keep the board advised of any interest that could potentially conflict with those of the Company. There were no conflicts of interest during the reporting period.

Independent professional advice

Directors have the right, in connection with their duties and responsibilities, to seek independent professional advice at the Company's expense.

Performance assessment

Given the changes to the board during the year the annual self assessment of its collective and individual performance has not been undertaken. However, the assessment process has occurred in the past and will in the future in compliance with the assessment policy.

Remuneration

The Remuneration Report outlines the director remuneration arrangements of the Company in accordance with the requirements of the *Corporations Act 2001* and the *Corporations Regulations*. It also provides the remuneration disclosure required by AASB124 Related Party Disclosures.

The Company currently has one executive director and two non-executive directors that are remunerated at market rates for comparable companies for the time, commitment and responsibilities.

Corporate Governance Statement

Remuneration (continued)

The board determines the remuneration paid to directors having regard to market practices and the size and nature of the Company and its operations, subject to the maximum aggregate remuneration approved by the shareholders at a general meeting.

The board has undertaken its annual self assessment of remuneration in compliance with its policy and the service agreement with the executive director by way of a board discussion and resolution that the remuneration be maintained at current levels.

No bonuses or retirement benefits were paid during the period to any director.

Trading in the Company's Shares

A director must not trade in any securities of the Company at any time when they are in possession of unpublished price sensitive information in relation to those securities.

As required by the ASX Listing Rules, the Company is to notify the ASX of any transaction conducted by any director in the listed securities of the Company.

Corporate reporting

The board has made the following certifications as to the Financial Report for the reporting period ended 30 June 2010:

- (i) that the Company's Financial Report is complete and presents a true and fair view, in all material respects, of the financial condition and operational results of the Company; and
- (ii) that the above statement is founded on a sound system of risk management and internal compliance and control which implements the policies adopted by the board or where those policies are not adhered to that fact is stated in the Annual Report and that the Company's risk management and internal compliance and control is operating efficiently and effectively in all material respects.

Board committees

The board's charter allows for the establishment of committees to assist in the execution of its duties and to allow detailed consideration of complex issues. As at the date of this report no committees have been established as the structure of the board, the size of the Company and the scale of its activities allows all directors to participate fully in all decision making. When the circumstances require it the following committees will be instituted: audit committee, nomination committee, risk management committee and remuneration committee. Each committee has a charter that has been approved by the Board that will set the standards for the operation of the committees once established.

External auditors

The Company policy is to appoint external auditors who clearly demonstrate quality and independence. The performance of the external auditor is reviewed annually and applications for tender of external audit services are requested as deemed appropriate, taking into consideration assessment of performance, existing value and tender costs. Stantons International is the external auditors of the Company. It is the policy of Stantons International to rotate audit engagement partners on listed companies at least every five years.

An analysis of fees paid to the external auditors, including a break-down of any fees for non-audit services, is provided in the Directors' Report and in Note 16 to the financial statements. It is the policy of the external auditors to provide an annual declaration of their independence to the Company.

The external auditor is requested to attend the annual general meeting and be available to answer shareholder questions about the conduct of the audit and the preparation and content of the audit report.

Corporate Governance Statement

Risk assessment and management

The board is responsible for ensuring there are adequate policies in relation to risk management, compliance and internal control systems. In summary, the Company policies are designed to ensure strategic, operational, legal, reputation and financial risks are identified, assessed, effectively and efficiently managed and monitored to enable achievement of the Company's business objectives.

The Company's risk management policy and the operation of the risk management and compliance system are managed by the board which consists of the directors. Control procedures cover management accounting, financial reporting, project appraisal, compliance and other risk management issues.

The Company's current activities expose it to minimal risk. However, as activities increase there may be exposure to market, credit, and liquidity risks.

There is further commentary on financial risk management at Note 2 to the financial statements.

Code of conduct

The Company has a statement of values and a code of conduct which has been fully endorsed by the board and applies to all directors and any employees if and when they are engaged. The code is reviewed and updated as necessary to ensure it reflects the highest standards of behaviour and professionalism and the practices necessary to maintain confidence in the Company's integrity.

In summary, the code requires that at all times all Company personnel act with the utmost integrity, objectivity and in compliance with the letter and the spirit of the law and Company policies.

The directors are satisfied that the Company has complied with its policies on ethical standards, including trading in securities.

Continuous disclosure and shareholder communication

The Company has written policies and procedures on information disclosure that focus on continuous disclosure of any information concerning the Company that a reasonable person would expect to have a material effect on the price of the Company's securities. These policies and procedures also include the arrangements the Company has in place to promote communication with shareholders and encourage effective participation at general meetings. A summary of these policies and procedures is included in the board charter and is available at the Company's registered office.

The Company Secretary has been nominated as the person responsible for communications with the Australian Securities Exchange (ASX). This role includes responsibility for ensuring compliance with the continuous disclosure requirements in the ASX Listing Rules and overseeing and co-ordinating information disclosure to the ASX, analysts, brokers, shareholders, the media and the public.

Shareholders that have made an election, receive a copy of the Company's Annual Report by mail. Otherwise, the Annual Report is available on the Company's website.

Corporate Governance Statement

Non-Compliance with ASX Principles and Recommendations

The Company has not complied with the ASX Principles and Recommendations as specified below.

Recommendation Ref	Notification of Departure	Explanation for Departure
1.2	Evaluation of the board and directors has not taken place	Due to the changes to the board in the year, no evaluation process occurred during the year. However, the Company will comply with its policy in 2011.
1.2	Evaluation of senior executive roles has not taken place	Due to limited size and complexity of the Company and its operations, no senior executives are required or engaged at this time.
2.1	A majority of the board is not independent.	A director is independent if the director is not a member of the management and there is no relationship affecting that status. Whilst no current director is a substantial shareholder; past or present employee, professional adviser, consultant, supplier or customer with or to the Company; or have any contractual relationship with the Company other than as a director, each director is involved in the management of the Company.
2.2	There is no independent director that can act as Chair.	The Company presently does not have a Chairperson due its size and recent restructure. If and when appointed, the Chairman will be responsible for leading the board, ensuring directors are properly briefed in all matters relevant to their role and responsibilities, and facilitating board discussions.
2.4	A separate Nomination Committee has not been formed.	The board considers that the Company is not currently of a size to justify the formation of a nomination committee. The board as a whole will undertake the process of reviewing the skill base and experience of existing directors to enable identification of attributes required in new Directors. Where appropriate, independent consultants may be engaged to identify possible new candidates for the board.
4.1, 4.2, 4.3	A separate Audit Committee has not been formed.	The board considers that the Company is not of a size, nor is its financial affairs of such complexity to justify the formation of an audit committee. The board as a whole undertakes the selection and proper application of accounting policies, the identification and management of risk and the review of the operation of the internal control systems.
7.2	The board should disclose that management has reported to it as to the effectiveness of the Company's management of its material business risk.	The Company's management is undertaken by the directors without delegation and is itself responsible for the design and implementation of the risk management and internal control systems. The board is of the view that the systems are being managed effectively.
8.1	There is no separate Remuneration Committee.	The board considers that the Company is not currently of a size, nor are its affairs of such complexity to justify the formation of a remuneration committee. The board as a whole is responsible for the remuneration arrangements for directors and any executives of the Company.

STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2010

	Note	2010 \$	2009 \$
Continuing operations			
Directors' remuneration – cash		(334,829)	(346,286)
Directors' remuneration – share based payments	13	(2,172)	(66,398)
Provision for annual leave		388	(5,677)
Impairment of receivable	9	-	(17,839)
Legal fees		(13,591)	(7,752)
Application fees	9	(6,950)	-
Other administrative expenses	6	(157,694)	(198,663)
Total expenses		(514,848)	(642,615)
Revenue		13,348	39,308
Loss before income tax		(501,500)	(603,307)
Income tax expense		-	-
Loss for the year		(501,500)	(603,307)
Other comprehensive income/(loss)		-	-
Total Comprehensive loss for the year		(501,500)	(603,307)
Basic and diluted loss per share (cents per share)		(0.14)	(0.19)

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION
As at 30 June 2010

	Note	2010	2009
		\$	\$
Assets			
Current assets			
Cash and cash equivalents	8	367,008	607,857
Trade and other receivables	9	38,203	7,707
Prepayment	9	15,181	15,607
Total current assets		<u>420,392</u>	<u>631,171</u>
Non-current Asset			
Plant & equipment	10	<u>1,502</u>	<u>2,911</u>
Total assets		<u>421,894</u>	<u>634,082</u>
Liabilities			
Current liabilities			
Trade and other payables	11	34,072	27,590
Provisions	11	<u>5,289</u>	<u>5,677</u>
Total liabilities		<u>39,361</u>	<u>33,267</u>
Net Assets		<u>382,533</u>	<u>600,815</u>
Equity			
Contributed equity	12	290,255,797	289,974,751
Reserves	13(d)	68,570	66,398
Accumulated losses	13(e)	<u>(289,941,834)</u>	<u>(289,440,334)</u>
Total Equity		<u>382,533</u>	<u>600,815</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2010

	Issued Capital	Share Based Payments Reserve	Option Premium Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$	\$
Balance at 1 July 2009	289,974,751	66,398	-	(289,440,334)	600,815
Loss for the year and total recognised income and expense for the year	-	-	-	(501,500)	(501,500)
Shares issued	290,000	-	-	-	290,000
Options vested	-	2,172	-	-	2,172
Share issue costs	(8,954)	-	-	-	(8,954)
Balance at 30 June 2010	290,255,797	68,570	-	(289,941,834)	382,533

For the year ended 30 June 2009

	Issued Capital	Share Based Payments Reserve	Option Premium Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$	\$
Balance at 1 July 2008	289,970,473	-	987	(288,838,014)	1,133,446
Loss for the year and total recognised income and expense for the year	-	-	-	(603,307)	(603,307)
Options exercised	6,678	-	-	-	6,678
Options expired	-	-	(987)	-	(987)
Options issued	-	66,398	-	-	66,398
Share issue costs	(2,400)	-	-	-	(2,400)
Balance at 30 June 2009	289,974,751	66,398	-	(289,440,334)	600,815

The above statement of changes in equity should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS

For the year ended 30 June 2010

	Note	2010 \$	2009 \$
Cash flows from operating activities			
Payments to suppliers and employees (GST inclusive)		(506,056)	(569,096)
Sale of Goods		1,205	-
Interest received		12,143	39,308
Net cash outflow from operating activities	20	(492,708)	(529,788)
Cash flows from investing activities			
Advances and receivables associated with exploration licence applications		(29,187)	-
Loan to non-related entity	9	-	(17,839)
Payments for plant & equipment	10	-	(4,228)
Net cash inflow from investing activities		(29,187)	(22,067)
Cash flows from financing activities			
Proceeds from issue of share capital	12(b), 12(d)	290,000	6,678
Payment of share issue costs	12(b)	(8,954)	-
Net cash inflow from financing activities		281,046	6,678
Net increase in cash and cash equivalents		(240,849)	(545,177)
Cash and cash equivalents at beginning of the year		607,857	1,153,034
Cash and cash equivalents at end of the financial year		367,008	607,857

The above statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

TVN Corporation Limited is a company limited by shares, incorporated and domiciled in Australia.

The Financial Report of TVN Corporation Limited ("Company") for the year ended 30 June 2010 was authorised for issue in accordance with a resolution of the board of directors on 23 September 2010.

1 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the Financial Report are set out below. These policies have been consistently applied to the years presented, unless otherwise stated.

(a) Basis of preparation

This general purpose Financial Report has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the *Corporations Act 2001* unless stated otherwise.

The Financial Report has been prepared on the basis that the Company is a going concern. The board considers that the Company has sufficient cash resources to meet all operating costs for at least the next twelve months from the date of this report.

It is recommended that this Financial Report be read in conjunction with the public announcements made by TVN Corporation Limited during the year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

Compliance with IFRS

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the Financial Report of TVN Corporation Limited complies with International Financial Reporting Standards (IFRS).

Historical cost convention

These financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Where there are areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, these are disclosed in Note 3.

(b) Revenue recognition

Interest revenue is recognised on a time proportional basis using the effective interest method.

(c) Income tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the national income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred tax is accounted for using the liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and tax losses.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

1 Summary of significant accounting policies (continued)

(d) Cash and cash equivalents

For cash flow statement presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(e) Other receivables

Other receivables are recognised at fair value and subsequently measured at amortised cost, less provision for impairment.

(f) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. The amounts are unsecured and usually paid within 30 days of recognition.

(g) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(h) Contributed equity

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction from the proceeds.

(i) Loss per share

Basic loss per share ("LPS") is calculated by dividing the result attributable to equity holders of the Company by the weighted number of shares outstanding during the year.

Diluted LPS adjusts the figures used in the calculation of basic LPS to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed or known to have been issued in relation to dilutive potential ordinary shares.

(j) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(k) Dividends

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the Company, on or before the end of the financial year but not distributed at balance date.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

1 Summary of significant accounting policies (continued)

(I) New accounting standards and interpretations

The AASB has issued new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods. The Company has decided against early adoption of these standards. A discussion of those future requirements and their impact on the Company follows:

- AASB 9: Financial Instruments and AASB 2009-11; Amendments to Australian Accounting Standards arising from AASB 9 (AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 138, 139, 1023 & 1038 and Interpretations 10 & 121 (applicable for annual reporting periods commencing on or after 1 January 2013).

These standards are applicable retrospectively and amend the classification and measurement of financial assets. The Company has not yet determined the potential impact on the financial statements.

The changes made to accounting requirements include:

- simplifying the classifications of financial assets into those carried at amortised cost and those carried at fair value;
 - simplifying the requirements for embedded derivatives;
 - removing the tainting rules associated with held-to-maturity assets;
 - removing the requirements to separate and fair value embedded derivatives for financial assets carried at amortised cost;
 - allowing an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument; and
 - reclassifying financial assets where there is a change in an entity's business model as they are initially classified based on;
 - a. the objective of the entity's business model for managing the financial assets; and
 - b. the characteristics of the contractual cash flows.
 - AASB 124: Related Party Disclosures (applicable for annual reporting periods commencing on or after 1 January 2011).
- This standard removes the requirement for government related entities to disclose details of all transactions with the government and other government related entities and clarifies the definition of a related party to remove inconsistencies and simplify the structure of the standard. No changes are expected to materially affect the Company.
- AASB 2009-5; Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 5, 8, 101, 107, 117, 118, 136 & 139] (applicable for annual reporting periods commencing from 1 January 2010).
- These standards detail numerous non-urgent but necessary changes to accounting standards arising from the IASB's annual improvements project. No changes are expected to materially affect the Company.
- AASB 2009-8; Amendments to Australian Accounting Standards - Group Cash-settled Share-based Payment Transactions [AASB 2] (applicable for annual reporting periods commencing on or after 1 January 2010).
- These amendments clarify the accounting for group cash-settled share-based payment transactions in the separate or individual financial statements of the entity receiving the goods or services when the entity has no obligation to settle the share-based payment transaction. The amendments incorporate the requirements previously included in Interpretation 8 and Interpretation 11 and as a consequence, these two Interpretations are superseded by the amendments. These amendments are not expected to impact the Company.
- AASB 2009-9: Amendments to Australian Accounting Standards - Additional Exemptions for First-time Adopters [AASB 1] (applicable for annual reporting periods commencing on or after 1 January 2010).
- These amendments specify requirements for entities using the full cost method in place of the retrospective application of Australian Accounting Standards for oil and gas assets, and exempt entities with existing leasing contracts from reassessing the classification of those contracts in accordance with Interpretation 4 when the application of their previous accounting policies would have given the same outcome. These amendments are not expected to impact the Company.

NOTES TO THE FINANCIAL STATEMENTS
30 June 2010

1 Summary of significant accounting policies (continued)

(l) New accounting standards and interpretations (continued)

- AASB 2009-10: Amendments to Australian Accounting Standards - Classification of Rights Issues] AASB 132] applicable for annual reporting periods commencing on or after 1 February 2010).

These amendments clarify that rights, options or warrants to acquire a fixed number of an entity's own equity instruments for a fixed amount in any currency are equity instruments if the entity offers the rights, options or warrants pro-rata to all existing owners of the same class of its own non-derivative equity instruments. These amendments are not expected to impact the Company.

- AASB 2009-12: Amendments to Australian Accounting Standards [AASBs 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052] (applicable for annual reporting periods commencing on or after 1 January 2011).

This standard makes a number of editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of International Financial Reporting Standards by the IASB. The standard also amends AASB 8 to require entities to exercise judgment in assessing whether a government and entities known to be under the control of that government are considered a single customer for the purposes of certain operating segment disclosures. These amendments are not expected to impact the Company.

- AASB 2009-13: Amendments to Australian Accounting Standards arising from Interpretation 19 [AASB 1] (applicable for annual reporting periods commencing on or after 1 July 2010).

This standard makes amendments to AASB 1 arising from the issue of Interpretation 19. The amendments allow a first-time adopter to apply the transitional provisions in Interpretation 19. This standard is not expected to impact the Company.

- AASB 2009-14: Amendments to Australian Interpretation - Prepayments of a Minimum Funding Requirement [AASB interpretation 14] (applicable for annual reporting periods commencing on or after 1 January 2011).

This standard amends Interpretation 14 to address unintended consequences that can arise from the previous accounting requirements when an entity prepays future contributions into a defined benefit pension plan. This standard will not impact the Company.

- AASB Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments (applicable for annual reporting periods commencing on or after 1 July 2010).

This Interpretation deals with how a debtor would account for the extinguishment of a liability through the issue of equity instruments. The Interpretation states that the issue of equity should be treated as the consideration paid to extinguish the liability, and the equity instruments issued should be recognised at their fair value unless fair value cannot be measured reliably in which case they shall be measured at the fair value of the liability extinguished. The Interpretation deals with situations where either partial or full settlement of the liability has occurred. This Interpretation is not expected to impact the Company.

The Company does not anticipate the early adoption of any of the above Australian Accounting Standards.

2 Financial risk management

Risk management is the role and responsibility of the board.

The Company's current activities expose it to minimal risk. However, as activities increase there may be exposure to interest rate, market, credit, and liquidity risks.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

2 Financial risk management (continued)

(a) Interest Rate Risk

The Company's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted Average Interest Rate	Floating Interest Rate	Non- interest Bearing	Total
2010				
Financial Assets:			\$	\$
Cash and cash equivalents	3.03%	317,469	49,539	367,008
Trade & other receivables		-	38,203	38,203
Total Financial Assets		317,469	87,742	405,211
Financial Liabilities				
Payables		-	34,072	34,072
Total Financial Liabilities		-	34,072	34,072
Net Financial Assets		316,264	53,670	369,934
2009				
Financial Assets:		\$	\$	\$
Cash and cash equivalents	4.62%	514,188	93,669	607,857
Trade and other receivables		-	7,707	7,707
Total Financial Assets		514,188	101,376	615,564
Financial Liabilities				
Payables		-	22,519	22,519
Total Financial Liabilities		-	22,519	22,519
Net Financial Assets		514,188	78,857	593,045

The Company's income and operating cash flows are subject to changes in the market rates. However, changes in interest rates will not have a material impact on profitability or operating cash flows. A movement in interest rates at 30 June of +/- 100 basis points will result in less than a +/- \$4,000 impact on the Company's income and operating cash flows (2009:\$6,000). The Company does not hedge against interest rate risk.

(b) Market risk

The Company is not exposed to equity securities price risk as it holds no investments in securities classified on the balance sheet either as available-for-sale or at fair value through profit or loss; or to commodity price risk.

(c) Credit risk

The Company has no significant concentration of credit risk and as such, no sensitivity analysis is prepared by the Company.

(d) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash to meet commitments as and when they fall due. The Company manages liquidity risk by preparing forecasts and monitoring actual cash flows and requirements for future capital raisings. The Company does not have committed credit lines available, which is appropriate given the nature of its operations. Surplus funds are invested in a cash management account with Westpac Banking Corporation which is available as required.

The material liquidity risk for the Company is the ability to raise equity in the future. The Company has current funds that are sufficient to fund the operations until at least 31 December 2011. In the past, including the immediate past, the Company has raised sufficient capital to fund its operations but is however, at the risk of financial markets to fund the operation beyond 31 December 2011.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

2 Financial risk management (continued)

(e) Effective interest rate and repricing analysis

Cash and cash equivalents are the only interest bearing financial instruments of the Company.

3 Critical accounting estimates and judgements

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

The issue of options to the recipient directors during the year required judgements to be made on the inputs in calculating the fair value of these share based payments.

Share based payments

The Company measures the cost of equity settled transactions with directors and employees by reference to the fair value of the equity instruments at the date at which they are granted. The assessed fair value of the options at the grant date is allocated equally over the period from the grant date to the vesting date. The fair value at the grant date is determined using the Black Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at the grant date, the expected price volatility of the underlying share, the expected dividend yield, and the risk-free interest rate for the term of the option. The fair value calculation and inputs to the Black Scholes model are shown at Note 13(d).

4 Segment information

Business and geographical segments

The Company operates in the online sales industry, is domiciled in Australia and operates within Australia. As such, no segment information is prepared by the Company. With the exploration licence applications made in respect to iron ore and manganese targets in Western Australia, the Company will operate in the resources sector if and when the exploration licences are granted.

Operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the chief operating decision maker which, for the Company, is the Board of Directors. In this regard, such information is provided using similar measures to those used in preparing the statement of comprehensive income and statement of financial position.

5	Revenue	2010	2009
		\$	\$
	Sale of Goods	1,205	-
	Interest earned	12,143	39,308
	Total Revenue	<u>12,143</u>	<u>39,308</u>
6	Other Administrative Expenses	2010	2009
		\$	\$
	ASX & ASIC fees	(10,451)	(10,009)
	Audit & accounting fees	(34,262)	(29,744)
	Consulting fees	(9,749)	(40,113)
	Insurance	(18,893)	(18,038)
	Office rent and utilities	(34,515)	(34,944)
	Share registry fees	(11,132)	(16,956)
	Travel and accommodation	(21,805)	(35,538)
	Website design & maintenance	(4,915)	(412)
	General	(11,972)	(12,909)
	Total expenses	<u>(157,694)</u>	<u>(198,663)</u>

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

7 Income tax

(a) Numerical reconciliation of income tax expense to prima facie tax payable		2010	2009
		\$	\$
Loss before income tax expense		(501,500)	(603,307)
Tax at the Australian tax rate of 30% (2009: 30%)		(150,450)	(180,992)
Tax effect of amounts which are not deductible (Allowable) in calculating taxable income:			
Non-deductible expenses		1,591	45,996
Loan impairment		-	5,352
Net expenses allowable in current year but not previous year		-	(2,502)
Tax effect of amounts deductible over more than one years		(14,539)	(14,423)
Tax losses not recognised		163,398	146,569
Income tax expense		-	-
(b) Tax losses		2010	2009
		\$	\$
Unused tax losses for which no deferred tax asset has been recognised		1,576,310	1,031,647
Potential tax benefit at 30%		472,893	309,494

All unused tax losses were incurred by the Australian entity. Current tax losses have not been recognised as a deferred tax asset as recoupment is dependent on, amongst other matters, sufficient future assessable income being earned. That is not considered certain in the foreseeable future and accordingly there is uncertainty that the losses can be utilised.

(c) Deferred tax assets		2010	2009
		\$	\$
Losses available to offset against future taxable income		472,893	309,494
Capital raising costs		34,954	34,954
Accruals		3,600	2,700
Provisions		(116)	7,055
Deferred tax assets not brought to account as realisation not probable		(511,330)	(354,203)
Deferred tax assets recognised in the balance sheet		-	-

8 Current assets – cash and cash equivalents		2010	2009
		\$	\$
Cash at bank and in hand		367,008	607,857

These accounts for cash at bank are interest bearing with a current floating interest rate of 3.70% per annum at balance date (2009: 2.80%).

9 Current assets – other current assets		2010	2009
		\$	\$
Receivable - GST refund		9,016	7,707
Prepayment - Insurance		15,180	15,607
Advances		29,187	-
Loan to non-related entity		-	17,839
Impairment		-	(17,839)
		53,383	23,314

The Company has lodged applications with the Department of Petroleum and Mining for exploration licences in respect to iron ore and manganese targets in Western Australia. The fees and advances on those applications include the application fees of \$6,950 (expensed in the Statement of Comprehensive Income) and advances of \$29,187, which advances are either:

1. applied to the annual rentals on grant of the licences (with GST applied thereto); or
2. returned to the Company if an application is not granted or withdrawn.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

9 Current assets – other current assets (continued)

In 2009 the Company made a US\$50,000 loan to fund the working capital of an unrelated entity whilst the Company assessed an asset acquisition opportunity. The loan was reduced from realisation of secured income. However, the directors of the Company have formed the view that the balance of the loan should be impaired as there is no reasonable certainty of repayment.

Other receivables are not past due and no impairment is required.

10 Non-current asset - Plant & Equipment	2010 \$	2009 \$
Opening book value	-	-
Addition at cost	4,228	4,228
Depreciation charge	(2,726)	(1,317)
Closing book value	<u>1,502</u>	<u>2,911</u>
Cost or fair value	4,228	4,228
Accumulated Depreciation	(2,726)	(1,317)
Net book value	<u>1,502</u>	<u>2,911</u>

11 Current liabilities – trade and other payables	2010 \$	2009 \$
Trade, other payables and accruals	21,777	22,519
Employee entitlement – Provision for annual leave	5,289	5,677
Superannuation	1,816	-
PAYG Withholding Tax	10,479	5,071
	<u>39,361</u>	<u>33,267</u>

12 Contributed equity	2010 Shares	2010 \$	2009 Shares	2009 \$
(a) Issued share capital				
Ordinary shares fully paid	378,901,442	290,255,799	320,901,442	289,975,951

(b) Movement in ordinary share capital

For the year ended 30 June 2010

Date	Details	Number of shares	Issue price	\$
01/07/09	Opening Balance	320,901,442		289,974,751
18/03/10	Placement	48,000,000	\$0.005	240,000
13/04/10	Placement	10,000,000	\$0.005	50,000
	Cost of share issues			(8,954)
30/06/2010	Balance	<u>378,901,442</u>		<u>290,255,797</u>

For the year ended 30 June 2009

Date	Details	Number of shares	Issue price	\$
01/07/08	Opening Balance	320,233,677		289,970,473
11/07/08	Options Exercised	639,538	\$0.01	6,396
02/01/09	Options Exercised	28,227	\$0.01	282
	Cost of share issue	-		(2,400)
30/06/2009	Balance	<u>320,901,442</u>		<u>289,974,751</u>

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

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

13 Options, reserves and accumulated losses

	2010 Options	2010 \$	2009 Options	2009 \$
(a) Options	86,000,000	66,398	28,000,000	66,398

There are no voting rights attached to the options.

(b) Movement in options

For the year ended 30 June 2010

Date	Details	Number of options	Issue price	\$
30/06/2009	Opening Balance	28,000,000		66,398
18/03/2010	Options issued	48,000,000	-	-
13/04/2010	Options issued	10,000,000	-	-
30/06/2010	Balance	86,000,000		66,398

For the year ended 30 June 2009

Date	Details	Number of options	Fair value Issue price	\$
30/06/2008	Opening Balance	143,033,630		987
Various	Options exercised	(667,765)		
31/12/2008	Options expired	(142,365,865)		(987)
27/11/2008	Options issued	28,000,000	0.0024	66,398
30/06/2009	Balance	28,000,000		66,398

The options granted on 18 March 2010 and 13 April 2010 were issued free with the placements made on November 2009 and 13 April 2010 respectively. The terms of these options are:

- (a) Each Option gives the Optionholder the right to subscribe for one Share. To obtain the right given by each Option, the Optionholder must exercise the Options in accordance with the terms and conditions of the Options.
- (b) The Options will expire at 5:00 pm (WST) on 31 December 2011 (Expiry Date). Any Option not exercised before the Expiry Date will automatically lapse on the Expiry Date.
- (c) The amount payable upon exercise of each Option will be \$0.01 (Exercise Price).
- (d) The Options held by each Optionholder may be exercised in whole or in part, and if exercised in part, multiples of 1,000 must be exercised on each occasion.
- (e) An Optionholder may exercise their Options by lodging with the Company, before the Expiry Date:
 - (i) a written notice of exercise of Options specifying the number of Options being exercised; and
 - (ii) a cheque or electronic funds transfer for the Exercise Price for the number of Options being exercised; (Exercise Notice).
- (f) An Exercise Notice is only effective when the Company has received the full amount of the Exercise Price in cleared funds.
- (g) Within 10 Business Days of receipt of the Exercise Notice accompanied by the Exercise Price, the Company will allot the number of Shares required under these terms and conditions in respect of the number of Options specified in the Exercise Notice.
- (h) The Options are not transferable.
- (i) All Shares allotted upon the exercise of Options will upon allotment rank pari passu in all respects with other Shares.
- (j) The Company will not apply for quotation of the Options on ASX. However, The Company will apply for quotation of all Shares allotted pursuant to the exercise of Options on ASX within 10 Business Days after the date of allotment of those Shares.
- (k) If at any time the issued capital of the Company is reconstructed, all rights of an Optionholder are to be changed in a manner consistent with the Corporations Act and the ASX Listing Rules at the time of the reconstruction.
- (l) There are no participating rights or entitlements inherent in the Options and Optionholders will not be entitled to participate in new issues of capital offered to Shareholders during the currency of the Options. However, the Company will ensure that for the purposes of determining entitlements to any such issue, the record date will be at least 6 Business Days after the issue is announced to give Optionholders the opportunity to exercise their Options prior to the date for determining entitlements to participate in any such issue.
- (m) An Option does not confer the right to a change in exercise price or a change in the number of underlying securities over which the Option can be exercised.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

13 Options, reserves and accumulated losses (continued)

The terms of the options granted on 27 November 2008 are as follows:

1. each option entitles the holder, when exercised, to one (1) share;
2. the options are exercisable at any time on or before 30 September 2012;
3. the exercise price of the options is 2 cents each;
4. subject to the *Corporations Act 2001*, the Constitution and the ASX Listing Rules, the options are fully transferable;
5. the options are exercisable by delivering to the registered office of the Company a notice in writing stating the intention of the option holder to exercise a specified number of options, accompanied by an option certificate, if applicable, and a cheque made payable to the Company for the subscription monies due, subject to the funds being duly cleared funds. The exercise of only a portion of the options held does not affect the holder's right to exercise the balance of any options remaining;
6. all shares issued upon exercise of the options will rank *pari passu* in all respects with the Company's then issued shares;
7. there are no participating rights or entitlements inherent in the options and holders will not be entitled to participate in new issues of options to shareholders during the currency of the options. However, the Company will ensure that, for the purpose of determining entitlements to any issue, option holders will be notified of the proposed issue at least seven (7) business days before the record date of any proposed issue. This will give option holders the opportunity to exercise the options prior to the date for determining entitlements to participate in any such issue;
8. in the event of any reconstruction (including consolidation, subdivision, reduction or return of capital) of the issued capital of the Company prior to the expiry date of the options, all rights of the option holder will be varied in accordance with the ASX Listing Rules; and
9. in the event the Company makes a pro rata issue of securities, the exercise price of the options will change in accordance with the formula set out in ASX Listing Rule 6.22.2.

(c) Option premium reserve

	30 June 2010		30 June 2009	
Options exercisable at 1 cent expired 31 December 2008	Number of options	\$	Number of options	\$
Opening balance	-	-	143,033,630	987
Exercised	-	-	(667,765)	(13)
Cancelled on expiry	-	-	(142,365,865)	-
Balance	-	-	-	-

	30 June 2010		30 June 2009	
Options exercisable at 1 cent between the vesting date and expiry date	Number of options	\$	Number of options	\$
Opening balance	-	-	-	-
Issued during period	58,000,000	-	-	-
Exercised during the period	-	-	-	-
Balance	58,000,000	-	-	-

58,000,000 options exercisable at 1 cent on or before 31 December 2011 were issued free with capital raisings.

142,365,865 options exercisable on or before 31 December 2008 were not exercised by the option holders and expired on that date.

(d) Share based payments reserve

	30 June 2010		30 June 2009	
Options exercisable at 2 cents between the vesting date and expiry date	Number of options	\$	Number of options	\$
Opening balance	28,000,000	66,398	-	-
Expensed during period	-	2,172	28,000,000	66,398
Exercised during the period	-	-	-	-
Balance	28,000,000	68,570	28,000,000	66,398

NOTES TO THE FINANCIAL STATEMENTS
30 June 2010
13 Options, reserves and accumulated losses (continued)
(d) Share based payments reserve (continued)

25,000,000 and 3,000,000 options were issued to the directors, Chris Mardon and Gerry Fahey, respectively, (inclusive of 15,000,000 options issued to related parties of Chris Mardon) following shareholder approval at the annual general meeting held on 27 November 2008. The assessed fair value of the options at the grant date is allocated equally over the period from the grant date to the vesting date. The fair value is determined using a Black Scholes model and applying the following assumptions:

Director	Chris Mardon	Gerry Fahey
Exercise price	2 cents	2 cents
No of options	25,000,000	3,000,000
Grant date	27 November 2008	27 November 2008
Vesting date	28 March 2009	25 September 2009
Expiry Date	30 September 2012	30 September 2012
Share Price at grant date	0.5 of 1 cent	0.5 of 1 cent
Risk-free interest rate	5.25%	5.25%
Volatility	103.9%	103.9%
Fair value at grant date	0.24 of 1cent	0.24 of 1cent

Nature and Purpose of Reserves

The option premium reserve arises pursuant to an issue of options pursuant to a capital raising.

The share based payments reserve arises pursuant to an issue of shares or options as consideration for a service or an acquisition transaction.

(e) Accumulated losses	2010	2009
	\$	\$
Movements in accumulated losses were as follows:		
Opening Balance	(289,440,334)	(288,838,014)
Loss for the year	(501,500)	(603,307)
Options expired	-	987
Balance	(289,941,834)	(289,440,334)

14 Dividends

There were no dividends recommended or paid during the financial year.

15 Key management personnel disclosures
(a) Key management personnel compensation

	2010	2009
	\$	\$
Short-term employee benefits	340,265	340,575
Post-employment benefits	11,105	28,486
Share based payments	2,172	66,398
	353,542	435,459

Detailed remuneration disclosures are provided in sections 1 to 4 of the Remuneration Report in the Directors' Report at pages 6 to 11.

NOTES TO THE FINANCIAL STATEMENTS

30 June 2010

15 Key management personnel disclosures (continued)

(b) Equity instrument disclosures relating to key management personnel

(i) Option holdings

The numbers of options over ordinary shares in the Company held during the financial year by each director of TVN Corporation Limited, including their personally related parties, are set out below:

2010

Directors	Balance at the start of the year	Granted during the year	Other changes	Balance at the end of the year	Vested and exercisable at the end of the year
Ian Hobson (resigned 20 April 2010)	-	-	-	-	-
Chris Mardon	25,000,000	8,000,000	-	33,000,000	33,000,000
Gerry Fahey	3,000,000	2,000,000	-	5,000,000	5,000,000
Hugh Warner (appointed 20 April 2010)	-	-	12,000,000	12,000,000	12,000,000
	28,000,000	10,000,000	12,000,000	50,000,000	50,000,000

The options granted during the year were issued free with a share placement.

Hugh Warner was appointed as a director during the year. The options held on appointment are shown in "Other changes during the year".

No options are vested and un-exercisable at the end of the reporting period.

There were no options granted during the reporting period as compensation.

2009

Directors	Balance at the start of the year	Granted during the year	Other changes	Balance at the end of the year	Vested and exercisable at the end of the year
Ian Hobson	2,333,333	-	(2,333,333)	-	-
Jonathan Pager	3,315,838	-	(3,315,838)	-	-
Chris Mardon	-	25,000,000	-	25,000,000	25,000,000
Gerry Fahey	-	3,000,000	-	3,000,000	-
	5,649,171	28,000,000	(5,649,171)	28,000,000	25,000,000

The options granted during the year were share based payments.

No options are vested and un-exercisable at the end of 2009.

(ii) Share holdings

The numbers of shares in the Company held during the financial year by each director of TVN Corporation Limited, including their personally related parties, are set out below:

2010 Directors	Balance at the start of the year	Granted during the year	Other changes during the year	Balance at the end of the year
Ian Hobson (resigned 20 April 2010)	4,000,000	-	(4,000,000)	-
Chris Mardon	-	8,000,000	-	8,000,000
Gerry Fahey	-	2,000,000	-	2,000,000
Hugh Warner (appointed 20 April 2010)	-	-	38,205,528	38,205,528
	4,000,000	10,000,000	34,205,528	48,205,528

There were no shares granted during the reporting period as compensation.

Hugh Warner was appointed as a director and Ian Hobson resigned as a director during the year. The shares held on appointment and resignation are shown in "Other changes during the year".

NOTES TO THE FINANCIAL STATEMENTS
30 June 2010
15 Key management personnel disclosures (continued)**(b) Equity instrument disclosures relating to key management personnel (continued)**

2009	Balance at the start	Other changes	Balance at the
Directors	of the year	during the year	end of the year
Ian Hobson	4,000,000	-	4,000,000
Jonathan Pager	2,447,515	(2,447,515)	-
Chris Mardon	-	-	-
Gerry Fahey	-	-	-
	6,447,515	(2,447,515)	4,000,000

There were no shares granted during the 2009 year as compensation.

16 Remuneration of auditors

2010	2009
\$	\$

During the year the following fees (exclusive of GST) were paid or payable for services provided by the auditor of the Company:

Audit services

Audit and review of financial report and other audit work under the Corporations Act 2001

18,018	15,018
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Non-audit services

Other services provided by an entity associated with the auditor

Total remuneration for audit services

-	-
18,018	15,018

17 Commitments

There is no capital expenditure contracted for at the reporting date that has not been recognised as a liability.

18 Related party transactions**(a) Key management personnel**

Disclosures relating to key management personnel are set out in Note 15 and the detailed remuneration disclosures to the Directors' Report.

(b) Transaction with related parties

Anglo Pacific Ventures Pty Ltd, a company associated with Hugh Warner, charges the Company for office accommodation on normal commercial terms and conditions. Anglo Pacific Ventures Pty Ltd was paid \$30,000 for the current year (2009:\$30,000).

During 2009 the Company engaged CSA Australia Pty Ltd t/as GSA Global, a company related to Gerry Fahey, as a consultant on normal commercial terms and conditions to assess a potential project acquisition. CSA Global was paid \$37,656 excluding GST for those services.

(c) Outstanding balances arising from sales / purchases of goods and services

There were no outstanding balances at the reporting date in relation to transactions with related parties during the year.

NOTES TO THE FINANCIAL STATEMENTS
30 June 2010
19 Events occurring after the balance sheet date

Other than a share placement of 60,000,000 ordinary shares made on 23 September 2010 to raise \$300,000 (before costs and subject to shareholder approval to issue 20,000,000 shares to the director, Hugh Warner, and a related party to Hugh Warner), since 30 June 2010 there has been no matter or circumstance that has arisen, that has significantly affected, or may significantly affect:

- (i) the Company's operations in future financial years, or
- (ii) the results of those operations in future financial years, or
- (iii) the Company's state of affairs in future financial years.

20 Reconciliation of comprehensive loss after income tax to net cash outflow from operating activities

	2010	2009
	\$	\$
Comprehensive loss for the year	(501,500)	(603,307)
Depreciation	1,409	1,317
Share based payment	2,172	66,398
Impairment provision	-	17,839
Provision for annual leave	(388)	5,677
Changes in operating assets and liabilities:		
Increase/(Decrease) in trade and other payables	6,482	(26,755)
Decrease / (Increase) in receivables & prepayments	(883)	9,043
Net cash outflow from operating activities	<u>(492,708)</u>	<u>(529,788)</u>

21 Loss per share

	2010	2009
	Cents	Cents
(a) Basic loss per share		
Loss from continuing operations attributable to the ordinary equity holders of the Company	(0.14)	(0.19)
(b) Diluted loss per share		
	2010	2009
	Cents	Cents
Loss from continuing operations attributable to the ordinary equity holders of the Company	(0.14)	(0.19)

As the Company made a loss for the year ended 30 June 2010, the options on issue have no dilutive effect, and therefore diluted loss per share is equal to basic loss per share.

(c) Reconciliation of loss used in calculating loss per share

	2010	2009
	\$	\$
<i>Basic loss per share</i>		
Loss from continuing operations attributable to the ordinary equity holders of the Company	(501,500)	(603,307)
<i>Diluted loss per share</i>		
Loss from continuing operations attributable to the ordinary equity holders of the Company	(501,500)	(603,307)

(d) Weighted average number of shares used as the denominator

	2010	2009
	Number	Number
Weighted average number of ordinary shares used as the denominator in calculating basic loss per share	351,865,826	320,868,016
Adjustments for calculation of diluted loss per share – Options	-	-
Weighted average number of ordinary shares and potential ordinary shares used as the denominator in calculating diluted loss per share	<u>351,865,826</u>	<u>320,868,016</u>

NOTES TO THE FINANCIAL STATEMENTS
30 June 2010

21 Loss per share (continued)

(e) Information concerning the classification of securities

Options

Options are considered to be potential ordinary shares but have not been included in the determination of diluted loss per share as a loss was incurred and the options are unlikely to be exercised given that the exercise price is currently higher than the ASX quoted share price. The options have not been included in the determination of basic loss per share.

DIRECTORS' DECLARATION
30 June 2010

In the directors' opinion:

- (a) the financial statements and notes set out on pages 19 to 37 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Company's financial position as at 30 June 2010 and of its performance for the financial year ended on that date; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable,
- (c) the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board; and
- (d) the audited remuneration disclosures set out on pages 6 to 11 of the Directors' Report comply with accounting standard AASB 124 Related Party Disclosures and the *Corporations Regulations 2001*.

The directors acting in the capacity of Chief Executive Officer and Chief Financial Officer have given the declarations required by Section 295(A) of the *Corporations Act 2001*.

This declaration is made in accordance with a resolution of the directors.



Chris Mardon
Director

Perth
23 September 2010

Stantons International

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TVN CORPORATION LIMITED

Report on the Financial Report

We have audited the accompanying financial report of TVN Corporation Limited, which comprises the statement of financial position as at 30 June 2010, and the statement of comprehensive income, statement of changes in equity and statement of cashflows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

Directors' responsibility for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the 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. In note 1(a), the directors also state, in accordance with Australian Accounting Standard AASB 101 Presentation of Financial Statements, that the financial report of the Company, comprising the financial statements and notes, complies with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001.

Auditor's opinion on the financial report

In our opinion:

- (a) the financial report of TVN Corporation Limited is in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's financial position as at 30 June 2010 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.
- (b) the financial report of the Company also complies with International Financial Reporting Standards as disclosed in note 1.

Report on the Remuneration Report

We have audited the remuneration report included in pages 6 and 11 of the directors' report for the year ended 30 June 2010. The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards

Auditor's opinion

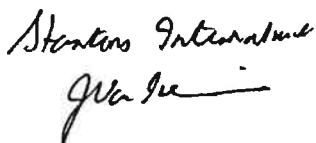
In our opinion the remuneration report of TVN Corporation Limited for the year ended 30 June 2010 complies with section 300 A of the Corporations Act 2001.

Inherent Uncertainty Regarding Going Concern

Without qualification to the opinion expressed above, attention is drawn to the following matters:

As referred to in Note 1 to the financial statements, the financial statements have been prepared on the going concern basis. At 30 June 2010 the entity had working capital of \$381,031 and had incurred a loss for the year of \$501,500. The ability of the entity to continue as a going concern is subject to the successful recapitalisation of the Company. In the event that the Board is not successful in recapitalising the Company and in raising further funds, the entity may not be able to continue in its present form and may not be able to meet its planned commitments.

STANTONS INTERNATIONAL
(An Authorised Audit Company)



J P Van Dieren
Director

West Perth, Western Australia
23 September 2010

ASX Additional Information

Additional Information required by the Australian Securities Exchange Limited Listing Rules and not disclosed elsewhere in this report is set out below.

The shareholder information was applicable as at 16 September 2009.

(a) Substantial Shareholders

The number of shares held by substantial shareholders and their associates are:

Name	Number Held	Percentage of Issued Shares
Batavia Capital Pty Ltd	26,307,090	6.85
A Gribble	26,307,090	6.85
Invictus Capital Pty Ltd	26,307,090	6.85
Elliot Holdings Pty Ltd – H & D Warner	38,205,528	9.91
Tisia Nominees Pty Ltd	20,545,519	5.35

(b) Voting Rights

Ordinary Shares

On a show of hands every member present at a meeting of shall have one vote and upon a poll each share shall have one vote.

Options

There are no voting rights attached to the unquoted options

(c) Distribution of Equity Security Holders

Category	Ordinary Fully Paid Shares	% Issued Capital
1 – 1,000	123,763	0.03
1,001 – 5,000	792,588	0.21
5,001 – 10,000	371,250	0.10
10,001 – 100,000	5,787,075	1.51
100,001 and over	376,826,766	98.15
Total	383,901,442	100.00

There were 948 holders of less than a marketable parcel of ordinary shares.

(d) Equity Security Holders

The names of the twenty largest holders of quoted equity securities are listed below:

Name	Number Held	Percentage of Issued Shares
Elliot Holdings Pty Ltd	33,205,528	8.65
Batavia Capital Pty Ltd	26,307,090	6.85
A Gribble	26,307,090	6.85
Invictus Capital Pty Ltd	26,307,090	6.85
TISIA Nominees Pty Ltd	20,545,519	5.35
Holloway Cove Pty Ltd	12,066,081	3.14
Celtic Capital Pty Ltd	9,469,707	2.47
JP Thompson	8,811,207	2.30
HSBC Custody Nominees (Australia) Limited	8,279,132	2.16
Polfam Pty Ltd	8,150,000	2.12
GA Mardon	8,000,000	2.08
B McCubbing	8,000,000	2.07
V & RL Brizzi	6,655,000	1.73
Castella Pty Ltd	6,651,250	1.73
United Equity Partners Pty Ltd	5,947,515	1.55
Corporate-Starboard Pty Ltd	5,000,000	1.30
H & D Warner & DM Warner	5,000,000	1.30
Kimbriki Nominees Pty Ltd	4,800,000	1.25
Bannaby Investments Pty Ltd	4,589,011	1.03
	246,091,220	64.10

ASX Additional Information (continued)

(e) Unquoted Equity Security Holders

The names of the holders of the unquoted options exercisable at 2 cents on or before 31 September 2012 are listed below:

Name	Number Options Held	Percentage of Options
CG Mardon	10,000,000	35.713
GA Mardon	10,000,000	35.713
CG Mardon & GA Mardon ATFT CG and GA Mardon Superannuation Fund	5,000,000	17.857
GJ Fahey	3,000,000	10.714
	28,000,000	100.000

The names of the holders of the unquoted options exercisable at 1 cent on or before 31 December 2011 are listed below:

Name	Number Options Held	Percentage of Options
Elliot Holdings Pty Ltd	12,000,000	20.689
Tisia Nominees Pty Ltd	12,000,000	20.689
Christopher George Mardon	8,000,000	13.793
Dirk Van Der Struyf	3,000,000	5.172
Nicholas Draper	3,000,000	5.172
Andrew Gribble	3,000,000	5.172
Brian McCubbing	2,000,000	3.448
Quebec Nominees Pty Ltd	2,000,000	3.448
James Peter Thompson	2,000,000	3.448
Weighbridge Trust Limited	2,000,000	3.448
Talltree Holdings Pty Ltd	2,000,000	3.448
Gerard Justin Fahey	2,000,000	3.448
James Pratt	2,000,000	3.448
JK Nominees	2,000,000	3.448
Gillian Fairweather	1,000,000	1.724
	58,000,000	100.000