



**Company Announcements Office
Australian Stock Exchange
4th Floor, 20 Bridge Street
Sydney NSW**

24 February 2011

Dear Sir/Madam

Please find following the Appendix 4D and Half-Year Financial Report of Ambertech Limited for the period ended 31 December 2010.

Kind regards

**Robert Glasson
Company Secretary**



Ambertech Limited and Controlled Entities
ACN 079 080 158

Appendix 4D and Half Year Report
Period Ended 31 December 2010

For Immediate Release 24 February 2011

Results for Announcement to the market
Further Explanation of the Results
Outlook for the business
Financial Data
Half Year Financial Report



Results for Announcement to the Market

For the period ended 31 December 2010

Key Information

The following information is provided to the ASX under listing rule 4.2A.

	31 Dec 10 \$'000	31 Dec 09 \$'000	Movement \$'000 %	
Revenue from ordinary activities	36,296	37,889	(1,593)	(4.2)
Profit after income tax for the period attributable to members	610	2,008	(1,398)	(69.6)

Dividends

	Amount per security	Franking %
Interim dividend declared	0.5 cents	100%
Record date for interim dividend		16 March 2011
Payment date for interim dividend		31 March 2011

The Board has established a dividend reinvestment plan, whereby Shareholders may elect (subject to the rules of the plan) to reinvest dividends payable by Ambertech Limited to the shareholder. The Board has determined not to invoke the plan for the interim dividend in respect of the 31 December 2010 half-year

Dividend History

Interim dividends

In respect of the half-year ended 31 December 2010	Nil	100%
In respect of the half-year ended 31 December 2009	3.5 cents	100%

Final Dividends

In respect of the year ended 30 June 2010	Nil	100%
In respect of the year ended 30 June 2009	2.0 cents	100%

Key Ratios

	31 Dec 10	31 Dec 09
Net tangible assets per security	57.5c	60.8c

Further Explanation of the results follows in the attached commentary and Half Year Financial Report



Further Explanation of the Results

For the period ended 31 December 2010

Segment Results

Lifestyle Entertainment Segment

Sales revenue down 7.1% to \$22,065,000 (Dec 09: \$23,744,000). **EBIT** down 60.2% to \$841,000 (Dec 09: \$2,112,000).

Ambertech's lifestyle entertainment segment distributes leading brands through a variety of channels. For the period under review, the retail sector, in particular, continued to provide some challenges for our business. Whilst the result is disappointing when compared to the previous corresponding period, the trend from the second half of the 2009/10 financial year is positive and we continue to focus on restoring revenue and profit growth to this segment.

Professional Segment

Sales revenue up 2.2% to \$13,090,000 (Dec 09: \$12,802,000). **EBIT** up 54.6% to \$603,000 (Dec 09: \$390,000).

Ambertech's professional segment continues to enhance its reputation as a preferred supplier of high technology equipment in Australia. Results for the period were encouraging with increases in sales revenue and profits over the previous corresponding period. The current period has seen the release of funding provided for capital style projects, and this is reflected the positive trend in results.

New Zealand Segment

Sales revenue down 11.4% to \$1,270,000 (Dec 09: \$1,432,000). **EBIT** down 566.7% to \$(84,000) (Dec 09: \$18,000).

Ambertech's New Zealand operation has historically been project driven and the result for the period reflects the timing of project work being delayed. We are focused on expanding our product offerings in New Zealand and leveraging more off our Australian operations in order to restore profitability to this segment.

Outlook for the business

The Board and management of Ambertech are focused on returning the business to more consistent revenue and profit results. During the second half of the financial year we are continuing to fine-tune aspects of the business to facilitate growth in existing and new markets.

On behalf of the Board

Robert Glasson
Company Secretary



Financial Data

	31 Dec 10 \$'000	31 Dec 09 \$'000	Movement \$'000 %	
Sales Revenue				
Lifestyle Entertainment	22,065	23,744		
Professional	13,090	12,802		
New Zealand	1,270	1,432		
Inter-segment	(138)	(92)		
Total Sales Revenue	36,287	37,886	(1,599)	(4.2)
Segment Result				
Lifestyle Entertainment	841	2,112		
Professional	603	390		
New Zealand	(84)	18		
Unallocated/Corporate	(298)	449		
Earnings before interest and tax (EBIT)	1,062	2,969	(1,907)	(64.2)
Net interest	(251)	(162)		
Net profit before tax	811	2,807	(1,996)	(71.1)
Income tax expense	(201)	(799)		
Net profit for the period	610	2,008	(1,398)	(69.6)
Key Ratios				
EBIT/Sales	2.9%	7.8%		
Inventory/Sales	21.2%	20.2%		
Receivables/Sales	14.0%	14.9%		
Basic earnings per share	2.0c	6.6c		

For further information, please contact our Company Secretary, Mr Robert Glasson.



AMBERTECH LIMITED AND CONTROLLED ENTITIES
ACN 079 080 158

HALF-YEAR FINANCIAL REPORT
PERIOD ENDED 31 DECEMBER 2010

AMBERTECH LIMITED AND CONTROLLED ENTITIES
ACN 079 080 158
DIRECTORS' REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

Your directors submit the financial report of the consolidated entity comprising Ambertech Limited and the entities it controlled for the half-year ended 31 December 2010.

Directors

The names of the directors who held office during or since the end of the half-year:

Peter Francis Wallace
Peter Andrew Amos
Edwin Francis Goodwin
Thomas Robert Amos
David Rostil Swift

Review of Operations

A review of the operations of the consolidated entity during the half-year and the results of these operations are set out in the attached Appendix 4D.

Results of Operations

The consolidated profit after providing for income tax for the period ended 31 December 2010 was \$610,000 down 69.6% on the previous corresponding period. Revenue for the period was \$36,296,000 down 4.2% on the previous corresponding period. Further information on the operating results are included in the attached Appendix 4D.

Dividend

On 23 February 2011, the Board of Directors declared a fully franked dividend of 0.5 cents per ordinary share. The record date is 16 March 2011 and the dividend will be paid on 31 March 2011.

Rounding of Amounts

The company is an entity to which Class Order 98/100 applies and, in accordance with this class order, amounts in this report and the financial report have been rounded off to the nearest thousand dollars unless otherwise indicated.

Auditor's Declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 2.

Signed in accordance with a resolution of directors.



P F Wallace
Chairman of Directors



P A Amos
Managing Director

Dated this 24th day of February 2011
Sydney



Chartered Accountants
& Business Advisers

**Auditor's Independence Declaration
Under Section 307C of the *Corporations Act 2001***

To the Directors of Ambertech Limited:

As lead auditor for the review of Ambertech Limited for the half-year ended 31 December 2010, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Ambertech Limited and the entities it controlled during the half-year.

PKF

Arthur Milner
Partner

Sydney
24 February 2011

Tel: 61 2 9251 4100 | Fax: 61 2 9240 9821 | www.pkf.com.au
PKF | ABN 83 236 985 726
Level 10, 1 Margaret Street | Sydney | New South Wales 2000 | Australia
DX 10173 | Sydney Stock Exchange | New South Wales

The PKF East Coast Practice is a member of the PKF International Limited network of legally independent member firms. The PKF East Coast Practice is also a member of the PKF Australia Limited national network of legally independent firms each trading as PKF. PKF East Coast Practice has offices in NSW, Victoria and Brisbane. PKF East Coast Practice does not accept responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.

AMBERTECH LIMITED AND CONTROLLED ENTITIES

ACN 079 080 158

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

	31-Dec-10 \$'000	31-Dec-09 \$'000
Revenues	36,296	37,889
Cost of sales	(25,569)	(25,579)
Gross Profit	10,727	12,310
Other income	-	381
Employee benefits expense	(5,725)	(5,623)
Distribution costs	(797)	(907)
Marketing costs	(823)	(1,230)
Premises costs	(1,059)	(846)
Travel costs	(344)	(309)
Depreciation and amortisation expenses	(135)	(156)
Finance costs	(259)	(165)
Other expenses	(774)	(648)
Profit before income tax	811	2,807
Income tax expense	(201)	(799)
Profit for the half-year	610	2,008
Other comprehensive income		
Exchange differences on translation of foreign operations	(19)	3
Total comprehensive income for the half-year	591	2,011
Earnings per share		
Basic earnings per share (cents)	2.0	6.6
Diluted earnings per share (cents)	2.0	6.6

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

AMBERTECH LIMITED AND CONTROLLED ENTITIES
ACN 079 080 158
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

	31-Dec-10	30-Jun-10
	\$'000	\$'000
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and cash equivalents	2,438	3,090
Trade and other receivables	12,511	7,815
Tax receivable	162	366
Inventories	14,625	16,089
TOTAL CURRENT ASSETS	29,736	27,360
NON-CURRENT ASSETS		
Plant and equipment	440	531
Intangible assets	3,073	2,970
Deferred tax assets	832	778
TOTAL NON-CURRENT ASSETS	4,345	4,279
TOTAL ASSETS	34,081	31,639
<u>LIABILITIES</u>		
CURRENT LIABILITIES		
Trade and other payables	6,907	4,958
Other financial liabilities	4,650	4,700
Income tax payable	-	-
Provisions	969	967
TOTAL CURRENT LIABILITIES	12,526	10,625
NON-CURRENT LIABILITIES		
Provisions	901	811
Deferred tax liabilities	-	146
TOTAL NON-CURRENT LIABILITIES	901	957
TOTAL LIABILITIES	13,427	11,582
NET ASSETS	20,654	20,057
<u>EQUITY</u>		
Share capital	11,146	11,146
Reserves	(19)	(6)
Retained earnings	9,527	8,917
TOTAL EQUITY	20,654	20,057

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

AMBERTECH LIMITED AND CONTROLLED ENTITIES
ACN 079 080 158
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

	Share Capital \$'000	Option Reserve \$'000	Foreign Currency Translation Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
Balance as at 1 July 2010	11,146	86	(92)	8,917	20,057
Profit for the half-year	-	-	-	610	610
Exchange differences on translation of foreign operations	-	-	(19)	-	(19)
Total comprehensive income for the half-year	-	-	(19)	610	591
Transactions with equity holders:					
Costs of share based payments	-	6	-	-	6
Balance as at 31 December 2010	11,146	92	(111)	9,527	20,654
Balance as at 1 July 2009	11,146	271	(99)	8,994	20,312
Profit for the half-year	-	-	-	2,008	2,008
Exchange differences on translation of foreign operations	-	-	3	-	3
Total comprehensive income for the half-year	-	-	3	2,008	2,011
Transactions with equity holders:					
Costs of share based payments	-	(141)	-	-	(141)
Dividends provided for or paid	-	-	-	(612)	(612)
	-	(141)	-	(612)	(753)
Balance as at 31 December 2009	11,146	130	(96)	10,390	21,570

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

AMBERTECH LIMITED AND CONTROLLED ENTITIES
ACN 079 080 158
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

	31-Dec-10 \$'000	31-Dec-09 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	34,936	41,447
Payments to suppliers and employees	(32,063)	(37,698)
Interest received	8	3
Interest and other costs of finance paid	(259)	(165)
Income taxes paid	(198)	(684)
Income taxes refunded	-	1
Goods and services tax remitted	(2,874)	(2,673)
Net cash (used in)/provided by operating activities	(450)	231
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for purchase of plant and equipment	(32)	(140)
Payments for intangible assets - web site costs	(116)	-
Net cash (used in) investing activities	(148)	(140)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to shareholders	-	(612)
Proceeds from borrowings	-	453
Repayment of borrowings	(50)	-
Net cash (used in) financing activities	(50)	(159)
Net (decrease) in cash and cash equivalents held	(648)	(68)
Cash and cash equivalents at beginning of period	3,090	2,793
Effect of exchange rate changes on cash and cash equivalents	(4)	1
Cash and cash equivalents at end of period	2,438	2,726

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

AMBERTECH LIMITED AND CONTROLLED ENTITIES
ACN 079 080 158

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

1 STATEMENT OF COMPLIANCE

This general purpose interim financial report for the half-year ended 31 December 2010 has been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001.

This interim financial report does not include all the notes of a type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the most recent annual financial report for the year ended 30 June 2010 and any public announcements made by Ambertech Limited during the interim financial reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

2 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied in preparing this financial report for the half-year ended 31 December 2010 are consistent with those applied in the annual financial report for the year ended 30 June 2010, except as set out below:

Accounting Standards not Previously Applied

The consolidated entity has adopted the following new and revised Australian Accounting Standards issued by the AASB which are mandatory to apply to the current interim period. Disclosures required by these Standards that are deemed material have been included in this financial report on the basis that they represent a significant change in information from that previously made available.

- (i) AASB 2009-8 Amendments to Australian Accounting Standards - Group Cash-settled Share-based Payment Transactions [AASB 2] (effective from 1 January 2010)

The amendments clarify the scope of AASB 2 by requiring an entity that receives goods or services in a share-based payment arrangement to account for those goods or services no matter which entity in the group settles the transaction, and no matter whether the transaction is settled in shares or cash.

- (ii) AASB 2009-10 Amendments to Australian Accounting Standards - Classification of Rights Issues [AASB 132] (effective from 1 February 2010)

The 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.

- (iii) AASB 2009-20 Amendments to Australian Accounting Standards arising from Interpretation 19: Extinguishing Financial Liabilities with Equity Instruments [AASB 1] (effective from 1 July 2010)

The amendments require the extinguishment of a financial liability by the issue of equity instruments to be measured at fair value (preferably using the fair value of the equity instrument issued) with the difference between fair value of the instrument and the carrying value of the liability extinguished being recognised in profit or loss. The Interpretation does not apply where the conversion terms were included in the original contract (such as in the case of a convertible debt) or to common control transactions.

- (iv) AASB 2010-3 Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 3, AASB 7, AASB 121, AASB 128, AASB 201, AASB 202 & AASB 209] (effective from 1 July 2010)

The subjects of the principal amendments to the Standards are set out below:

AASB 3 Business Combinations

- Measurement of non-controlling interests;
- Unreplaced and voluntarily replaced share-based payment awards;
- Transition requirements for contingent consideration from a business combination that occurred before the effective date of the revised AASB 3 (2008).

AMBERTECH LIMITED AND CONTROLLED ENTITIES
ACN 079 080 158
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

3 EVENTS SUBSEQUENT TO REPORTING DATE

On 23 February 2011, the Board of Directors declared a fully franked dividend of 0.5 cents per ordinary share. The record date is 16 March 2011 and the dividend will be paid on 31 March 2011.

4 DIVIDENDS

	31-Dec-10 \$'000	31-Dec-09 \$'000
Recognised as distributions to equity holders		
Fully franked final dividend of 2.0 cents per ordinary share franked at a tax rate of 30%	-	612
Declared before the interim report is authorised for issue but not recognised as distributions to equity holders at the end of the period		
Fully franked interim dividend of 3.5 cents per ordinary share franked at a tax rate of 30%	-	1,071
Fully franked interim dividend of 0.5 cents per ordinary share franked at a tax rate of 30%	153	-

5 SEGMENT REPORTING

	Professional		Lifestyle Entertainment		New Zealand		Eliminations		Total	
	31-Dec-10 \$'000	31-Dec-09 \$'000	31-Dec-10 \$'000	31-Dec-09 \$'000	31-Dec-10 \$'000	31-Dec-09 \$'000	31-Dec-10 \$'000	31-Dec-09 \$'000	31-Dec-10 \$'000	31-Dec-09 \$'000
- Total segment revenue	12,952	12,710	22,065	23,744	1,270	1,432	-	-	36,287	37,886
- Inter-segment revenue	138	92	-	-	-	-	(138)	(92)	-	-
Revenue from external customers	13,090	12,802	22,065	23,744	1,270	1,432	(138)	(92)	36,287	37,886
Result										
- Segment EBIT	603	390	841	2,112	(84)	18	-	-	1,360	2,520
- Unallocated/corporate result									(298)	449
- EBIT									1,062	2,969
- Net interest and finance costs									(251)	(162)
- Profit before income tax									811	2,807
- Income tax expense									(201)	(799)
- Profit for the half-year									610	2,008

6 OTHER FINANCIAL LIABILITIES

Other financial liabilities comprise of bills payable that are part of a multi-option borrowing facility in place that includes flexible overdraft and commercial bill components. The consolidated entity has breached its covenants in relation to bills payable during the December 2010 quarter, however a waiver has been obtained from the bank in relation to the breach dated 22 February 2011.

AMBERTECH LIMITED AND CONTROLLED ENTITIES

ACN 079 080 158

DIRECTORS' DECLARATION

In the directors' opinion:

- the attached financial statements and notes thereto comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 '*Interim Financial Reporting*', the *Corporate Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to section 303(5) of the *Corporations Act 2001*



P F Wallace
Chairman of Directors



P A Amos
Managing Director

Dated this 24th day of February 2011
Sydney

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Ambertech Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying consolidated half-year financial report of Ambertech Limited, which comprises the condensed statement of financial position as at 31 December 2010, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity. The consolidated entity comprises Ambertech Limited (the company) and the entities it controlled at 31 December 2010 or from time to time during the half-year ended on that date.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

Independence

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

Tel: 61 2 9251 4100 | Fax: 61 2 9240 9821 | www.pkf.com.au

PKF | ABN 83 236 985 726

Level 10, 1 Margaret Street | Sydney | New South Wales 2000 | Australia

DX 10173 | Sydney Stock Exchange | New South Wales

The PKF East Coast Practice is a member of the PKF International Limited network of legally independent member firms. The PKF East Coast Practice is also a member of the PKF Australia Limited national network of legally independent firms each trading as PKF. PKF East Coast Practice has offices in NSW, Victoria and Brisbane. PKF East Coast Practice does not accept responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Ambertech Limited is not in accordance with the *Corporations Act 2001* including:

- a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.



PKF



Arthur Milner
Partner

Sydney
24 February 2011

Tel: 61 2 9251 4100 | Fax: 61 2 9240 9821 | www.pkf.com.au
PKF | ABN 83 236 985 726
Level 10, 1 Margaret Street | Sydney | New South Wales 2000 | Australia
DX 10173 | Sydney Stock Exchange | New South Wales

The PKF East Coast Practice is a member of the PKF International Limited network of legally independent member firms. The PKF East Coast Practice is also a member of the PKF Australia Limited national network of legally independent firms each trading as PKF. PKF East Coast Practice has offices in NSW, Victoria and Brisbane. PKF East Coast Practice does not accept responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.