

**APPENDIX 4D
HALF-YEAR INFORMATION GIVEN TO THE ASX
UNDER LISTING RULE 4.2A**

**TVN CORPORATION LIMITED
ABN 95 066 139 991**

**HALF YEAR ENDED
31 DECEMBER 2010**

The information provided in this report should be read in conjunction with the most recent annual financial statements and ASX announcements.

Results for Announcement to the Market

	\$	Up/down	% Movement
Revenue from ordinary activities	6,187	Up	1.66%
Net loss from ordinary activities after tax attributable to members	(360,172)	Up	157.87%
Net loss attributable to members	(360,172)	Up	157.87%

Dividends

No dividend was paid or proposed during the period.

Net Tangible Assets / Liabilities

Net assets per ordinary share 0.08 cents

Details of Controlled Entities

Control gained over entities during the period	Nil
Loss of control of entities during the period	Nil

Details of Associates and Joint Venture Entities

Equity accounted associates and joint venture entities	Nil
Aggregate share of Profit / (losses) of associates and joint venture entities	Nil

Audit

The audit review has been completed and the audit review report issued without qualification.

TVN CORPORATION LIMITED
ABN 95 066 139 991

INTERIM FINANCIAL REPORT
31 DECEMBER 2010

CORPORATE DIRECTORY

Directors

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

Company Secretary

Neil Hackett

Auditors

Stantons International
Level 1
1 Havelock Street
West Perth WA 6005

Bankers

Westpac Banking Corporation
109 St Georges Terrace
Perth WA 6000

Registered Office

Suite 6,
245 Churchill Avenue
Subiaco WA 6008
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Share Registry

Computershare Limited
Level 2
45 St Georges Terrace
PERTH WA 60000

Investor Enquiries: 1300 557 110
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Stock Exchange Listing

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

ASX Code: TVN

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

DIRECTORS' REPORT
31 December 2010

Your directors submit the financial report of the Company for the half-year ended 31 December 2010.

Directors

The names of the directors of the Company in office during the half-year and until the date of this report are as follows:

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

Principal Activities

During the period the activities of the Company consisted of :

1. the web based direct marketing and sales business. The Company's website (www.tvncorporation.com.au) details the Company's products.
2. progressing applications for exploration licence applications in respect to iron ore and manganese targets in Western Australia. One licence was granted on 9 December 2010. The three remaining applications are progressing through the grant process.

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.

Review of Operations and Results

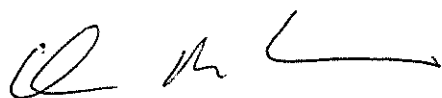
During the year the Company made a loss after tax of \$360,172 (2009: \$228,148) from normal operations.

Auditor's Independence Declaration

Section 307C of the *Corporations Act 2001* requires the Company's auditors, Stantons International, to provide the directors with an independence declaration in relation to the review of the half year financial report. This independence declaration forms part of the Directors' Report and is included on page 5.

Signed in accordance with a resolution of the directors.

On behalf of the directors



Chris Mardon
Managing Director
Perth
Date 24 February 2011

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Stantons International Audit and Consulting Pty Ltd
(ABN 84 144 581 519) trading as

Stantons International

Chartered Accountants and Consultants

24 February 2011

Board of Directors
TVN Corporation Ltd
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 review of the financial statements of TVN Corporation Limited for the period ended 31 December 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 review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LIMITED
(Trading as Stantons International)
(An Authorised Audit Company)

Stantons International Audit and Consulting Pty Ltd


JP Van Dieren
Director

CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the half-year ended 31 December 2010

	Half-year 2010 \$	Half-year 2009 \$
Continuing operations		
Directors' remuneration – cash	(178,002)	(158,335)
Directors' remuneration – share based payments	-	(2,172)
Company secretarial – share based payment	(40,000)	-
Project assessment costs	(10,080)	-
Web sales site expenses	(31,500)	-
Other administrative expenses	(106,777)	(73,727)
Total Expenses	<u>(366,359)</u>	<u>(234,234)</u>
Revenue	6,187	6,086
	<u>-</u>	<u>-</u>
Loss before income tax	(360,172)	(228,148)
Income tax expense	-	-
	<u>-</u>	<u>-</u>
Loss for the half-year	(360,172)	(228,148)
Other comprehensive income/(loss)	-	-
	<u>-</u>	<u>-</u>
Total Comprehensive loss for the period	<u>(360,172)</u>	<u>(228,148)</u>
Basic and diluted loss per share (cents per share)	(0.09)	(0.07)

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

CONDENSED STATEMENT OF FINANCIAL POSITION
As at 31 December 2010

	Note	31 December 2010 \$	30 June 2010 \$
Assets			
Current assets			
Cash and cash equivalents		326,358	367,008
Receivables	2	43,872	38,203
Prepayments		21,647	15,181
Total current assets		<u>391,877</u>	<u>420,392</u>
Non-current assets			
Exploration expenditure		2,587	-
Plant & equipment	3	792	1,502
Total non-current assets		<u>3,379</u>	<u>1,502</u>
Total assets		<u>395,256</u>	<u>421,894</u>
Liabilities			
Current liabilities			
Trade and other payables		34,562	34,072
Provisions		3,258	5,289
Total current liabilities		<u>37,820</u>	<u>39,361</u>
Total liabilities		<u>37,820</u>	<u>39,361</u>
Net Assets		<u>357,436</u>	<u>382,533</u>
Equity			
Issued capital	4	290,590,872	290,255,797
Share based payments reserve	5	68,570	68,570
Accumulated losses		<u>(290,302,006)</u>	<u>(289,941,834)</u>
Total Equity		<u>357,436</u>	<u>382,533</u>

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

CONDENSED STATEMENT OF CHANGES IN EQUITY
For the half-year ended 31 December 2010

	Issued Capital	Share Based Payments Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2009	289,974,751	66,398	(289,440,334)	600,815
Loss for the half- year	-	-	(228,148)	(228,148)
Shares issued	240,000	-	-	240,000
Share issue costs	(2,095)	-	-	(2,095)
Fair value allocation	-	2,172	-	2,172
Balance at 31 December 2009	290,212,656	68,570	(289,668,482)	612,744
Balance at 1 July 2010	290,255,797	68,570	(289,941,834)	382,533
Loss for the half- year	-	-	(360,172)	(360,172)
Shares issued	340,000	-	-	340,000
Share issue costs	(4,925)	-	-	(4,925)
Balance at 31 December 2010	290,590,872	68,570	(290,302,006)	357,436

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

CONDENSED STATEMENT OF CASH FLOWS
 For the half-year ended 31 December 2010

	Half-year 2010 \$	Half-year 2009 \$
Cash flows from operating activities		
Payments to suppliers and employees	(343,009)	(223,935)
Interest received	4,123	6,086
Sundry refunds	1,661	-
Net cash flows used in operating activities	(337,225)	(217,849)
Cash flows from investing activities		
Net cash flows provided in investing activities	-	-
Cash flows from financing activities		
Net proceeds from issue of share capital	296,575	237,905
Net cash flows provided by financing activities	296,575	237,905
Net decrease in cash and cash equivalents	(40,650)	20,056
Cash and cash equivalents at beginning of the half-year	367,008	607,857
Cash and cash equivalents at end of the half-year	326,358	627,913

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

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

31 December 2010

1. Statement of significant accounting policies

Statement of compliance

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

The half-year financial report does not include full disclosures of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2010 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the annual report for the year ended 30 June 2010.

Basis of preparation

The financial statements are prepared on an accrual basis and are based on historical costs. No critical accounting estimates and/or assumptions have been made during the preparation of the financial report.

Adoption of new and revised accounting standards

In the half-year ended 31 December 2010, all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2010 have been reviewed.

It has been determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the operations of the Company and Consolidated Entity its business and, therefore, no change is necessary to Company accounting policies.

Going Concern Basis

The financial report has been prepared on the going concern basis, which contemplates continuity of normal business activities and realisation of assets and settlement of liabilities in the ordinary course of business. The going concern of the Company is dependent upon it maintaining sufficient funds for its operations and commitments. The directors continue to monitor the ongoing funding requirements of the Company. The directors are confident that sufficient funding can be secured if required to enable the Company to continue as a going concern and as such are of the opinion that the financial report has been appropriately prepared on a going concern basis.

Exploration Expenditure

Exploration and evaluation expenditure incurred on granted exploration licences is accumulated in respect of each identifiable area of interest. These costs are carried forward where the rights to tenure of the area of interest are current and to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. Accumulated costs in relation to any abandoned area will be written off in full against profit in the year in which the decision to abandon the area is made. When production commences, the accumulated costs for the relevant area of interest will be amortised over the life of the area according to the rate of depletion of the economically recoverable reserves. A regular review will be undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

CONDENSED NOTES TO THE FINANCIAL STATEMENTS
31 December 2010
2. Receivables

	31 December 2010	30 June 2010
	\$	\$
Receivable - GST	11,188	9,016
Advances	25,845	29,187
Other	6,839	-
Closing balance	<u>43,872</u>	<u>38,203</u>

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 (expensed in the Statement of Comprehensive Income in 2009) and advances. The advances are either applied to the annual rentals on grant of the licences (with GST applied thereto); or returned to the Company if an application is not granted or withdrawn.

The company was granted one exploration licence on 9 December 2010. The Advance on the application for that licence has been applied to the annual rent and capitalised as exploration expenditure.

3. Plant & equipment

	31 December 2010	30 June 2010
	\$	\$
Opening balance	1,502	4,228
Depreciation	(710)	(2,726)
Closing balance	<u>792</u>	<u>1,502</u>

4. Issued capital

	31 December 2010		30 June 2010	
	Number of shares	\$	Number of shares	\$
Ordinary Shares				
Opening balance	378,901,442	290,255,797	320,901,442	289,974,751
Placements	60,000,000	300,000	58,000,000	290,000
Share based payment	5,000,000	40,000	-	-
Capital raising costs	-	(4,925)	-	(8,954)
Closing balance	<u>443,901,442</u>	<u>290,590,872</u>	<u>378,901,442</u>	<u>290,255,797</u>

5,000,000 shares were issued to the Company Secretary, Neil Hackett, on 3 September 2010 as consideration for his services in that capacity. The deemed consideration is based on the share price on the day of issue of 0.8 cents per share.

5. Option Premium Reserve

	31 December 2010		30 June 2010	
	Number of options	\$	Number of options	\$
Opening balance	58,000,000	-	-	-
Issued during period	-	-	58,000,000	-
Closing balance	<u>58,000,000</u>	<u>-</u>	<u>58,000,000</u>	<u>-</u>

CONDENSED NOTES TO THE FINANCIAL STATEMENTS**31 December 2010****6. Share based payments reserve**

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

7. Segment Information

For the half-year ended 31 December 2009, the Company had one geographic segment being in Australia and operated in one industry being web based direct marketing and sales. For the half-year ended 31 December 2010, the Company had one geographic segment being in Australia and operates in two industries being web based direct marketing and sales; and the resources sector.

8. Events occurring after the balance sheet date

No events have occurred after balance date that impacts the financial statements.

9. Contingent Assets and Liabilities

There has been no change in contingent assets or liabilities since the last annual reporting date.

9. Loss Per Share**(a) Basic Loss Per Share**

The calculation of basic earnings per share for the 6 months ended 31 December 2010 was based on the loss attributable to ordinary members of \$360,172 (Half-year 2009: loss \$228,148) and the weighted number of shares on issue during the 31 December 2010 half-year of 383,167,132 (Half-year 2009: 330,814,485).

(b) Diluted Loss Per Share

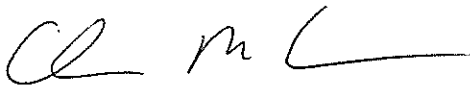
As the company has made a loss for the half year ended 31 December 2010, the options on issue have no dilutive effect, therefore diluted earnings per share is equal to basic earnings per share.

DIRECTORS' DECLARATION

In the opinion of the directors:

- (a) the financial statements and notes set out on pages 6 to 12 are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the financial position of the Company as at 31 December 2010 and of its performance for the half-year ended on that date; and
 - (ii) complying with Accounting Standards, the *Corporations Regulations 2001*, and other mandatory professional reporting requirements.
- (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.

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



Chris Mardon
Managing Director

Perth
Date 24 February 2011

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

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report TVN Corporation Limited, which comprises the condensed statement of financial position as at 31 December 2010, and 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, a condensed statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of TVN Corporation Limited are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001* and for such controls 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 Standards on Review Engagements ASRE 2410 *Review of Interim Financial and Other Financial Reports 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 Company'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 TVN Corporation Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and 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.

Whilst we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, has been provided to the directors of TVN Corporation Limited on 18 February 2011.

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 TVN Corporation Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Company's financial position as at 31 December 2009 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standards AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

Emphasis 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 31 December 2010 the entity had cash and cash equivalents of \$326,358 and a working capital of \$354,057. The entity had incurred a loss for the half year ended 31 December 2010 of \$360,172 (2009 loss: \$228,148). 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 AUDIT AND CONSULTING PTY LTD
(Trading as Stantons International)
(An Authorised Audit Company)

Stantons International Audit and Consulting Pty Ltd


John Van Dieren
Director

West Perth, Western Australia
24 February 2011