

RKS CONSOLIDATED LIMITED
(formerly Rockstead Financial Services Limited and First Capital Group Limited)
ABN 20 009 264 699
AND ITS CONTROLLED ENTITIES
FINANCIAL REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2008

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RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008

RKS Consolidated Limited (formerly Rockstead Financial Services Limited and First Capital Group Limited) is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is Level 10, 77 King Street, Sydney NSW 2000. The previous registered office and place of business was Level 2 Spectrum, 100 Railway Road, Subiaco, WA, Australia, 6008.

DIRECTORS' REPORT

The Directors present their report on the consolidated entity consisting of RKS Consolidated Limited (formerly Rockstead Financial Services Limited) and the entities it controlled. The following persons held office as Directors at any time during or since the end of the reporting period.

Current directors:

The details of each of the current Directors' position, date of appointment, qualifications, experience and expertise and assessment of independence is listed in the table below.

Robert Whitton	Chairman (Non Executive) – appointed 28 September 2012
Qualifications:	Mr Whitton holds a Bachelor of Business (Accounting) and a Graduate Certificate in Forensic Studies (Accounting).
Special Responsibilities	Chairman
Interest in Shares & Options:	125,000 (0.53% of total share capital) Options - Nil
Experience:	Robert has a longstanding and successful career as a Chartered Accountant and Business Advisor. A specialist in business reconstruction services and Fellow of the Institute of Chartered Accountants and a Fellow of the Institute of Company Directors. Robert has more than 25 years experience gained across a range of accountancy firms, most recently as a Director of William Buck, Chartered Accountants & Advisors in Sydney, Australia. Robert is a Certified Fraud Examiner. He also is an Associate Fellow of the Australian Institute of Management and a member of the Insolvency Practitioners Association of Australia.
Directorships held in Other Listed Entities	Current: Tempo Australia Ltd (ASX: TPP); AUV Enterprises Ltd (ASX:AUV) & Exalt Resources Ltd (ASX:ERD) Former: Nexbis Ltd (ASX:NBS)

Peter Torney	Director (Non Executive) – appointed 28 September 2012
Special Responsibilities	Director
Interest in Shares & Options:	200,000 (0.85% of total share capital) Options - Nil
Experience:	Mr Torney is a stockbroker with over 10 year's experience in the Australian financial services industry. During that time he has been involved in a number of successful stockbroking and equity capital markets businesses including Findlay Stockbroking and ASX listed Aequus Securities, later to become InvestorFirst Pty Ltd. Prior to entering the Equity market, Mr Torney has been involved in the advertising, real estate, finance, publishing and beef cattle production industries. Mr Torney has experience in retail and institutional broking, capital raisings, share placements and Initial Public Offerings.
Directorships held in Other Listed Entities	Nil

RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008
DIRECTORS' REPORT (continued)

Robert Spano	Director (Non Executive) – appointed 28 September 2012
Special Responsibilities	Director
Interest in Shares & Options:	Nil
Experience:	Mr. Spano is a management specialist with over 30 years' experience in the finance industry. He began his involvement in the finance and banking industry in 1981. He established his first finance group in 1988 and founded Integrated Asset Management (IAM) in 1999, IAM became a leader in the Leasing industry and was recognised as dynamic and innovative. In 2008 Mr Spano, in a Joint Venture with CHAMP Private Equity, purchased the Alleasing Group and sold IAM into the same group. He is now a Non-Executive Director and Shareholder of Alleasing Group with CHAMP. Alleasing is the largest independent Operating lease company in Australia, with a portfolio of \$1 billion in receivables and 15,000 customers ranging from Government clients to small commercial enterprises. Mr. Spano was Chairman at Aequus Capital Limited from 2004 up until its takeover by Investorfirst. He was appointed to the Board of Investorfirst in 2009 assisted management with a smooth transition, and continues to act as a director including chairing the Audit, Risk and Compliance Committee.
Directorships held in Other Listed Entities	Nil

Company secretary

Mr Peter Torney is company secretary. He was appointed on 28 September 2012.

Ms Eryn Kestel was company secretary. She was appointed on 19 July 2011 and resigned on 29 February 2012.

Mr Steve Nicols was appointed company secretary on 9 June 2010 until his resignation on 19 July 2011.

Mr Mathew Fogarty was appointed company secretary on 10 March 2003 until his resignation on 23 July 2008.

Previous directors:

The following people have held the position of company directors any time during the current financial year up to the date of this report. Their details including qualifications, experience and expertise and assessment of independence is listed in the table below.

Troy Graham	Director (Non Executive) - appointed 7 July 2011 & Chairman appointed 2 August 2011 – resigned 28 September 2012
Delan Pagliaccio	Director (Non Executive) - appointed 2 August 2011 – resigned 28 September 2012
Jeffrey Triganza	Director (Non Executive)- appointed 2 August 2011 – resigned 28 September 2012
Tony Crimmins	Director (Non Executive) - appointed 9 June 2010 - resigned 2 August 2011
Greg Cornelsen	Director (Non Executive) - appointed 9 June 2010 - resigned 2 August 2011
Steve Nicols	Chairman (Non Executive) - appointed 9 June 2010 - resigned 19 July 2011
Steve Ploubidis	Director (Non Executive) – appointed 15 October 2010 - resigned 25 November 2010
Wilton Yao	Director (Non Executive) – appointed 14 September 2010 - resigned 15 December 2010
Lester Tay	Chairman (Non Executive) – 8 October 2007 - resigned 9 June 2010
Ang Poh Seng	Director - appointed 12 May 2008 - resigned 9 June 2010
Thomas Wallace	Managing Director – resigned 23 July 2008
Mark Phillips	Director (Non Executive) – appointed 30 July 2007 - resigned 23 July 2008
Ananda Kathiravelu	Chairman (Executive) – resigned 30 April 2008
Kenneth Major	Director (Non Executive) – appointed 8 October 2007 - resigned 9 June 2010
Leslie Freeman	Managing Director – resigned 30 July 2007

RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008
DIRECTORS' REPORT (continued)

Previous directors (continued):

Troy Graham	Director (Non Executive) – elected 7 July 2011 & Chairman from 2 August 2011 – resigned 28 September 2012
Qualifications:	Mr Graham holds a Bachelor of Commerce and a Graduate Diploma in Business and Technology.
Interest in Shares & Options:	444,444 (0.14% of total share capital) Nil Options
Experience:	Mr Graham is the Managing Director of boutique investment banking firm Autus Capital which focus on emerging and middle market company engagements, including mergers and acquisitions, capital raisings, and general strategic and corporate advice. He has significant experience in the Australasian financial services sector ranging from roles in Chartered Accounting, Management Consulting, Strategy & Development, and Investment Banking. He was the national head of corporate finance for a specialist institutional funds stockbroker Australian Stockbrokers.
Directorships held in Other Listed Entities	Mr Graham is not a director of any other ASX listed company.

Delan Pagliaccio	Director (Non Executive) – appointed 2 August 2011 – resigned 28 September 2012
Interest in Shares & Options:	Nil
Experience:	Mr Pagliaccio's experience in financial services is over 15 years. Continually building on his experience and expertise Mr Pagliaccio has held directorships and responsible Manager positions with the likes of ANZ, E*Trade, Asandas Limited, IC Markets and Blue Fin Capital. As the head of dealing and derivatives at E*Trade, Mr Pagliaccio managed one of the largest retail derivatives books in Australia for almost 10 years. It was in this role that Mr Pagliaccio gained invaluable experience in order execution, risk management, margin management and platform construction. Mr Pagliaccio is currently a member of the SAA and the Institute of Company Directors.
Directorships held in Other Listed Entities	Mr Pagliaccio is not a director of any other ASX listed company.

Jeffrey Triganza	Director (Non Executive) – appointed 2 August 2011 – resigned 28 September 2012
Qualifications:	Mr Triganza holds a Masters of Business Administration degree.
Interest in Shares & Options:	Nil
Experience:	Mr Triganza has worked in financial services for over 20 years working with companies such as the Commonwealth Bank and NAB. Mr Triganza has spent a significant amount of time researching financial markets and is currently the Managing Director of Hamilton Rhodes, a boutique broking business based in Sydney Australia.
Directorships held in Other Listed Entities	Mr Triganza is not a director of any other ASX listed company.

Tony Crimmins	Director (Non Executive) appointed 9 June 2010 - resigned 2 August 2011
Qualifications:	Mr Crimmins has a Master of Chemical Engineering and a Master of Business Administration degree.
Interest in Shares & Options:	2,144,445 (0.65% of total share capital) and Nil Options
Experience:	Mr Crimmins is an experienced corporate executive, advisor and company director. He has a background in Chemical and Environmental Engineering. He brings a wealth of experience in management consulting has successfully assisted 12 businesses list onto the Australia Stock Exchange.
Directorships held in Other Listed Entities	Mr Crimmins is a non executive director of ASX listed companies DVM international Limited, Reco Financial Services Limited and Xstate Resources Limited.

RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008
DIRECTORS' REPORT (continued)

Previous directors (continued):

Greg Cornelsen	Director (Non Executive) - appointed 9 June 2010 - resigned 2 August 2011
Qualifications:	Mr Cornelsen has a Bachelor of Economics.
Interest in Shares & Options:	233,333 (0.07% of total share capital) and Nil Options
Experience:	Mr Cornelsen has an extensive network within the Australian business community. He has been involved in a number of small business and founded two companies which were sold an ASX listed company.
Directorships held in Other Listed Entities	Mr Cornelsen is currently a director of BluGlass Limited, Blackcrest Resources Limited and Welcome Stranger Mining Limited.

Steve Nicols	Chairman (Non Executive) and Company Secretary - appointed 9 June 2010 - resigned 19 July 2011
Qualifications:	Mr Nicols has a Bachelor of Commerce and is a Certified Public Accountant (CPA)
Interest in Shares & Options:	2,144,445 (0.65% of total share capital) Nil Options
Experience:	Mr Nicols is the principal of Nicols and Brien, a specialised accounting practice with offices in Sydney and Wollongong. He provides advice to businesses for the purposes of reconstruction or profit enhancement. He has recapitalised 7 ASX listed companies.
Directorships held in Other Listed Entities	Mr Nicols previous directorships of ASX Listed companies include DVM International Ltd aka Tangiers Petroleum Ltd, Resource Star Ltd, FTD Corporation limited and Blackrest Resources Ltd. He is a current director of Welcome Stronger Mining Limited and GRP Corporation Limited.

Steve Ploubidis	Director (Non Executive) – appointed 15 October 2010 - resigned 25 November 2010
Interest in Shares & Options	Nil
Experience:	Mr Ploubidis has a Bachelor of Laws Degree and a background in Management Consulting He is a Director Palamedia Ltd – which provides business and financial content across all media. The company's publishing, electronic and broadcast platforms target a national audience of diversified business markets.
Directorships held in Other Listed Entities	Nil

Wilton Yao	Director (Non Executive) –appointed 14 September 2010 - resigned 15 December 2010
Interest in Shares & Options	Nil
Experience:	Mr Yao has a background in renewal energy and is currently a director at ASX list company Jatenergy Limited – a company that has a number of interests and projects in coal and bio fuels through out Australia and parts of Asia.
Directorships held in Other Listed Entities	Nil

Lester Tay	Chairman (Non Executive) – appointed 8 October 2007 and resigned – 9 June 2010
Interest in Shares & Options:	Nil
Experience:	Mr Tay is the Chief Executive of Rockstead, a boutique investment and advisory firm Headquartered in Singapore with a direct presence in Asia, Europe and North America. Mr Tay is a certified public accountant and a member of the institute of certified Public Accountants of Singapore.
Directorships held in Other Listed Entities	Nil

Ang Poh Seng	Director - appointed 12 May 2008 - resigned 9 June 2010
Interest in Shares & Options:	Nil
Experience:	Mr Ang is a certified public accountant and a member of the institute of certified Public Accountants of Singapore. Mr Ang graduated with a bachelor in Accounting from Nanyang Technology University in Singapore.
Directorships held in Other Listed Entities	Mr Ang is an executive of Rockstead's majority shareholders based in Singapore.

RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008
DIRECTORS' REPORT (continued)

Previous directors (continued):

Thomas Wallace	Acting Managing Director (from 30 July 2007) – resigned 23 July 2008
Interest in Shares & Options:	6,633 shares (0.001% of total share capital) Nil Options
Experience:	Mr Wallace brings expertise in legal, regulatory compliance, property development, business development and corporate governance. Mr Wallace was appointed as a Director of the Company on 19 April 2006.
Directorships held in Other Listed Entities	Nil

Mark Phillips	Director (Non Executive) - appointed 30 July 2007 - resigned 23 July 2008
Interest in Shares & Options:	3,218 shares (0.001% of total share capital) Nil Options
Experience:	Mr Phillips is a member of the Mortgage Industry Association of Australia and Associate Fellow of the Australian Institute of Management. Mr Phillips has a strong background in finance and property funding through 20 years of experience.
Directorships held in Other Listed Entities	Mr Phillips was formerly Group Manager of the Asset Management and Structured Finance divisions of ASX listed, MFS Group Limited.

Ananda Kathiravelu	Chairman (Executive) – resigned 30 April 2008
Interest in Shares & Options:	33,511 shares (0.1% of total share capital) Nil Options
Experience:	Mr Kathiravelu has been in the financial services funds management and stockbroking industries for over 10 years. He holds a Bachelor of Business and a Graduate Diploma of Applied Finance and Investment and is an associate of the Securities Institute of Australia.
Directorships held in Other Listed Entities	Nil

Kenneth Major	Director (Non Executive) – appointed 8 October 2007 - resigned 9 June 2010
Interest in Shares & Options:	Nil
Experience:	Mr Major, a Partner of Rockstead, is an executive director of Rockstead Capital Pty Ltd who oversees the firm's investment activities in Australia and New Zealand. Mr Major (MBA) is a member of the Australian Institute of Company Directors (MAICD) and a member of the Australian Institute of Management.
Directorships held in Other Listed Entities	Nil

Leslie Freeman	Managing Director – resigned 30 July 2007
Interest in Shares & Options:	Nil
Experience:	Mr Freeman has 16 years experience in the investment industry, residential property acquisition and development. He also has a background in business management and marketing. Mr Freeman is a registered property developer.
Directorships held in Other Listed Entities	Nil

Directors Meetings

A number of Directors meetings were held during and since the end of the financial period. However details and formal records of such meetings were unable to be obtained.

Principal activity

The principal activity of the consolidated entity is to seek out business opportunities in the exploration and development of coal tenements as well as seeking other investments that will add shareholder value.

During the six month period to 31 December 2008 the Company was dormant. Prior to 30 June 2008, the principal activity of the consolidated entity was to act as an investor in a range of businesses including funds management, property development and lending sectors.

Consolidated Results

For the period ended 31 December 2008, the net consolidated loss for the group after providing for income tax from continuing operations amounted to \$ 540,000 (2007: loss of \$1,775,000). The discontinued operations resulted in a net loss of \$ 6,252,000 (2007: \$490,000).

RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008
DIRECTORS' REPORT (continued)

Review of operations

The company had incurred significant losses due to the competitive nature of the funds management industry and the deterioration in the property development and lending sectors as a result of significant tightening in the Australian and New Zealand credit markets.

Previously the Company advised that, in relation to its wholly owned subsidiary, First Capital Securities Limited (FCSL) has been 'running out' its lending book since May 2007 and has experienced difficulties in recovering four loans. The difficulties are due to delays in building projects, builders becoming insolvent and borrowers being unable to obtain refinance. These difficulties has strained the liquidity of FCSL and the Company generally and has resulted in delays of payments to the Company's unsecured note holders.

Specifically FCSL had managed its financial obligations with the financial support of its major shareholders and on 21 July 2008, the Company advised that two major shareholders had withdrawn financial support from FCSL and that Mr Greg Moloney and Mr Peter Geoff of Ferrier Hodgson have been appointed voluntary administrators of FCSL.

On 21 July 2008, The Public Trustee of Queensland pursuant to a charge over FCSL for the benefit of unsecured note holders, appointed John Grieg and Nicholas Harwood of Deloitte as receivers and managers.

In addition, on 21 July 2008 the Company advised that another of its wholly owned subsidiaries, First Capital Gulf Harbour Limited ("FCGH") has been unable to secure full refinance for a loan held by Strategic Finance Limited ("Strategic"). Prior to this date, a full funding proposal with a construction facility was obtained. However, with the continuing deterioration of the Australian and New Zealand credit markets, coupled with the collapse of a number of finance companies in New Zealand, the financier was unable to refinance.

On 21 July 2008, the Company's securities were suspended from official quotation on the ASX.

The Company's securities remain suspended.

On 29 July 2008, the Company advised that Mr Greg Moloney and Mr Peter Gerooff of Ferrier Hodgson have been appointed voluntary administrators of the Company (Rockstead Financial Services Limited).

On 18 August 2008, Company's remaining 4.9% of Rockstead Funds Management Limited ("RFML") was sold by the Administrators. The principal remaining asset of the Company is its listed shell and a potential recapitalisation of the shell via a Deed of Company Arrangement (DOCA).

In the period August 2008 to June 2009, the Company and its creditors attempted to negotiate a DOCA but were unable to agree on the terms and on 30 June 2009 Gregory Moloney of Ferrier Hodgson Brisbane was appointed Liquidator (in accordance with the provisions of Part 5.3A of the Corporations Act 2001).

On 23 December 2009, the Liquidator appointed Michael Hird of Worrells Sydney as Administrator to enable fresh negotiations and a new DOCA to be considered.

On 8 March 2010, the Creditors voted that the Company enter a new Deed of Company Arrangement (DOCA) which included a proposal from an Investment Group for restructuring and recapitalising the Company and a settlement of creditors claims which extinguished all liabilities and removed the Company from Administration. The proposal was accepted by the creditors and the DOCA was executed on 10 March 2010.

The proposal from the Investment Group involves:

1. Consolidation of existing share capital on a 10 for 1 basis;
2. Allotment and issue of 100 million shares (after consolidation) to the Investment group at 0.02 cents to raise \$ 20,000;
3. Allotment and issue of 123 million shares (after consolidation) to the Investment group at 0.3 cents to raise \$369,000;
4. Allotment and issue of 100 million shares (after consolidation) to the public at 0.02 cents to raise a further \$ 2,000,000;
5. Allotment and issue of 5 million shares (after consolidation) to the DOCA administrators at no cost;
6. Removal of the previous Directors and Company Secretary;
7. Appointment of the following Directors from the Investment group:
 - Mr Steve Nicols;
 - Mr Tony Crimmins
 - Mr Gregory Cornelsen
8. Change of the company name to RKS Consolidated Limited.

The stated purpose of the Company on exit from administration is to recapitalise and to seek opportunities to enable the reinstatement of its securities to Official Quotation on the ASX. The Company is seeking business opportunities within the financial services and funds management industry with a focus on developing and managing investment trusts in a range of asset classes as well as seeking other investments that will add shareholder value.

On 9 June 2010, the shareholders approved the above resolutions.

On 17 June 2010, the shareholders of the Company in a General Meeting authorized the company to consolidate its existing shares on a 10 to 1 basis. The capital re-origination was effective 18 June 2010.

RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008
DIRECTORS' REPORT (continued)

Review of Operations (continued)

On 23 August 2010, the liquidation and winding up of Rockstead Financial Services (in Liquidation) was terminated via a Court order.

On 24 August 2010, the Company's name change to RKS Consolidated Limited (from Rockstead Financial Services Limited) became effective.

On 7 July 2011, in a General Meeting, the shareholders voted to:

1. Consolidate the shares on a 9 to 1 basis;
2. Issue 300 million shares on a post consolidation basis to the parties set out in the Explanatory Statement, to raise a total amount of \$100,200;
3. Elect Mr Troy Graham as a non executive director;
and pursue opportunities in the acquisition, exploration and development of coal tenements.

On 30 August 2011, the Company announced (subject to shareholder approval) it has entered into an agreement to acquire 100% of Scott Creek Coal Pty Ltd. for a purchase price of \$5,784,375. The Company will issue 19,281,250 shares at \$0.30 per share as consideration.

The proposed transaction also has a number of key steps which need to be completed in sequence before moving to the next step.

The steps to complete this transaction are as follows:

1. The Company consolidates its share capital on a 16 to 1 basis;
2. The Company acquires 100% of the issued capital of SCC for \$5,784,375;
3. The Company changes its existing business to the acquisition, exploration and development of coal tenements in Queensland and elsewhere;
4. The Company will change its name to "Scott Creek Coal Limited";
5. The Company will raise up to \$4.5 million through the issue of 15,000,000 shares which will be applied towards the costs associated with this transaction, the Company's coal exploration programme, working capital requirements and general corporate purposes;
6. The company will issue a total of up to 13,605,858 shares at a minimum price of \$ 0.30 to a consortium of Queensland Coal Companies (QCC). This will take the holding of the QCC parties to 19.9%.
7. The company satisfies the conditions imposed by the ASX for restatement to Quotations;
8. The company meets certain cash reserves and net asset thresholds

On 19 September 2011, the Company confirmed its share registry is Security Transfer Registrar.

On 27 September 2011, the Company confirmed that its shares would be consolidated on a basis of 16:1.

On 28 September 2011, the Company announced that shareholders unanimously approved all six resolutions in relation to the above transactions.

On 13 October 2011, 1,085,714 ordinary shares were issued at \$0.35 each to private and sophisticated investors to raise working capital.

On 1 August, 2012, the Company announced the proposed transaction to acquire Scott Creek Coal Pty Ltd will no longer proceed.

On 10 August 2012, the Company borrowed the sum of \$150,000 to settle creditor claims and provide working capital, the lenders were provided security over the company.

On 14 September 2012, 1,986,934 ordinary shares were issued at \$0.05 each to raise working capital.

Operations during the year ended 30 June 2008

In terms of the year to 30 June 2008, the principal activity of the Company is to act as an investor in a range of businesses including funds management, property development and lending sectors.

The company incurred significant losses primarily due to the deterioration in the property development and lending sectors as a result of significant tightening in the Australian and New Zealand credit markets.

In May 2007, the Company announced that its wholly owned subsidiary, First Capital Securities Limited (FCSL) has began 'running out' its lending book and was experiencing difficulties in recovering four loans. The difficulties are a result of delays in the building projects currently undertaken, solvency issues with a number of builders and borrowers being unable to obtain refinance.

These difficulties strained the liquidity of FCSL and the Company in general and has resulted in delays of payments to the Company's unsecured note holders.

In December 2007, the Company announced it had entered into a Deed of Settlement with Wentworth Mutual Limited (Wentworth) resolving a dispute relating to the sale of two property management companies to Wentworth in February 2005. As part of the settlement terms, the parties made no admission of liability, Wentworth agreed to remove its fixed and floating charge secured against the Company and the Company agreed to pay \$250,000 to Wentworth, inclusive of Supreme Court proceedings costs.

RKS CONSOLIDATED LIMITED AND CONTROLLED ENTITIES HALF YEAR REPORT DECEMBER 2008
DIRECTORS' REPORT (continued)

Operations during the year ended 30 June 2008 (continued)

During the year the Company decided not to acquire the remaining 60% shareholding of Explorer Group Limit. The vendor of the 60% shares purported to terminate the agreement and retain the deposit of \$1 million. The Company disputed the purported termination and through litigation an agreement was reached whereby \$800,000 of the initial deposit was refunded, resulting in a loss of \$200,000.

During the year the Company finalised the disposal of its 40% shareholding of Explorer Group Limited. The impact on the financial statements was \$nil. As the Company was unable to view or receive details of Explorer Group Limited's financial performance during the period of ownership, the Company has assumed that its share of profit and loss was \$nil.

In 2011 the Company obtained shareholder approval to change its the business activity from its existing business (being financial services) to the business of the acquisition, exploration and development of coal tenements.

The Company's net profit of the consolidated entity after applicable income tax was a loss \$10,798,000 (30 June 2007: loss of \$12,968,000).

Operations during the period ended 31 December 2008

In terms of the period to 31 December 2008, the Company was dormant. The Company had incurred significant losses primarily due to the deterioration in the property development and lending sectors as a result of significant tightening in the Australian and New Zealand credit markets.

In May 2007, the Company announced that its wholly owned subsidiary, First Capital Securities Limited (FCSL) has began 'running out' its lending book and was experiencing difficulties in recovering four loans. The difficulties are a result of delays in the building projects currently undertaken, solvency issues with a number of builders and borrowers being unable to obtain refinance.

These difficulties strained the liquidity of FCSL and the Company in general and has resulted in delays of payments to the Company's unsecured note holders.

On 21 July 2008, the Company advised that the major shareholders had withdrawn financial support from its wholly owned subsidiary First Capital Securities Limited (FCSL) and that Mr Greg Moloney and Mr Peter Geroff of Ferrier Hodgson have been appointed voluntary administrators of FCSL.

On 21 July 2008, the Public Trustee of Queensland pursuant to a charge over FCSL for the benefit of unsecured note holders, appointed John Grieg and Nicholas Harwood of Deloitte as receivers and managers.

On 21 July 2008, the Company advised that another of its wholly owned subsidiaries, First Capital Gulf Harbour Limited has been unable to secure full refinance for a loan held by Strategic Finance Limited.

On 21 July 2008, the Company's securities were suspended from Official Quotation by the ASX in accordance with listing rule 17.3 pending the Company's compliance with ASX listing rule 12.1. The Company's securities remain suspended.

On 29 July 2008, the Company under section 436A of the *Corporations Act 2001*, appointed Greg Moloney of Ferrier Hodgson Brisbane as Voluntary Administrator.

On 18 August 2008, Company's remaining 4.9% of Rockstead Funds Management Limited ("RFML") was sold by the Administrators. The principal remaining asset of the Company is its listed shell and a potential recapitalisation of the shell via a Deed of Company Arrangement.

On 30 September 2008, a Deed of Company Arrangement between the Company and its Creditors was signed, however it subsequently failed.

In 2011 the Company obtained shareholder approval to change its the business activity from its existing business (being financial services) to the business of the acquisition, exploration and development of coal tenements.

The consolidated loss for the group after providing for income tax from continuing operations amounted to \$ 540,000 (2007: loss of \$1,775,000). The discontinued operations resulted in a net loss of \$ 6,252,000 (2007: \$490,000).

Dividends

No dividends were declared for the period ended 31 December 2008 (31 December 2007:\$NIL).

Likely developments

For the likely developments in the operations of the economic entity refer to the review of operations.

Significant Changes in the State of Affairs

The following significant changes in the state of affairs materially impacted the Group's operations:

Explore Group Limited

On 31 August 2007, the Company sold its 40% shareholding in Explorer Group Limited ("EGL") to Ascalon Capital Management Limited for \$1,762,619. It had previously acquired 30% of EGL on 8 February 2007 and a further 10% of the shares of EGL on 24 May 2007.

Significant Changes in State Affairs (continued)

Convertible Note

On 9 October 2007, the Company executed a convertible note agreement with RS Asset Management Private Limited, a fund managed by Singaporean company, Rockstead Capital Private Limited (Rockstead") to invest \$3 million to assist with the Company's restructuring. The \$3 million will be issued in two tranches in the form of redeemable convertible secured notes, whereby:

- \$2 million will be issued as Class A Notes, with a face value of \$1 per note that may convert to 35 ordinary shares in First Capital within 3 years from the date of issue, plus 1 free attaching option per 2 ordinary shares exercisable at 12 cents with a 3 year exercise period; and
- \$1 million will be issued as Class B Notes, with a face value of \$1 per note that may convert to 31 ordinary shares in First Capital within 3 years from the date of issue, plus 1 free attaching option per 2 ordinary shares exercisable at 10 cents with a 3 year exercise period.

The Company has immediate access to the \$3 million funding and will assist to refinancing the senior debt portion of First Capital's Gulf Harbour project in New Zealand. The Company will also apply the \$3 million to the repayment of the existing convertible noteholders and working capital needs as required. Funds contributed by Rockstead carry a zero per cent coupon rate over the 3 year exercise period and the exercise price attached to the options is set at a premium of 117% to 160% to the latest closing price of 4.6 cents per share.

Rockstead will have majority Board representation.

Subject to shareholder approval, the conversion of all notes and options will move Rockstead to a majority shareholding position of the Company.

On 24 December 2007, the Company announced that it was changing its name to Rockstead Financial Services Limited with a new ASX Code of RKS from First Capital Group Limited (ASX code FIC).

On 8 January 2008, the Company advised that RS Asset Management Private Limited ("RS Asset Management") and Rockstead Venture Limited ("Rockstead VL"), two funds managed by Rockstead Capital Private Limited ("Rockstead") have converted their \$3 million secured redeemable convertible notes (Notes) into fully paid ordinary shares in the Company with effect from 31 December 2007.

Following shareholder approval at the Company's Annual General Meeting on 14 December 2007:

- a) RS Asset Management converted 500,000 million Class A Notes into 17,500,000 million ordinary shares with 8,771,930 attaching options; and 250,000 million Class B Notes into 7,750,000 million ordinary shares with 3,846,154 attaching options.
- b) Rockstead VL converted 1,500,000 million Class A Notes into 52,500,000 million ordinary shares with 26,315,789 attaching options; and 750,000 million Class B Notes into 23,250,000 million ordinary shares with 11,538,461 attaching options.

The conversion of the Class A and Class B Notes, made Rockstead VL, the majority shareholder in the Company with 40.38% of the total shares on issue, and makes RS Asset Management, a substantial shareholder in the Company with 13.46% of the total shares on issue. As both of these substantial shareholders are deemed related parties, the combined shareholding of 53.84% represents the majority shareholder's interest in the Company.

On 21 July 2008, the Company advised that the major shareholders had withdrawn financial support from its wholly owned subsidiary First Capital Securities Limited (FCSL) and that Mr Greg Moloney and Mr Peter Geroff of Ferrier Hodgson have been appointed voluntary administrators of FCSL.

On 21 July 2008, the Public Trustee of Queensland pursuant to a charge over FCSL for the benefit of unsecured note holders, appointed John Grieg and Nicholas Harwood of Deloitte as receivers and managers.

On 21 July 2008, the Company advised that another of its wholly owned subsidiaries, First Capital Gulf Harbour Limited has been unable to secure full refinance for a loan held by Strategic Finance Limited.

On 21 July 2008, the Company's securities were suspended from Official Quotation by the ASX in accordance with listing rule 17.3 pending the Company's compliance with ASX listing rule 12.1. The Company's securities remain suspended.

On 29 July 2008, the Company under section 436A of the *Corporations Act 2001*, appointed Greg Moloney of Ferrier Hodgson Brisbane as Voluntary Administrator.

On 18 August 2008, Company's remaining 4.9% of Rockstead Funds Management Limited ("RFML") was sold by the Administrators. The principal remaining asset of the Company is its listed shell and a potential recapitalisation of the shell via a Deed of Company Arrangement.

On 30 September 2008, a Deed of Company Arrangement between the Company and its Creditors was signed, however it subsequently failed.

Significant Changes in State Affairs (continued)

First Capital Securities Limited (FCSL)

The Company's main trading entity is FCL. On the 21 July 2008, the Public Trustee of Queensland (PTQ) (acting on behalf of the note holders of FCS) appointed Deloitte as receivers in relation to the charge over FCSL assets. As a result, the assets of FCSL will be realised for the benefit of the PTQ and the note holders of FCSL. Any residual money will be returned to the Company – however this is considered extremely unlikely. As a consequence the assets of FCSL have been written down to nil.

First Capital Gulf Harbour (FCGH)

First Capital Gulf Harbour is the Company's wholly owned subsidiary in New Zealand. FCGH has a project for the development of prime residential land. FCSL advanced \$ 6.5m on a second ranking security basis and therefore it is unlikely the Company will recover any residual money. As a consequence the assets of FCGH have been written down to nil.

Events Subsequent to Balance Date

On 30 June 2009, Greg Moloney of Ferrier Hodgson Brisbane was appointed as liquidator in accordance with the provisions of Part 5.3A of the *Corporations Act 2001*.

On 23 December 2009, the liquidator Greg Maloney, appointed Mr Christopher Darin and Mr Michael Hird of Worrells Sydney as Administrators to enable a fresh DOCA to be considered.

On 8 March 2010, the shareholders voted that the Company enter a DOCA. The summary of the terms of the deed were set out in the Explanatory Statement and included a proposal from an Investment Group for restructuring and recapitalising the company including a settlement of creditors claims extinguishing all liabilities and removing itself from Administration. The proposal was accepted by the creditors and the DOCA was executed on 10 March 2010.

The proposal from the Investment Group is summarised as follows:

1. Consolidate existing share capital on a 10 for 1 basis;
2. Allotment and issue of 100 million shares (after consolidation) to the Investment group at 0.02 cents to raise \$ 20,000;
3. Allotment and issue of 123 million shares (after consolidation) to the Investment group at 0.3 cents to raise \$369,000;;
4. Allotment and issue of 100 million shares (after consolidation) to the public at 0.02 cents to raise a further \$ 2,000,000;
5. Allotment and issue of 5 million shares (after consolidation) to the DOCA administrators at no cost;
6. Removal of the previous Directors and Company Secretary;
7. Appointment of the following Directors from the Investment group:
 - Mr Steve Nicols;
 - Mr Tony Crimmins
 - Mr Gregory Cornelsen
8. Change of the company name to RKS Consolidated Limited.

On 9 June 2010, the shareholders approved the above resolutions.

On 17 June 2010, the shareholders of the Company authorised the company to consolidate its existing shares on a 10 to 1 basis. The capital re-origination was effective 18 June 2010.

On 23 August 2010, the liquidation and winding up of the Company (as Rockstead Financial Services (in Liquidation)) was terminated via a Court order.

On 24 August 2010, the Directors of the Company entered into a memorandum of understanding with Greenlink Solar for the proposed acquisition of Greenlink Energy Limited.

On 24 August 2010, the company's name change to RKS Consolidated from Rockstead Financial Services Limited became effective.

On 26 November 2010, the Company announced it had terminated the memorandum of understanding with Greenlink Solar for the proposed acquisition of Greenlink Energy Limited with immediate effect.

On 7 July 2011, in a General Meeting, the shareholders voted to:

1. Consolidate the shares on a 9 to 1 basis;
2. Issue 300 million shares on a post consolidation basis to the parties set out in the Explanatory Statement, to raise a total amount of \$100,200;
3. Elect Mr Troy Graham as a non executive director.

On 30 August 2011, the Company announced (subject to shareholder approval) it has entered into an agreement to acquire 100% of Scott Creek Coal Pty Ltd. for a purchase price of \$5,784,375. The Company will issue 19,281,250 shares at \$0.30 per share as consideration. The proposed transaction also has a number of key steps which need to be completed in sequence to give effect to this transaction.

The steps to complete this transaction are as follows:

1. The Company consolidates its share capital on a 16 to 1 basis;
2. The Company acquires 100% of the issued capital of SCC for \$5,784,375;

Events Subsequent to Balance Date (continued)

3. The Company changes its existing business to the acquisition, exploration and development of coal tenements in Queensland and elsewhere;
4. The Company will change its name to "Scott Creek Coal Limited";
5. The Company will raise up to \$4.5 million through the issue of 15,000,000 shares which will be applied towards the costs associated with this transaction, the Company's coal exploration programme, working capital requirements and general corporate purposes;
6. The company will issue a total of up to 13,605,858 shares at a price \$ 0.30 to a consortium of Queensland Coal Companies (QCC). This will take the holding of the QCC parties to 19.9%;
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On 19 September 2011, the Company confirmed its share registry is Security Transfer Registrar.

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On 13 October 2011, 1,085,714 ordinary shares were issued at \$0.35 each to private and sophisticated investors to raise working capital.

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On 14 September 2012, 1,986,934 ordinary shares were issued at \$0.05 each to raise working capital.

On 30 October 2012 the company called a general meeting for 30 November 2012 wherein a resolution to convert the aforementioned debt to equity will be put as well as resolutions approving prior placement of 3,072,647 shares issued under the 15% threshold.

Other than those disclosed above, there are no other matters or circumstances that have arisen since 31 December 2008 that have significantly affect, or may significantly affect:

- the consolidated entity's operations in the future financial years, or
- the results of those operations in future financial years, or
- the consolidated entity's state of affairs in the future financial years.

Insurance of Directors and officers

The Company no longer holds an insurance policy to insure the Directors and officers of the Company and its controlled entities against all liabilities to other persons that may arise from their position.

Environmental regulations

The consolidated entity's operations are not subject to environmental regulations under either Commonwealth or State legislation.

Proceedings on Behalf of the Company

No person has applied for leave of court to bring proceedings on behalf of the Company or 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 any part of those proceedings.

The Company was not a party to any such proceedings during the period.

Rounding of Amounts

While the group do not comply with ASIC Class Order 98/100, the financial report and directors' report have been rounded off to the nearest \$000 as comparatives details are not available.

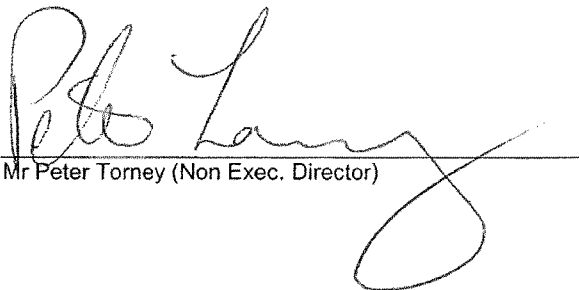
Auditor's Independence Declaration

The lead auditor's independence declaration for the period ended 31 December 2008 has been received and can be found on page 13 of this Report.

Signed this 22nd day of November 2012 in accordance with a resolution of the Directors.



Mr Robert Whitton (Chairman)



Mr Peter Torney (Non Exec. Director)

**RKS CONSOLIDATED LIMITED
(FORMERLY KNOWN AS ROCKSTEAD FINANCIAL SERVICES LIMITED
AND FIRST CAPITAL GROUP LIMITED)
ABN 20 009 264 699 AND CONTROLLED ENTITIES**

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF RKS CONSOLIDATED LIMITED**

I declare that, to the best of my knowledge and belief, during the period ended 31 December 2008 there have been:

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

Hall Chadwick
Level 29, 31 Market Street
Sydney NSW 2000



DREW TOWNSEND

Partner

Date: 12 November 2012

MELBOURNE

Level 7
179 Queen Street
Melbourne VIC 3000
Australia

Ph: (613) 8678 1600
Fx: (613) 8678 1699

SYDNEY

Ph: (612) 9263 2600
Fx: (612) 9263 2800

NEWCASTLE

Ph: (612) 4969 5521
Fx: (612) 4969 6059

PARRAMATTA

Ph: (612) 9687 2100
Fx: (612) 9687 2900

PENRITH

Ph: (612) 4721 8144
Fx: (612) 4721 8155

BRISBANE

Ph: (617) 3211 1250
Fx: (617) 3211 1249

PERTH

Ph: (618) 9489 2560
Fx: (618) 9489 2562

GOLD COAST

Ph: (617) 5538 2322
Fx: (617) 5526 8599

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CONSOLIDATED INCOME STATEMENT FOR THE HALF YEAR ENDED 31 DECEMBER 2008

		Consolidated Group	
		31 Dec 2008	31 Dec 2007
	Note	\$000	\$000
Revenue		1	302
Depreciation and amortisation expense		-	(45)
Employee benefits expense		(86)	(471)
Finance costs		-	(154)
Legal Fees and settlement costs		(30)	(628)
Loss on disposal of assets		-	(94)
Provision for impairment of Shares		-	(231)
Provision for impairment		(337)	-
Other expenses		(88)	(454)
(Loss) before income tax		(540)	(1,775)
Income tax expense		-	-
(Loss) from continuing operations		(540)	(1,775)
(Loss) from discontinued operations	5	(6,252)	(490)
(Loss) for the period attributable to the members of the parent group		(6,792)	(2,265)
Overall Operations			
Basic earnings per share (cents per share)		(3.17)	(1.97)
Diluted earnings per share (cents per share)		(3.17)	(1.97)
Continuing Operations			
Basic earnings per share (cents per share)		(0.25)	(1.55)
Diluted earnings per share (cents per share)		(0.25)	(1.55)
Discontinuing Operations			
Basic earnings per share (cents per share)		(2.92)	(0.43)

The above consolidated income statement is to be read in conjunction with the notes to the financial statements.

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2008

		Consolidated Group	
		31 Dec 2008	30 June 2008
	Note	\$000	\$000
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		-	402
Trade and other receivables		-	32
TOTAL CURRENT ASSETS		-	434
TOTAL ASSETS		-	434
CURRENT LIABILITIES			
Trade and other payables	3	769	925
Financial Liabilities	4	23,597	17,083
Short-term provisions		43	43
TOTAL CURRENT LIABILITIES		24,409	18,051
TOTAL LIABILITIES		24,409	18,051
NET ASSETS		(24,409)	(17,617)
EQUITY			
Issued capital		31,975	31,975
Reserves		234	234
Accumulated losses		(56,618)	(49,826)
TOTAL EQUITY		(24,409)	(17,617)

The above consolidated balance sheet is to be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2008

	Ordinary	Option Reserve	Foreign Exchange Translation Reserves	Accumulated Losses	Total
Consolidated Group	\$000	\$000	\$000	\$000	\$000
Balance at 1 July 2007	30,006	1,449	201	(29,816)	1,840
Loss attributable to members of parent entity	-	-	-	(2,265)	(2,265)
Shares issued during the period	3,075	-	-	-	3,075
Share bought back	(180)	-	-	-	(180)
Transaction costs	(917)	-	-	-	(917)
Revaluation Increment	-	820	(3)	-	817
Sub-total	31,984	2,269	198	(32,081)	2,370
Dividends paid or provided for	-	-	-	-	-
Balance at 31 December 2007	31,984	2,269	198	(32,081)	2,370
 Balance at 1 July 2008	 31,975	 -	 234	 (49,826)	 (17,617)
Loss attributable to members of parent entity	-	-	-	(6,792)	(6,792)
Sub-total	31,975	-	234	(56,618)	(24,409)
Dividends paid or provided for	-	-	-	-	-
Balance at 31 December 2008	31,975	-	234	(56,618)	(24,409)

The above consolidated statement of changes in equity is to be read in conjunction with the notes to the financial statements.

CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 31 DECEMBER 2008

	Consolidated Group	
	31 Dec 2008	31 Dec 2007
	\$000	\$000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	-	877
Payments to suppliers and employees	(403)	(3,378)
Interest received	1	776
Property Development Loan Advances	-	(8,134)
Property Development Loan Repayments	-	15,695
Finance Costs	-	(1,656)
Net cash (used in) provided by operating activities	(402)	4,180
CASH FLOWS FROM INVESTING ACTIVITIES		
Loans repaid by Director Related Parties	-	19
Purchase of investments	-	(1,872)
Purchase of property, plant and equipment	-	(137)
Proceeds from Sale of Investments	-	4,063
Deposits Returned	-	1,146
Net cash provided by investing activities	-	3,219
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	50
Redemptions	-	(9,897)
Capital raising costs	-	(97)
Proceeds from borrowings	-	6,269
Repayment of borrowings	-	(5,588)
Net cash (used in) financing activities	-	(9,263)
CASH		
Net decrease in cash held	(402)	(1,864)
Cash at beginning of period	402	2,606
Cash at end of period	-	742

The above consolidated cash flow statement is to be read in conjunction with the notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2008

This financial report includes the consolidated financial statements and notes of RKS Consolidated Limited and controlled entities ('Consolidated Group' or 'Group').

1: Statement of Significant Accounting Policies**Basis of Preparation**

This half year consolidated general purpose financial report has been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards AASB134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standard Board.

This report should be read in conjunction with the annual financial report for the year ended 30 June 2008 and any public announcements made by of RKS Consolidated Limited and its controlled entities during the half year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and Australian Stock Exchange Listing Rules.

Accounting policies adopted has been consistently applied and are consistent with those applied in the 30 June 2008 annual report, unless otherwise specified.

The half year report does not include full disclosures of the type normally included in an annual report.

Reporting Basis and Conventions

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

a. Going concern

The half year report was prepared on a going concern basis notwithstanding that the consolidated entity incurred a net loss after tax of \$ 6,792,000 and a deficiency in net assets of \$ 24,409,000 as at 31 December 2008.

The half year financial statements have been prepared on a going-concern basis which contemplates continuity of normal trading activities and realisation of assets and settlement of liabilities in the normal course of business.

The Company executed a deed of arrangement and creditors trust with its creditors which extinguished all liabilities and removed itself from Administration. The stated purpose of the Company is now to seek opportunities with a focus in the exploration and development of coal tenements.

In the event that RKS Consolidated Limited is unable to realise its object of obtaining profitable opportunities or complete any further capital raisings it will be required to realise its assets and extinguish its liabilities in a manner other than in the normal course of business such as voluntarily administration. The financial report does not include any adjustments relating to the recoverability or classification of recorded asset amounts or classification of liabilities that might be necessary should the consolidated entity not be able to continue as a going concern.

Consolidated Group	
31 Dec	31 Dec
2008	2007

NOTE 2: LOSS FOR THE PERIOD

All significant revenue and expenses items for the period are disclosed on the face of the consolidation income statement

NOTE 3: TRADE AND OTHER PAYABLES**CURRENT**

Trade payables	389	819
Sundry payables and accrued expenses	380	106
	<u>769</u>	<u>925</u>

NOTE 4: FINANCIAL LIABILITIES**CURRENT**

Unsecured Notes	-	15,896
Loans and Overdrafts	23,597	11,836
	<u>23,597</u>	<u>17,083</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2008

NOTE 5: DISCONTINUED OPERATIONS

On 21 July 2008, the Company advised that the major shareholders had withdrawn financial support from its wholly owned subsidiary First Capital Securities Limited (FCSL) and that Mr Greg Moloney and Mr Peter Geroff of Ferrier Hodgson have been appointed voluntary administrators of FCSL.

On 21 July 2008, the Public Trustee of Queensland pursuant to a charge over FCSL for the benefit of unsecured note holders, appointed John Grieg and Nicholas Harwood of Deloitte as receivers and managers.

As a result, FCSL has been treated as discontinued operations. Financial information relating to discontinued operations for the period to the date of disposal is set out below. The comparative income statement has been re-presented to show the discontinued operations separately from continuing operations.

The Company's main trading entity is FCL and on the 21 July 2008, the Public Trustee of Queensland (PTQ) (acting on behalf of the note holders of FCS) appointed Deloitte as receivers to realize the assets of FCSL for the benefit of the PTQ and the note holders of FCSL.

	Consolidated Group	
	31 Dec 2008	31 Dec 2007
	\$ 000	\$ 000
(a) Financial Performance Information		
Financial Performance information in relation to Discontinued operations as described in (d) below		
Revenue	6	2,419
Expenses	(50)	(2,909)
Net loss before income tax	(44)	(490)
Income Tax expense	-	-
Loss after income tax	(44)	(490)
Loss on liquidation of subsidiary	(6,208)	-
Loss from discontinued operations	(6,252)	(490)
(b) Cash Flow information		
Cash flow information in relation to Discontinued operations as described in (d) below		
Net cash (out) flow from operating activities	26	(36)
Net cash (out) flow from investing activities	(183)	194
Net cash flow from financing activities	150	(138)
Net cash flow used in discontinued operations	(7)	20
(c) Net Carrying Amount of Assets / (Liabilities) at date of disposal		
Net Carrying Amount of Assets / (Liabilities) at date of disposal	(6,208)	-
Proceeds on disposal	-	-
Loss on disposal	(6,208)	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2008

NOTE 6: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no contingent liabilities accounted for as at 31 December 2008 and there has been no change in contingent liabilities since the last annual reporting date.

NOTE 7: SEGMENT REPORTING

Primary Reporting — Business Segments

During the period the Company did not trade and was predominately dormant. The Company was placed in administration during the period and all the key management and employees left the Company. Only limited information is available and it is not possible to accurately report results, assets and liabilities by Business Segment.

Historically the Company had operated two segments – Fund Management and Property Development and in two geographical segments - Australia and New Zealand. Segment revenues and expenses were directly attributable to the segments and included any joint revenue and expenses where a reasonable basis of allocation existed. Segment assets included all assets used by a segment. While most assets were directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment liabilities consist principally of payables, employee benefits, accrued expenses, provisions and borrowings. Segment assets and liabilities do not include deferred income taxes.

Segment revenues, expenses and results included transfers between segments. The prices charged on intersegment transactions are the same as those charged for similar goods to parties outside of the consolidated group at an arm's length. These transfers are eliminated on consolidation.

NOTE 8: EVENTS AFTER THE BALANCE SHEET DATE

On 30 June 2009, Greg Moloney of Ferrier Hodgson Brisbane was appointed as liquidator in accordance with the provisions of Part 5.3A of the *Corporations Act 2001*.

On 23 December 2009, the liquidator Greg Maloney, appointed Mr Christopher Darin and Mr Michael Hird of Worrells Sydney as Administrators to enable a fresh deed of company arrangement (DOCA) to be considered.

On 8 March 2010, the shareholders voted that the Company enter a DOCA. The summary of the terms of the deed were set out in the Explanatory Statement and included a proposal from an Investment Group for restructuring and recapitalising the company including a settlement of creditors claims extinguishing all liabilities and removing itself from Administration. The proposal was accepted by the creditors and the DOCA was executed on 10 March 2010.

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4. Total amount raised from the Investment group is \$389,000;
5. Allotment and issue of 100 million shares (after consolidation) to the public at 0.02 cents to raise a further \$ 2,000,000;
6. Allotment and issue of 5 million shares (after consolidation) to the DOCA administrators at no cost;
7. Removal of the previous Directors and Company Secretary;
8. Appointment of the following Directors from the Investment group:
 - a. Mr Steve Nicols;
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9. Change of the company name to RKS Consolidated Limited.

On 9 June 2010, the shareholders approved the above resolutions.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2008

NOTE 8: EVENTS AFTER THE BALANCE SHEET DATE (continued)

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- The consolidated entity's state of affairs in the future financial years.

DIRECTORS' DECLARATION

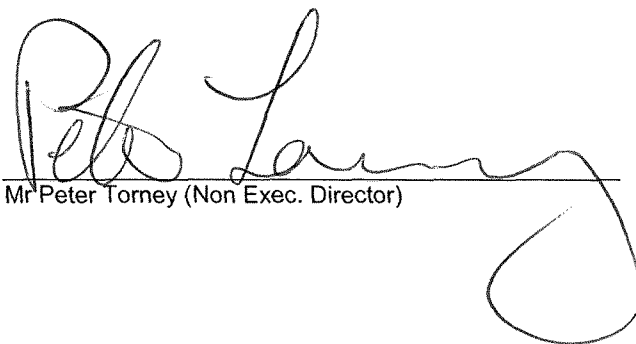
In the opinion of the Directors of RKS Consolidated Limited:

1. The financial statements and notes, set out on pages 14 to 21, are in accordance with the Corporations Act 2001:
 - (i) give a true and fair view of the economic entity's financial position as at 31 December 2008 and of its performance for the half year ended on that date; and
 - (ii) comply with Accounting Standard AASB134: Interim Financial Reporting and the Corporations Regulations 2001; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable. As disclosed in Note 1, the groups mid to long term future is dependent upon the successful completion of any subsequent expansion program.

Signed this 12th day of November 2012 in accordance with a resolution of the Directors.



Mr Robert Whitton (Chairman)



Mr Peter Torney (Non Exec. Director)

**RKS CONSOLIDATED LIMITED
(FORMERLY KNOWN AS ROCKSTEAD FINANCIAL SERVICES LIMITED
AND FIRST CAPITAL GROUP LIMITED)
ABN 20 009 264 699 AND CONTROLLED ENTITIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
RKS CONSOLIDATED LIMITED**

Report on the Half-Year Financial Report

We were engaged to review the accompanying half-year financial report of RKS Consolidated Limited and Controlled Entities (the consolidated entity) which comprises the consolidated balance sheet as at 31 December 2008, the consolidated income statement, the consolidated statement of changes in equity, the consolidated cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the consolidated entity 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. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. Because of the matters discussed in the Basis for Disclaimer of Auditor's Conclusion paragraph, we were not able to complete a review in accordance with the Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity.

Independence

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

Basis for Disclaimer of Auditor's Conclusion

Incomplete Accounting and Statutory Records

As disclosed in the directors report, on 21 July 2008 the company's securities were suspended from official quotation by the ASX. On 29 July 2008, the company under section 436A of the Corporations Act 2001, appointed Greg Moloney of Ferrier Hodgson Brisbane as Voluntary Administrator. On 30 June 2009, Greg Moloney of Ferrier Hodgson Brisbane was appointed as liquidator in accordance with the provision of Part 5.3A of the Corporations Act 2001. On 10 March 2010, the company executed a deed of arrangement with its creditors. The accounting and statutory records prior to 10 March 2010 were not adequate to permit the application of necessary review procedures. As such, we are unable to obtain all the information and explanations we require in order to form a conclusion on the half-year financial report.

Going Concern

Based on the statement made by the directors, we have not been able to obtain reliable conclusive review evidence during the course of the review. Therefore in our conclusion it is highly improbable that the company will be able to continue as a going concern.

MELBOURNE

Level 7
179 Queen Street
Melbourne VIC 3000
Australia

Ph: (613) 8678 1600
Fx: (613) 8678 1699

SYDNEY

Ph: (612) 9263 2600
Fx: (612) 9263 2800

NEWCASTLE

Ph: (612) 4969 5521
Fx: (612) 4969 6059

PARRAMATTA

Ph: (612) 9687 2100
Fx: (612) 9687 2900

PENRITH

Ph: (612) 4721 8144
Fx: (612) 4721 8155

BRISBANE

Ph: (617) 3211 1250
Fx: (617) 3211 1249

PERTH

Ph: (618) 9489 2560
Fx: (618) 9489 2562

GOLD COAST

Ph: (617) 5538 2322
Fx: (617) 5526 8599

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**RKS CONSOLIDATED LIMITED
(FORMERLY KNOWN AS ROCKSTEAD FINANCIAL SERVICES LIMITED
AND FIRST CAPITAL GROUP LIMITED)
ABN 20 009 264 699 AND CONTROLLED ENTITIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
RKS CONSOLIDATED LIMITED**

Disclaimer of Conclusion

Based on our review, which is not an audit because of the existence of the limitation on the scope of our work, as described in the preceding paragraphs and the effects of such adjustments, if any, as might have been determined to be necessary had the limitation not existed, we are unable to and do not express a conclusion as to whether the half-year financial report of RKS Consolidated Limited is in accordance with the Corporation Act 2001, including

- (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2008 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

Report on Other Legal and Regulatory Requirements

Due to the matters described in the Basis for Disclaimer of Auditor's Conclusion paragraph, we have not been given all information, explanation and assistance necessary for the conduct of the review; and we are unable to determine whether the company has kept:

- (i) financial records sufficient to enable the financial report to be prepared and reviewed; and
- (ii) other records and registers as required by the Corporations Act 2001.

Hall Chadwick
Level 29, St Martins Tower
31 Market Street
Sydney, NSW 2000



DREW TOWNSEND
Partner
Date: 12 November 2012