

Appendix 4D

Half-year report

Rule 4.2A.3
Introduced 1/1/2003

Name of entity: AFT Corporation Limited
ABN: 33 004 701 062

1. Reporting period ("current period"): Half-Year ended 30 June 2013
Previous corresponding period Half-Year ended 30 June 2012

2. Results for announcement to the market

Revenue	Down	70%	to	\$A'000 1,180
(loss)/Profit from ordinary activities after tax attributable to members	up	66%	to	(800)
Net (Loss) profit for the period attributable to members	up	66%	to	(800)

	Amount per share cents	Franked amount per share cents
<i>Dividends</i>		
Final	Nil	N/A
Interim	Nil	N/A

Record date for determining
entitlements to dividends: N/A

Brief explanation of figures 2:

The company made revenue of \$1,179,549 for the six months since 1 January 2013, which is 70% less than the same period of 2012. The Net Loss for the period attributable to members is (\$880,423.04) in compare with net loss of \$480,657.00 in the same period of 2012.

The other income includes \$170k for the lease termination income in Jan 2013.

3. Dividends

Amount per security

		Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
		Cents	cents	cents
Final dividend	- current year	Nil	N/A	N/A
	- previous year	Nil	N/A	N/A
Interim dividend	- current year	Nil	N/A	N/A
	- previous year	Nil	N/A	N/A

Total Dividends on all securities for the year

	Current period	Previous corresponding period
	\$'000	\$'000
Ordinary securities	-	-
Preference securities	-	-
Other equity instruments	-	-
	-----	-----
Total	-	-
	=====	=====

4. Dividend reinvestment plans

The dividend reinvestment plans shown below are in operation:

None

Last date for receipt of election notices
for the dividend reinvestment plan: N/A

5. Net Tangible assets

	Current period	Previous corresponding period
	cents	cents
Net tangible asset backing per ordinary share	0.0004	0.0006
	=====	=====

6. Details of entities over which control has been gained or lost

Control gained over entities N/A

Date control gained N/A

Control lost over entities N/A

7. Details of associates and joint venture entities

Octip Pty Ltd is jointly owned by Microgenix Australasia Pty Ltd (50%) and Techsuccess Pty Ltd.

GA Renewable Energy Ltd is jointly owned by AFT Corporation Ltd (49%) and Onejectong Elevator Ltd (51%).

8. Any other significant information

Details of any other significant information needed by an investor to make an informed assessment of the entity's financial performance and position:

N/A

9. Accounting standards

For foreign entities, set of accounting standards used in compiling report:

N/A

10. Auditors review report

None of the entities accounts are subject to audit dispute or qualification

11. This report is based on accounts to which one of the following applies:

- | | |
|---|---|
| <input type="checkbox"/> The accounts have been audited. | <input checked="" type="checkbox"/> The accounts have been subject to review. |
| <input type="checkbox"/> The accounts are in the process of being audited or subject to review. | <input type="checkbox"/> The accounts have not yet been audited or reviewed. |

Sign here:  Date: 27/8/2013
Company Secretary
Print name: Maurice Watson



**AFT CORPORATION LTD
AND CONTROLLED ENTITIES**

ABN 33 004 701 062

HALF YEAR FINANCIAL REPORT

30 JUNE 2013

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

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**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

CORPORATE INFORMATION

Directors:	Stone Wang – Executive Director John Zhang – Executive Director Neil Bourne – Non Executive Director
Secretary:	Maurice Watson
Registered Office:	Unit 7, 6-8 Herbert St St Leonards, NSW, 2065 Telephone: 1300 794 907
Auditors:	Hayes Knight (NSW) Pty Ltd Level 2, 115 Pitt St, Sydney, NSW, 2000
ASX Home Branch:	Australian Securities Exchange 2, The Esplanade Perth, WA, 6000
Bankers:	ANZ Banking Group Limited Cnr King & George Streets, Sydney NSW 2000 HSBC Bank Australia 28 Bridge Street, Sydney NSW 2000 National Australia Bank Level 15, Ernst & Young Building 680 George Street, Sydney NSW 2000
Share Registry:	Registries Limited Level 7, 207 Kent Street Sydney, NSW, 2000 Telephone: (02) 9290 9600, Facsimile: (02) 9279 0664
Solicitors:	Juris Bridge Suite 1104 level 11 265 Castlereagh Street Sydney, NSW, 2000

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

DIRECTORS' REPORT

The Board of Directors of AFT Corporation Ltd has pleasure in submitting its report in respect of the half-year ended 30 June 2013.

DIRECTORS

The names of the Directors in office during or since the end of the half-year are:

Name

Stone Wang

Executive

John Zhang

Executive

Neil Bourne

Non-Executive

All directors held office during or since the end of the half-year.

PRINCIPAL ACTIVITY

The principal activity of the consolidated entity during the half-year was the marketing and sales of solar panel products by the subsidiary Artemis Building Systems Pty Ltd.

RESULTS

The consolidated loss of the group for the half-year ended 30 June 2013 amounted to (\$800,423).

REVIEW OF OPERATIONS

The First Half Year Business Review, 2013

In the first half of 2013 the company expanded the scope of its Solar PV activities beyond wholesale distribution with Ten (10) micro-grid Solar PV construction and Four (4) finance projects completed and a growing pipeline of similar project opportunities ready to proceed subject to our ability to fund the development capital.

The ability to offer customers financing options through Hire-Purchase-Agreements (HPA) and Power-Purchase – Agreement (PPA) are helping us engage more effectively with our industrial and commercial customers in rural and regional Australia.

HPA (or PPA) expands the market for micro-grid Solar PV projects by removing the requirement for the customer to find upfront capital whilst continuing to benefit from protection against the potential power price increases in grid electricity costs. The typical timeframe of our HPA arrangements is from 5 to 7 years and PPA for 20 years, whilst the customer benefits from local electricity generation over the 25 year expected life of the systems/equipment. The ability to offer finance plays an important role even if the customer subsequently decides to pay upfront for construction and installation.

DIRECTOR'S REPORT (cont.)

The First Joint Venture AES company is established in Lismore, NSW (called AESL) in July 2012. It is part of AES strategic plan: testifying the business model and the local market with financial support from AFT's own balance sheets. Once the operational result match the plan then AFT will able to source new funding to support the expansion of the AES business with potential partners nationally.

In the past 6 months, AESL has successfully secured 12 commercial projects (8 for outright purchase orders and 4 for Leasing orders) and the total sales revenue is a\$700k (350k for outright purchase orders and 350k for leasing orders) and the sales pipeline of commercial projects is up to 2mw (approx.a\$5m) to be follow up in the coming 6-12 months in the region.

Project Highlights include:

100KW level medium scale roof-top commercial Solar PV projects in Macksville, NSW and Grafton, NSW. Historically we have sold mainly 30KW systems, but we are seeing the combination of rising electricity prices and lower PV panel costs influencing many customers to consider larger scale of installations.

Fund Raising:

For AFT has demonstrated the demand and financial viability of HPA projects in rural and regional Australia. In order to scale-up these activities requires now to raise additional capital. We are currently seeking to raise A\$5m from institutional investors. Discussions are continuing with two parties and we anticipate a result within the next 3 months.

Regional Partners:

Our preferred operational model is to partner with local business operations in rural and regional centers. This model allows us to attract local entrepreneurs to work with us who are willing to share in the risks and rewards of growing a local solar PV sales and installation business that is backed by AFT's technical expertise and project finance capabilities.

Our first partnership model in Lismore NSW is now working successfully and we intend to establish five (5) new regional joint-venture operations in other regions within the next 12 months.

We are targeting a Sales Budget for AFT of A\$14.5m for the 12 months period 2013-2014, however these sales are contingent on securing the growth capital that we require in a timely manner.

China Operations:

In combination with our joint venture partner GRI, we have built and are currently commissioning a 100 kw micro-grid solar pv system is built in the EFG industrial park in Guangzhou. Based on the strength of this demonstration facility together with GRI's extensive network of 50 sales offices we are anticipating Ten (10) small/medium scale projects to be secured in the coming 12 months.

Financials

AFT's wholesale business continues to suffer from the effects of solar PV panel price deflation. Our overall volumes have be dropped approx. 30% while the wholesale price dropped approx. 40% which causing the major impact on our wholesale PV revenues.

DIRECTOR'S REPORT (cont.)

However, the management team is working with the supply partners for the new arrangement to overcome the situation in the coming 6 months.

The Overall revenues to June 2013 were A\$1,180k and the net loss for the period were A\$800k.

Outlook

Based on our current pipeline of signed projects of over A\$700k in AESL together with new sales projects of AES and ABS, we anticipate revenues for the Year of 2013 is approx. A\$6m with a loss of A\$1.5m.

We also anticipate the bigger sales revenues in the first half of 2014 with the establishment of new regional centers and project funding.

Summary:

- 1) AFT is expanding into commercial and industry solar PV project development and finance to offset declining revenues in conventional wholesale solar PV distribution.
- 2) We have demonstrated the viability of this new business model and have shown that strong demand exists and that by working with partners AFT can win attractive business in Australia and in Asia.
- 3) AFT is set to restore growth in its solar business subject to its ability to raise capital to support the financing of new HPA projects.

In the Australia market AFT has seen a significant drop on the sales of solar systems due to the change of the feed-in-tariff in the market markets of NSW, ACT and SA. The AFT Group has reported a first half loss of \$800,423 with total revenue for the six months down to \$1.17m; we have also revised downwards our revenue estimate for the full year to \$6m with a net loss for the year anticipated to be around \$1.5m.

In response to weakness in the solar domestic sector, AFT is focusing on developing projects in the small and medium size commercial and public facilities solar solution sector (typical system size in the 10MW to 100MW) in regional Australia and China.

In Australia, AFT secured its first Australian commercial solar project under our solar leasing finance model in NSW, in July 2012 with more orders expected in the coming months from regional areas in NSW, Victoria and South Australia.

In China, AFT has formalized a partnership agreement with Guangri Group Ltd(GRI) that is registered in Guangzhou and listed on the Shanghai main board (list code: 600894) through the formation of a joint venture company GA Renewable Energy Ltd to address the growing commercial solar PV sector regional China. The JV company is working on several potential projects in Guangzhou and expected the timeline for contracting is around 2014.

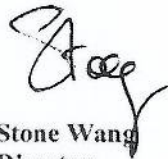
Finally, on behalf of the management team, Mr. Wang would like to take this opportunity to express the appreciation to all the shareholders for their continue support of the AFT Group.

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration for the half-year ended 30 June 2013 in accordance with s.307C of the Corporation Act 2001 is set out on Page 8 and forms part of this report.

This report is signed in accordance with a resolution of the Board of Directors.



**Stone Wang
Director**

SYDNEY, NSW
26 August 2013



Hayes Knight
Accountants & Business Advisers

Hayes Knight (NSW) Pty Ltd
ABN: 25 125 243 692

Level 2, 115 Pitt Street, Sydney NSW 2000
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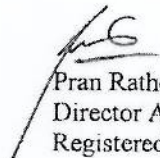
www.hayesknight.com.au


AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of AFT Corporation Limited

As auditor for the review of AFT Corporation Limited for the half-year ended 30 June 2013, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements as set out in 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.


Pran Rathod
Director Audit Services
Registered Company Auditor


Hayes Knight (NSW) Pty Ltd

Dated at Sydney 26 August 2013

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 30 JUNE 2013**

		Consolidated	
		30 June 2013	30 June 2012
	Notes	\$	\$
Revenue	3	1,179,549	3,885,348
Other income	3	258,537	198,874
Interest	3	31,109	69,088
Raw materials/consumables used	3	(1,060,333)	(3,432,782)
Occupancy & administration expense		(114,384)	(41,990)
Audit & accounting fee		(64,083)	(96,949)
Finance cost		-	(13)
Salary & Wages		(439,643)	(338,058)
Directors' remuneration		(242,152)	(364,143)
Depreciation expense		(9,499)	(10,488)
Other expenses		(339,524)	(349,544)
		<hr/>	<hr/>
(Loss) before income tax		(800,423)	(480,657)
Income tax expense		-	-
		<hr/>	<hr/>
(Loss) for the period		(800,423)	(480,657)
		<hr/>	<hr/>
Other Comprehensive Income		-	-
		<hr/>	<hr/>
Total comprehensive income for the period		(800,423)	(480,657)
		<hr/>	<hr/>
Total comprehensive income for the period attributable to:			
Members of the parent entity		(783,868)	(480,657)
Non-controlling interest		(16,555)	-
		<hr/>	<hr/>
Earnings / (Loss) per share			
Basic earnings / (Loss) per share (cents)		(0.013)	(0.008)
Diluted earnings / (Loss) per share (cents)		(0.013)	(0.008)
		<hr/>	<hr/>

The financial report should be read in conjunction with the accompanying notes.

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2013**

	Consolidated 30 June 2013	31 Dec 2012
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	1,667,548	2,246,627
Trade and other current receivables	419,784	698,627
Inventories	748,903	1,104,275
Other Assets	19,387	59,107
TOTAL CURRENT ASSETS	2,855,622	4,108,636
NON-CURRENT ASSETS		
Other Financial Assets	43,919	50,021
Property, plant and equipment	51,213	59,733
Due from other entities	9,602	-
TOTAL NON-CURRENT ASSETS	104,734	109,754
TOTAL ASSETS	2,960,356	4,218,390
CURRENT LIABILITIES		
Trade and other payables	218,678	729,389
Short term provisions	101,482	86,039
TOTAL CURRENT LIABILITIES	320,160	815,428
NON-CURRENT LIABILITIES		
Borrowings	299,940	300,000
Provisions	40,277	31,680
TOTAL NON-CURRENT LIABILITIES	340,217	331,680
TOTAL LIABILITIES	660,377	1,147,108
NET ASSETS	2,299,979	3,071,282
EQUITY		
Issued capital	103,126,740	103,126,740
Reserves	296,647	267,527
Accumulated losses	(101,106,716)	(100,322,848)
Subtotal	2,316,671	3,071,419
Minority Interest		
Non-controlling interest	(16,692)	(137)
TOTAL EQUITY	2,299,979	3,071,282

The financial report should be read in conjunction with the accompanying notes.

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 30 JUNE 2013**

	Issued Capital	Accumulated losses	Reserves Employee Equity Settled benefits reserve	Non- Controlling Interest	Total equity
CONSOLIDATED ENTITY	\$	\$	\$	\$	\$
At 1 January 2013	103,126,740	(100,322,848)	267,527	(137)	3,071,282
Share Based Payments	-	-	29,120		29,120
Total comprehensive income for the period	-	(783,868)	-	(16,555)	(800,423)
At 30 June 2013	103,126,740	(101,106,716)	296,647	(16,692)	2,299,979

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 30 JUNE 2012**

	Issued Capital	Accumulated losses	Reserves Employee Equity Settled benefits reserve	Total equity
CONSOLIDATED ENTITY	\$	\$	\$	\$
At 1 January 2012	103,126,740	(99,194,838)	198,660	4,130,562
Share based payment reserve	-	-	-	-
Total comprehensive income for the period	-	(480,657)	-	(480,657)
At 30 June 2012	103,126,740	(99,675,495)	198,660	3,649,905

The financial report should be read in conjunction with the accompanying notes.

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 30 JUNE 2013**

	Consolidated 30 June 2013 \$	30 June 2012 \$
Cash flows from operating activities		
Receipts from customers	1,860,738	3,529,326
Payments to suppliers, employees and others	(2,455,298)	(4,138,674)
Interest received	31,109	69,088
Interest paid	-	(13)
Net cash (used)/provided by operating activities	<u>(563,451)</u>	<u>(540,273)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(980)	(535)
Loan advanced	(11,088)	-
Net cash used in investing activities	<u>(12,068)</u>	<u>(535)</u>
Cash flows from financing activities		
Repayments of borrowings	(3,560)	(1,603)
Net cash used in financing activities	<u>(3,560)</u>	<u>(1,603)</u>
Net (decrease) in cash and cash equivalents	(579,079)	(542,411)
Cash and cash equivalents at beginning of period	2,246,627	3,121,090
Cash and cash equivalents at end of period	<u><u>1,667,548</u></u>	<u><u>2,578,679</u></u>

The financial report should be read in conjunction with the accompanying notes.

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2013**

1. CORPORATE INFORMATION

The financial report of AFT Corporation Ltd ("the Company") for the half-year ended 30 June 2013 was authorised for issue in accordance with a resolution of the directors on 26 August 2013. AFT Corporation Ltd is a company incorporated in Australia and limited by shares, which are publicly traded on the Australian Securities Exchange.

The principal activity of the Company is discussed in the Directors' Report.

2. BASIS OF PREPARATION

The general purpose financial statements for the interim half-year reporting period ended 30 June 2013 have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian AASB 134 *Interim Financial Reporting*.

The interim financial report is intended to provide users with an update on the latest annual financial statements of AFT Corporation Ltd and its controlled entities. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 December 2012, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim report as were applied in the most recent financial statements, unless otherwise stated.

This financial report is presented in Australian dollars.

For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

(a) New and revised Australian Accounting Standards

The Group has adopted all new and revised Australian Accounting Standards and Interpretations that became effective for the first time and are relevant to the Group.

The adoption of the new and revised Australia Accounting Standards and Interpretations has had no significant impact on the Group's accounting policies or the amounts reported during the current half-year period.

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2013**

3. REVENUE AND EXPENSES

Specific items

(Loss) before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the performance for the interim period:

	Consolidated	
	30 June 2013	30 June 2012
	\$	\$
<i>Revenue</i>		
Production trading revenue	1,179,549	3,885,348
Total Revenue	<u>1,179,549</u>	<u>3,885,348</u>
<i>Interest Income</i>		
Interest	<u>31,109</u>	<u>69,088</u>
<i>Other income</i>		
Sundry	9,295	386
Government grant	-	142,889
Licence fee	-	1,263
Lease settlement	170,000	-
Management Fees	<u>79,242</u>	<u>54,336</u>
Total other income	<u>258,537</u>	<u>198,874</u>
Total Income	<u><u>1,469,195</u></u>	<u><u>4,153,310</u></u>
<i>Expenses</i>		
Cost of production goods traded	<u>1,060,333</u>	<u>3,432,782</u>
Total COGS	<u><u>1,060,333</u></u>	<u><u>3,432,782</u></u>

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2013**

4. OPERATING SEGMENTS

The Group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of product category and service offerings since the diversification of the Group's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

During the period, the Group has temporarily ceased operations in the previous Licence segments.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics and are also similar with respect to the following:

- The Solar Panel Photovoltaic Business
- Licence Income
- Management Services

The revenues and profit/loss generated by each of the segment are summarised as follows:

	Solar panel PV business (\$)	Licence (\$)	Service(\$)	Total (\$)
6 months to 30 June 2013				
Revenue from external customers	1,469,022	173	-	1,469,195
Segment operating profit/(loss)	(391,752)	(408,590)	(81)	(800,423)
Total Assets	5,623,557	(2,663,310)	109	2,960,356
6 months to 30 June 2012				
Revenue from external customers	4,152,047	1,263	-	4,153,310
Segment operating profit/loss	122,437	(603,013)	(81)	(480,657)
Total Assets	6,839,866	(1,575,580)	272	5,264,558

**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2013**

5. CONTINGENT LIABILITIES

- At such time as the Company has funds available in excess of that required for it to obtain an admission to the Alternative Investment Market of the London Stock Exchange and above those sums required for the reasonable day to day running costs of AFT Corporation Ltd, a liability will crystallise to pay Philip Hall One Hundred and Fifty Thousand Pounds (£150,000) plus interest at the rate of 6% per annum from 31 August 2006 to the date of payment. As at 30 June 2013, the estimated interest liability is \$92,708. As it is contingent upon these conditions, this has not been included as a liability.
- The holding company has provided a guarantee of \$1 million to supplier of goods to one of its subsidiaries.
- There are no other contingent liabilities as at 30 June 2013

6. SUBSEQUENT EVENTS

Since balance date, the group has continued to pursue the various product opportunities and funding arrangements as outlined in the Directors' report.

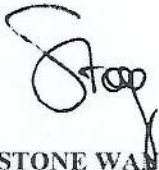
**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

DIRECTORS' DECLARATION

The directors of AFT Corporation Ltd declare that:

1. The financial statements and notes as set out on pages 9 to 17 are in accordance with the Corporation Act including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting;
and
 - (b) giving a true and fair view of the consolidated entity's financial position as at 30 June 2013 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

The declaration is made in accordance with a resolution of the Board of Directors.



STONE WANG
Director
26 August 2013



Hayes Knight
Accountants & Business Advisers

Hayes Knight (NSW) Pty Ltd
ABN: 25 125 243 692

Level 2, 115 Pitt Street, Sydney NSW 2000
GPO Box 4565 Sydney NSW 2001

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www.hayesknight.com.au

AFT Corporation Limited ABN 33 004 701 062 and Controlled Entities Interim Financial Report

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

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of AFT Corporation Limited and Controlled Entities (the consolidated entity) which comprises the consolidated statement of financial position as at 30 June 2013, the consolidated statement of profit and loss and other comprehensive income, consolidated statement of changes in equity and consolidated 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.

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 (including Australian Accounting Interpretations) and the Corporations Act 2001 and for such internal 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 half-year 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 30 June 2013 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 AFT 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 enquires, primarily of persons responsible for financial and accounting matters, and applying analytical and 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*. We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of AFT Corporation Limited, would be in the same terms if provided to the directors as at the time of this auditor's review report.



Hayes Knight
Accountants & Business Advisers

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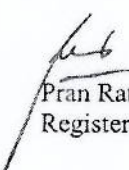
**AFT Corporation Limited ABN 33 004 701 062 and Controlled Entities
Interim Financial Report**


**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE DIRECTORS OF AFT
CORPORATION LIMITED**

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 AFT Corporation Limited and Controlled Entities 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 30 June 2013 and of its performance for the half-year ended on that date; and
- (b) complying with AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.


Pran Rathod - Director Audit Services
Registered Company Auditor


Hayes Knight (NSW) Pty Ltd

Dated at Sydney, 26 August 2013