

Infomedia Ltd

ABN 63 003 326 243

Appendix 4D

Half-Year Ended 31 December 2013

CONTENTS

- Result For Announcement To The Market
- Half-Year Financial Report
- Independent Review Report

Appendix 4D

Half-year report

Name of entity

Infomedia Ltd

ABN or equivalent company
reference

A.B.N 63 003 326 243

Half yearly
(tick)



Preliminary
final (tick)



Financial year ended ('current period')

6 months ended 31 December 2013

Results for announcement to the market

\$A'000

Sales revenue	Up	19.4%	to	28,012
Profit after tax attributable to members	Up	12.4%	to	5,754
Profit (loss) from extraordinary items after tax attributable to members		Nil		Nil
Net profit for the period attributable to members	Up	12.4%	to	5,754
Dividends (distributions)	Amount per security	Franked amount per security		
Current Year:				
Interim dividend	1.89¢	0.5¢		
Previous Corresponding Period:				
Final dividend	1.55¢	1.55¢		
Interim dividend	1.27¢	0.5¢		
Record date for determining entitlements to the dividend	04 March 2014			
Date the dividend is payable	18 March 2014			
	31 December 2013	31 December 2012		
Net Tangible Assets per security	1.7¢	0.9¢		
Brief explanation of any of the figures reported above necessary to enable the figures to be understood: Refer to page 5 of Half-Year Financial Report.				

Infomedia Ltd

ABN 63 003 326 243

Financial Report
for the half year ended 31 December 2013

ABN 63 003 326 243

Directors

Richard Graham* - Non-Executive Chairman

Frances Hernon

Myer Herszberg

Clyde McConaghy^

Andrew Pattinson*

*On 27 September 2013 Richard Graham resigned as Executive Chairman.

Andrew Pattinson was made Chief Executive Officer and appointed to the Board.

^ Appointed 1 November 2013

Company Secretary

Nick Georges

Chief Financial Officer

Jonathan Pollard

Registered Office

357 Warringah Road

Frenchs Forest NSW Australia 2086

Auditors

BDO East Coast Partnership

Share Register

Boardroom Pty Ltd

Solicitors

Thomsons Lawyers

Internet Address

www.infomedia.com.au

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DIRECTORS' REPORT

Your Directors submit their report for the half-year ended 31 December 2013.

DIRECTORS

The names of the company's directors in office during the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Richard Graham*	Non-Executive Chairman
Frances Hernon	Non-executive Director
Myer Herszberg	Non-executive Director
Clyde McConaghy^	Non-executive Director (Chairman of Audit, Risk & Governance Committee)
Andrew Pattinson*	Executive Director

*On 27 September 2013 Richard Graham resigned as Executive Chairman. Andrew Pattinson was made Chief Executive Officer and appointed to the Board.

^ Appointed 1 November 2013

COMPANY SECRETARY

Nick Georges	General Counsel & Company Secretary
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PRINCIPAL ACTIVITIES

Infomedia Ltd is a company limited by shares that is incorporated and domiciled in Australia.

The principal activities during the period of entities within the consolidated group were:

- developer and supplier of electronic parts catalogues and service systems for the automotive industry globally; and
- information management, analysis and creation for the domestic automotive and oil industries.

There have been no significant changes in the nature of those activities during the half year.

	CONSOLIDATED	
	2013	2012
	\$'000	\$'000
Sales revenue	28,012	23,457
Profit after income tax	5,754	5,120

DIRECTORS' REPORT

REVIEW AND RESULTS OF OPERATIONS

For the six months ended 31 December 2013:

- Sales revenue was \$28,012,000, representing an increase of \$4,555,000 or 19% over the previous corresponding period. In constant currency terms, sales revenue increased by \$1,895,000 or 8%.
- Profit before tax was \$7,030,000, an increase of \$1,180,000 or 20% over the previous corresponding period. This resulted from growth in sales revenue combined with continued management of operating costs and a currency exchange loss of \$1,157,000.
- A tax expense of \$1,276,000 was \$546,000 higher than the previous corresponding period representing a more normalised position as the prior half-year number included a one off tax credit relating to expenditure in research and development.
- Net profit after tax (NPAT) was \$5,754,000 representing an increase of \$634,000 over the previous corresponding period or 12%. In constant currency terms net profit increased \$677,000 or 13% due to a favourable foreign exchange variance resulting from weaker spot rates for the Australian dollar offset by a similarly sized currency exchange loss.
- Cash flow from operations increased \$2.7m or 73% to \$6.4m due to increased profit and a reduction in working capital.
- Revenue from the Company's Superservice solutions (excluding EPC) grew by 24% over the previous reporting period and 14% in constant currency terms.
- Subscription equivalents increased by 3,585 over the corresponding period to a record 75,049.
- The balance sheet remains strong with no debt and \$10.9m of cash. Net assets increased to \$39.9m.

During the second half of FY2014, the Company anticipates an increase in sales revenue and more favourable currency exchange effects combined with an increase in operational costs and amortisation expense. Consequently, the Company reconfirms its FY2014 NPAT guidance of \$11.0m to \$12.0m.

An interim half year dividend of 1.89 cents per share (franked to 0.5 cents) has been declared (FY13: 1.27 cents per share (franked to 0.5 cents)). The record date to determine entitlements to the dividend distribution is 4 March 2014 and will be payable on 18 March 2014. There is no foreign conduit income attributed to the dividend.

ROUNDING

The amounts contained in this report and in the financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Class Order 98/0100. The Company is an entity to which the Class Order applies

AUDITOR'S INDEPENDENCE DECLARATION

The Directors received an auditor's independence declaration from the auditor of the Company (refer next page). Signed in accordance with a resolution of the directors.



Richard Graham
Non-Executive Chairman
Sydney, 19 February 2014

DECLARATION OF INDEPENDENCE BY GRANT SAXON TO THE DIRECTORS OF INFOMEDIA LTD

As lead auditor for the review of Infomedia Ltd for the half-year ended 31 December 2013, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Infomedia Ltd and the entities it controlled during the period.



Grant Saxon
Partner

BDO East Coast Partnership

Sydney, 19 February 2014

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
HALF-YEAR ENDED 31 DECEMBER 2013
Notes
CONSOLIDATED
Restated¹
**31-Dec
2013
\$'000**
**31-Dec
2012
\$'000**
Revenue

Sales revenue

28,012

23,457

Expenditure

Research and development expenses

3

(6,608)

(5,764)

Sales and marketing expenses

(7,022)

(6,510)

General and administration expenses

(6,242)

(5,976)

Total expenditure

(19,872)

(18,250)

Other income/expenses

Finance income

47

35

Currency exchange gains/(losses)

(1,157)

608

Profit before tax
7,030

5,850

Income tax expense

4

(1,276)

(730)

Profit for the year
5,754

5,120

Other comprehensive income
Items that may be reclassified subsequently to profit or loss

Foreign currency translation differences for foreign operations

650

167

Effective cashflow hedges gain/(loss) taken to equity

(308)

(255)

Other comprehensive income for the period, net of tax
342

(88)

Total comprehensive income for the period
6,096

5,032

Basic earnings per share (cents per share)
1.89

1.69

Diluted earnings per share (cents per share)
1.87

1.68

Interim dividends per share - ordinary (cents per share)

5

1.89

1.27

¹ The restatement relates to presentation changes only, refer to note 2e

STATEMENT OF FINANCIAL POSITION
At 31 December 2013
Notes

		CONSOLIDATED	
		31-Dec 2013 \$'000	30-Jun 2013 \$'000
CURRENT ASSETS			
Cash and cash equivalents		10,916	9,299
Trade and other receivables		5,584	5,304
Inventories		-	1
Prepayments		1,245	1,214
TOTAL CURRENT ASSETS		17,745	15,818
NON-CURRENT ASSETS			
Property, plant and equipment		1,428	1,438
Intangible assets and goodwill	8	34,829	34,359
TOTAL NON-CURRENT ASSETS		36,257	35,797
TOTAL ASSETS		54,002	51,615
CURRENT LIABILITIES			
Trade and other payables		2,421	2,634
Derivatives		2,708	2,193
Provisions		2,127	2,039
Income tax payable		565	611
Deferred revenue		1,154	668
TOTAL CURRENT LIABILITIES		8,975	8,145
NON-CURRENT LIABILITIES			
Provisions		461	448
Deferred tax liabilities		4,635	4,854
TOTAL NON-CURRENT LIABILITIES		5,096	5,302
TOTAL LIABILITIES		14,071	13,447
NET ASSETS		39,931	38,168
EQUITY			
Contributed equity	6	11,117	10,855
Reserves		618	147
Retained earnings		28,196	27,166
TOTAL EQUITY		39,931	38,168

STATEMENT OF CASH FLOWS
HALF YEAR ENDED 31 DECEMBER 2013
Notes
CONSOLIDATED

31-Dec	31-Dec
2013	2012
\$'000	\$'000

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from customers

26,259	22,811
---------------	--------

Payments to suppliers and employees

(18,526)	(17,306)
-----------------	----------

Interest received

47	35
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Income tax paid

(1,391)	(1,846)
----------------	---------

NET CASH FLOWS FROM OPERATING ACTIVITIES

6,389	3,694
--------------	-------

CASH FLOWS FROM INVESTING ACTIVITIES

Payment for property, plant and equipment

(310)	(239)
--------------	-------

NET CASH FLOWS USED IN INVESTING ACTIVITIES

(310)	(239)
--------------	-------

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from exercise of share options

262	-
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Dividends paid on ordinary shares

(4,724)	(4,155)
----------------	---------

NET CASH FLOWS USED IN FINANCING ACTIVITIES

(4,462)	(4,155)
----------------	---------

NET INCREASE/(DECREASE) IN CASH HELD

1,617	(700)
--------------	-------

Add opening cash brought forward

9,299	6,646
--------------	-------

CLOSING CASH CARRIED FORWARD

10,916	5,946
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STATEMENT OF CHANGE IN EQUITY
HALF-YEAR ENDED 31 DECEMBER 2013

HALF-YEAR ENDED 31 DECEMBER 2013	CONSOLIDATED					
	Contributed equity	Retained earnings	Employee equity benefits reserve	Cashflow hedge reserve	Foreign currency translation reserve	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 July 2013	10,855	27,166	252	(755)	650	38,168
Profit for the period	-	5,754	-	-	-	5,754
Other comprehensive income	-	-	-	(308)	650	342
Total comprehensive income for the half year	-	5,754	-	(308)	650	6,096
<i>Transactions with owners in their capacity as owners</i>						
Share options exercised	262	-	-	-	-	262
Share option amortisation expense	-	-	129	-	-	129
Equity dividends	-	(4,724)	-	-	-	(4,724)
At 31 December 2013	11,117	28,196	381	(1,063)	1,300	39,931

HALF-YEAR ENDED 31 December 2012

HALF-YEAR ENDED 31 December 2012	CONSOLIDATED					Total
	Contributed equity	Retained earnings	Employee equity benefits reserve	Cashflow hedge reserve	Foreign currency translation reserve	
	\$'000	\$'000	\$'000	\$'000	\$'000	
	\$'000	\$'000	\$'000	\$'000	\$'000	
At 1 July 2012	10,798	25,110	56	485	(204)	36,245
Profit for the period	-	5,120	-	-	-	5,120
Other comprehensive income	-	-	-	(255)	167	(88)
Total comprehensive income for the half year	-	5,120	-	(255)	167	5,032
<i>Transactions with owners in their capacity as owners</i>						
Share option amortisation expense	-	-	70	-	-	70
Equity dividends	-	(4,155)	-	-	-	(4,155)
At 31 December 2012	10,798	26,075	126	230	(37)	37,192

NOTES OF FINANCIAL STATEMENTS

31 December 2013

1. CORPORATE INFORMATION

The financial report of Infomedia Ltd for the half-year ended 31 December 2013 was authorised for issue in accordance with a resolution of the directors on 19 February 2014. Infomedia Ltd is a company incorporated in Australia and limited by shares, which are publicly traded on the Australian Stock Exchange.

The nature of the operations and principal activities of the consolidated entity are described in the Directors' Report.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

The half-year financial report should be read in conjunction with the annual Financial Report of Infomedia Ltd as at 30 June 2013.

It is also recommended that the half-year financial report be considered together with any public announcements made by Infomedia Ltd and its controlled entities during the half-year ended 31 December 2013 in accordance with the continuous disclosure obligations arising under the *ASX listing rules*.

a) Basis of preparation

The half-year consolidated financial report has been prepared in accordance with the requirements of the *Corporations Act 2001*, AASB 134 *Interim Financial Reporting* and other mandatory professional reporting requirements as appropriate for profit orientated entities. The half-year financial report has been prepared on a historical cost basis, except for derivative financial instruments that have been measured at fair value. Compliance with AASB 134 ensures compliance with international financial reporting standard IAS 34 *Interim Financial Reporting*.

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

The financial report is presented in Australian dollars.

b) Significant accounting policies

The half-year consolidated financial statements have been prepared using the same accounting policies as used in the annual financial statements for the year ended 30 June 2013.

c) Basis of consolidation

The financial statements comprise the financial statements of Infomedia Ltd and its subsidiaries ('the Consolidated Entity'). The financial statements of subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies. Adjustments are made to bring into line any dissimilar accounting policies that may exist. All intercompany balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated in full. Unrealised losses are eliminated unless costs cannot be recovered. Subsidiaries are consolidated from the date on which control is transferred to the Consolidated Entity and cease to be consolidated from the date on which control is transferred out of the Consolidated Entity. Where there is loss of control of a subsidiary, the consolidated financial statements include the results for the part of the reporting period during which Infomedia Ltd has control.

NOTES OF FINANCIAL STATEMENTS
d) Changes in accounting policies

The Consolidated Entity has not elected to early adopt any new standards or amendments that are issued but not yet effective.

e) Restatement of comparatives

Over recent years the Company has invested significant resources in changing the way customers use its software by migrating users from physical DVD discs and applications installed on end user infrastructure (Disc based), to products accessible online via internet browsers (Software as a Service or 'SaaS').

As customers increasingly migrate to the online 'SaaS' versions, the Company has seen a change to the nature of its business in certain areas. In accordance with the provisions of AASB101 Presentation of Financial Statements which requires classification of items of income and expense on the most reliable and relevant basis, the Company has now adopted a functional approach to presenting its Statement of Profit or Loss and Other Comprehensive Income showing Research & Development expenses, Sales & Marketing expenses and General & Administrative expenses which it believes gives readers a more intuitive view of the Company's activities. The approach adopted by the Company for creation and maintenance of the Software as a Service products has led to the lack of distinction between 'Direct Wages' and 'Employee benefits expense (Salary and wages)'. These costs are now included within the three functional areas of expense listed above. Consequently 'Cost of Sales' is no longer presented.

31 December 2013
3. EXPENSES
(i) Employee benefit expense

Share option amortisation expense

Other employee benefits

Depreciation & amortisation of other intangibles

Operating lease rental expenses

(ii) Research & development costs

Total research & development costs incurred during the period

Amortisation of deferred development costs

Less: development costs capitalised

Net research & development costs expensed

CONSOLIDATED	
31 Dec 2013	31 Dec 2012
\$'000	\$'000
129	70
12,442	11,291
12,571	11,361
520	476
675	623
6,780	6,244
3,979	3,339
(4,151)	(3,819)
6,608	5,764

NOTES OF FINANCIAL STATEMENTS
31 December 2013
Notes
CONSOLIDATED
31 Dec 2013 **31 Dec 2012**
\$'000 **\$'000**
4. INCOME TAX

(a) The major components of income tax expense for the half-year ended 31 December 2013 and 31 December 2012 are:

Consolidated Statement of Profit or Loss and Other Comprehensive Income
Current income tax

Current income tax charge

1,439 1,087

Adjustments in respect of current income tax of previous years

(69) (574)

Deferred income tax

Relating to origination and reversal of temporary differences

(94) 217

Income tax expense reported in the consolidated income statement
1,276 730

(b) Disclosure of tax effects relating to each component of other comprehensive income

Movement in cash flow hedges
(132) (109)

(132) (109)

5. DIVIDENDS PROPOSED OR PAID

(a) Dividends declared and paid during the half-year on ordinary shares:

Final dividend for the financial year 30 June 2013: 1.55 cents, fully franked (2012: 1.37 cents, fully franked)

4,724 4,155

Dividends paid on ordinary shares

4,724 4,155

(b) Dividends proposed and not yet recognised as a liability:

Interim dividend for the half-year 31 December 2013: 1.89 cents, franked to 0.5 cents (2012: 1.27 cents franked to 0.5 cents)

5,764 3,855

6. ISSUED CAPITAL
Issued and paid up capital

304,953,155 shares fully paid (June 2013: 303,576,855)

Dec-13 Jun-13

11,117 10,855

Movement in Shares on Issue

Issued on exercise of share options

1,376,300 -

Employee Option Plan

There were 750,000 options issued, 1,376,300 exercised and 120,000 options cancelled during the period.

NOTES OF FINANCIAL STATEMENTS
7. SEGMENT INFORMATION
Identification of reportable segments

The group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (identified as the chief operating decision makers or 'CODM') in assessing performance and in determining the allocation of resources.

The operating segments are identified by management based on the region in which the product is sold. Discrete financial information about each of these operating businesses is reported to the Board of Directors regularly.

The reportable segments are based on aggregated operating segments determined by the similarity of the products produced and sold as these are the sources of the Group's major risks and have the most effect on the rates of return.

Accounting policies and inter-segment transactions

The accounting policies used by the Group in reporting segments internally are the same as those contained in note 2 to the accounts and in the prior period.

The group accounting policies for segments are applied to the respective segments up to the segment result level.

Major customers

The Group has many customers to which it provides products. There is no significant reliance on any single customer.

31 December 2013	Notes	Asia Pacific	Europe	North America	Latin & South America	Corporate	Total
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUE							
Segment revenue as reported to CODM		6,851	13,168	6,418	1,575	-	28,012
Consolidated revenue							<u>28,012</u>
Segment result		5,384	10,848	4,522	1,491	(15,262)	6,983
Finance income						47	47
Consolidated profit before income tax							<u>7,030</u>
Income tax expense	4						<u>(1,276)</u>
Consolidated profit after income tax							<u>5,754</u>
31 December 2012	Notes	Asia Pacific	Europe	North America	Latin & South America	Corporate	Total
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUE							
Segment revenue as reported to CODM		6,432	10,642	5,075	1,308	-	23,457
Consolidated revenue							<u>23,457</u>
Segment result		5,074	8,559	3,858	1,011	(12,687)	5,815
Finance income						35	35
Consolidated profit before income tax							<u>5,850</u>
Income tax expense	4						<u>(730)</u>
Consolidated profit after income tax							<u>5,120</u>

NOTES OF FINANCIAL STATEMENTS
31 December 2013
8. INTANGIBLE ASSETS AND GOODWILL
At 1 July 2013

Cost (gross carrying amount)

Accumulated amortisation

Net carrying amount

Half year ended 31 December 2013

At 1 July 2013, net of accumulated amortisation and impairment

Additions

Exchange difference on cost

Amortisation

Exchange difference on amortisation

At 31 December 2013, net of accumulated amortisation and impairment

At 31 December 2013

Cost (gross carrying amount)

Accumulated amortisation

Net carrying amount

¹ Internally generated

² Purchased as part of business acquisition

CONSOLIDATED				
Development costs ¹	Intellectual Property ²	Other intangibles ²	Goodwill ²	Total
\$'000	\$'000	\$'000	\$'000	\$'000
47,729	3,167	1,167	12,008	64,071
(26,458)	(2,825)	(429)	-	(29,712)
21,271	342	738	12,008	34,359
21,271	342	738	12,008	34,359
4,151	-	-	-	4,151
-	71	132	393	596
(3,979)	(81)	(120)	-	(4,180)
-	(39)	(58)	-	(97)
21,443	293	692	12,401	34,829
51,880	3,238	1,299	12,401	68,818
(30,437)	(2,945)	(607)	-	(33,989)
21,443	293	692	12,401	34,829

NOTES OF FINANCIAL STATEMENTS
31 December 2012
**8. INTANGIBLE ASSETS AND GOODWILL
(continued)**
At 1 July 2012

Cost (gross carrying amount)

Accumulated amortisation

Net carrying amount

CONSOLIDATED

Development costs ¹ \$'000	Intellectual Property ² \$'000	Other intangibles ² \$'000	Goodwill ² \$'000	Total \$'000
40,312	3,115	1,071	11,723	56,221
(19,280)	(2,656)	(179)	-	(22,115)
21,032	459	892	11,723	34,106

Half year ended 31 December 2012

At 1 July 2012, net of accumulated amortisation and impairment

Additions

Additional amounts recognised from purchase of subsidiary occurring during the period

Amortisation

At 31 December 2012, net of accumulated amortisation and impairment

21,032	459	892	11,723	34,106
3,819	-	-	-	3,819
-	11	21	64	96
(3,340)	(73)	(109)	-	(3,522)
-	(3)	(3)	-	(6)
21,511	394	801	11,787	34,493

At 31 December 2012

Cost (gross carrying amount)

Accumulated amortisation

Net carrying amount

44,131	3,126	1,092	11,787	60,136
(22,620)	(2,732)	(291)	-	(25,643)
21,511	394	801	11,787	34,493

¹ Internally generated

² Purchased as part of business acquisition

9. SUBSEQUENT EVENTS

1,420,000 share options with an exercise price of 56.5cents were issued to employees on 17 January 2014. The options vest in three equal tranches over 3 years and have an expiry date of 31 December 2016. Other than this, there has been no matter or circumstance that has arisen since the end of the period that has significantly affected the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity.

NOTES OF FINANCIAL STATEMENTS

10. FAIR VALUES OF FINANCIAL INSTRUMENTS

Recurring fair value measurements

The following financial instruments are subject to recurring fair value measurements:

	31-Dec-13 \$'000
Foreign exchange contracts - Level 2	<u>2,708</u>

Fair value hierarchy

AASB 13 Fair Value Measurement requires disclosure of fair value measurements by level in the fair value measurement hierarchy as follows:

- Level 1 - the instrument has quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - a valuation technique is used using inputs other than quoted prices within level 1 that are observable for the financial instrument, either directly (i.e. as prices), or indirectly (i.e. derived from prices)
- Level 3 - a valuation technique is used using inputs that are not observable based on observable market data (unobservable inputs).

Transfers

During the half-year ended 31 December 2013, there were no transfers of available-for-sale equity securities or derivatives between levels 1 and 2 of the fair value hierarchy. There were also no transfers into or out of level 3 during the period.

Valuation techniques used to derive level 2 fair values

Derivative instruments use valuation techniques other than quoted prices in active markets with only observable market inputs for the asset or liability, either directly (as prices) or indirectly (derived from prices) to determine the fair value of foreign exchange contracts.

Fair values of financial instruments not measured at fair value

Due to their short-term nature, the carrying amounts of cash and cash equivalents, current receivables and current trade and other payables is assumed to approximate their fair value.

DIRECTOR'S DECLARATION

In accordance with a resolution of the Directors of Infomedia Ltd, I state that:

(1) In the opinion of the Directors

(a) the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:

(i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the period ended on that date; and

(ii) complying with Accounting Standard AASB134 Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

On behalf of the Board



Richard David Graham
Non-Executive Chairman

Sydney, 19 February 2014

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Infomedia Ltd

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Infomedia Ltd, which comprises the statement of financial position as at 31 December 2013, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, notes comprising a statement of accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such 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 31 December 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 Infomedia Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Infomedia Ltd, would be in the same terms if given to the directors as at the time of this auditor's review report.

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 Infomedia Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*

BDO East Coast Partnership

The image shows two handwritten signatures. The top signature is in blue ink and appears to be 'BDO'. The bottom signature is in black ink and is a cursive signature, likely 'Grant Saxon'.

Grant Saxon
Partner

Sydney, 19 February 2014