

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 2017
Previous corresponding period Half-Year ended 30 June 2016

2. Results for announcement to the market

Revenue	DOWN	93%	to	\$A'000 66
(Loss)/Profit from ordinary activities after tax attributable to members	UP	214%	to	(178)
Net (Loss) profit for the period attributable to members	UP	240%	to	(178)

	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's revenue dropped to \$65,840 for the six months since 1 January 2017, which consisted of the sale of some old stock and interest income from hire purchase assets. No commercial solar installations were completed in the first half of the year but three large projects have already been contracted for the second half of the year.

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	0.000023	0.00009
	=====	=====

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

<i>Control gained over entities</i>	N/A
<i>Date control gained</i>	N/A
<i>Control lost over entities</i>	N/A

7. Details of associates and joint venture entities

N/A

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:

- | | | | |
|---|--|---|---|
| € | The accounts have been audited. | ✓ | The accounts have been subject to review. |
| € | The accounts are in the process of being audited or subject to review. | € | The accounts have not yet been audited or reviewed. |

Sign here:  Date: 31/8/2017

Company Secretary

Print name: Maurice Watson

**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 – Non Executive Chairman Neil Bourne – Executive Director Lawrence Longjian Cao – Executive Director
Secretary:	Maurice Watson
Registered Office:	Suite 2, Level 4, 56 Clarence St, Sydney, NSW, 2000 Telephone: 02-9299 2570
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 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 together with the financial statements of the consolidated entity, being AFT Corporation Ltd and its controlled entities ("the Group") for the half-year ended 30 June 2017.

DIRECTORS

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

Name

Stone Wang (Non Executive Chairman)

Neil Bourne (Executive Director)

Lawrence Longjian Cao (Executive Director)

REVIEW OF OPERATIONS AND FINANCIAL RESULTS

During the period AFT's commercial solar PV business was unable to complete any installation projects. However the company has signed three new projects to be completed over the next few months and with a number of others in its sale pipeline.

At a strategic level AFT continues to explore new investment opportunities with a view to acquiring new businesses with a complementary fit to its existing operations.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration as required under s.307C of the Corporation Act 2001 is included on Page 4.

Signed in accordance with a resolution of the Directors.

A handwritten signature in dark ink, appearing to read 'Neil Bourne', is written over a light blue horizontal line.

**Neil Bourne
Director**

SYDNEY, NSW
31st August 2017



Hayes Knight

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AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF THE CORPORATIONS ACT 2001

To the Directors of AFT Corporation Limited

As auditor for the review of AFT Corporation Limited for the half-year ended 30 June 2017, 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, this 31st day of August 2017

**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 2017**

	Half Year Ended	
	30 June 2017	30 June 2016
	\$	\$
Revenue	10,378	856,394
Other income	29,481	74,461
Interest	25,981	39,423
Change in inventories	(511)	(97,738)
Raw materials/consumables used	(8,998)	(458,421)
Employee benefit expense	(128,141)	(26,731)
Depreciation	-	(1,745)
Other expenses	(106,002)	(230,162)
	<hr/>	<hr/>
(Loss)/Profit before income benefit	(177,812)	155,481
Income tax expense	-	-
	<hr/>	<hr/>
(Loss)/Profit for the period from continuing operations	(177,812)	155,481
Other Comprehensive Income	-	-
	<hr/>	<hr/>
Total comprehensive income for the period	(177,812)	155,481
Total comprehensive income for the period attributable to:		
Members of the parent entity	(177,812)	127,136
Non-controlling interest	-	28,345
	<hr/>	<hr/>
(Loss)/Earnings per share		
Basic (Loss)/Earnings per share (cents)	(0.0021)	0.0018
Diluted (Loss)/Earnings per share (cents)	(0.0021)	0.0018
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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 2017**

	Consolidated	
	30 June 2017	31 December 2016
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	110,537	307,686
Trade and other receivables	2,701	2,954
Inventories	12,352	12,863
Financial Assets	104,145	102,487
Other Assets	26,028	-
TOTAL CURRENT ASSETS	255,763	425,990
NON-CURRENT ASSETS		
Financial Assets	146,379	230,175
TOTAL NON-CURRENT ASSETS	146,379	230,175
TOTAL ASSETS	402,142	656,165
CURRENT LIABILITIES		
Trade and other payables	125,334	171,873
Provisions	33,748	70,297
TOTAL CURRENT LIABILITIES	159,082	242,170
NON-CURRENT LIABILITIES		
Provisions	49,927	43,050
TOTAL NON-CURRENT LIABILITIES	49,927	43,050
TOTAL LIABILITIES	209,009	285,220
NET ASSETS	193,133	370,945
EQUITY		
Issued capital	105,474,560	105,474,560
Accumulated losses	(105,281,427)	(105,103,615)
TOTAL EQUITY	193,133	370,945

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 2017**

	Issued Capital	Accumulated losses	Total equity
	\$	\$	\$
At 1 January 2017	105,474,560	(105,103,615)	370,945
Total comprehensive income for the period	-	(177,812)	(177,812)
At 30 June 2017	105,474,560	(105,281,427)	193,133

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 30 JUNE 2016**

	Issued Capital	Accumulated losses	Non- Controlling Interest	Total equity
	\$	\$	\$	\$
At 1 January 2016	105,474,560	(104,771,243)	(132,646)	570,671
Total comprehensive income for the period	-	127,136	28,345	155,481
At 30 June 2016	105,474,560	(104,644,107)	(104,301)	726,152

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 2017**

	Half year ended	
	30 June 2017	30 June 2016
	\$	\$
Cash flows from operating activities		
Receipts from customers	125,984	1,038,465
Payments to suppliers, employees and others	(349,114)	(1,454,266)
Interest received	25,981	39,424
Net cash (used in) operating activities	(197,149)	(376,377)
Cash flows from financing activities		
Repayments of borrowings	-	(886,624)
Net cash (used in) provided by financing activities	-	(886,624)
Net (decrease) in cash and cash equivalents	(197,149)	(1,263,001)
Cash and cash equivalents at beginning of period	307,686	1,811,247
Cash and cash equivalents at end of period	110,537	548,246

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 2017**

1. Nature of operations

AFT Corporation Ltd and subsidiaries' (the Group) principle activities include the distribution of solar panel, its associated products and LED products.

2. General Information and basis of preparation

The interim consolidated financial statements of the Group are for the six months ended 30 June 2017 and are presented in Australian dollar (\$), which is the functional currency of the parent company.

These general purpose interim financial statements have been prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. They do not include all of the information required in annual financial statements in accordance with Australian Accounting Standards, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2016 and any public announcements made by the Group during the half-year in accordance with continuous disclosure requirements arising under the Australian Stock Exchange Listing Rules and the *Corporations Act 2001*.

The interim financial statements have been approved and authorised for issue by the board of directors on 31 August 2017.

3. Significant accounting policies

The interim financial statements have been prepared in accordance with the same accounting policies adopted in the Group's last annual financial statements for the year ended 31 December 2016. The accounting policies have been applied consistently throughout the period for the purposes of these interim financial statements.

4. 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 those that are relevant to the Group.

The adoption of the new and revised Australian 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.

5. Estimates

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

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

**NOTES TO THE FINANCIAL STATEMENTS (CONT.)
FOR THE HALF-YEAR ENDED 30 JUNE 2017**

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group's last annual financial statements for the year ended 31 December 2016.

6. Significant Items Affecting the Financial Performance

	30 Jun 2017	30 Jun 2016
	\$	\$
• Included in other income:		
- Net marketing & research income	-	36,565
- Disposal of inventory	24,952	-
- Write back of accounts payable	-	53,988
• Included in employee benefit expense		
- Write back of prior year's directors' remuneration	-	241,174

7. Going Concern

The financial report has been prepared on a going concern basis, which contemplated continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The Group incurred a loss for the six month period to 30 June 2017 of \$177,812 and net cash outflows from operating activities of \$197,149.

The Group restructured its current operations to be able to curtail its expenditure and exploring avenues for increasing its revenue based.

The Group is actively pursuing a number of new deals which are expected to be converted into sales. The Group is also considering raising of additional equity capital of \$300,000.

The ability of the Group to continue as a going concern is principally dependent upon the ability of the Group to successfully explore new avenues for revenues, raising capital and managing cashflow in line with available funds for the broadening of its business.

These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Group to continue as a going concern. Should the Group be unable to continue as a going concern it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Group be unable to continue as a going concern and meet its debts as and when they fall due.

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

**NOTES TO THE FINANCIAL STATEMENTS (CONT.)
FOR THE HALF-YEAR ENDED 30 JUNE 2017**

8. Operating Segments

The Group is managed primarily on the basis of combined product category and service offerings.

The Group has therefore determined it has one reportable segment, being sales and service primarily in Australia. Accordingly management reviews the internal reports that are consistent with the information provided in the statement of profit and loss and other comprehensive income, and the statement of financial position, assessing performance and determining the allocation of resources.

As a result, no reconciliation to operating segments is required because the information as presented is used by management to make strategic decisions.

9. Earnings per share

Both the basic and diluted earnings per share have been calculated using the loss attributable to shareholders of the Parent Company (AFT Corporation Ltd) as the numerator as follows:

	30 June 2017	30 June 2016
(Loss)/Profit for the period	(177,812)	155,481
(Loss)/Earnings used in calculation of basic and diluted EPS	(177,812)	155,481
Weighted average number of shares	8,508,528,009	8,508,528,009
EPS-balanced diluted	(0.0021 cents)	0.0018 cents

10. Contingent Liabilities

- There has been no change in contingent liabilities since the last annual reporting period.

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

**NOTES TO THE FINANCIAL STATEMENTS (CONT.)
FOR THE HALF-YEAR ENDED 30 JUNE 2017**

11. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

11.1 Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the fair value hierarchy, as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3: Inputs for the asset or liability that is not based on observable market data (unobservable inputs)

11.2 Measurement of Fair Value of Financial Instruments

The Group's financial assets and financial liabilities have been measured and recognised at fair value using Level 2 in the above fair value hierarchy. The carrying values of financial assets and financial liabilities at 30 June 2017 and 31 December 2016 approximates the fair values.

12. EVENTS AFTER THE REPORTING DATE

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

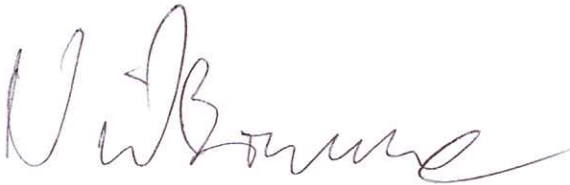
**AFT CORPORATION LTD
AND CONTROLLED ENTITIES
ABN 33 004 701 062**

DIRECTORS' DECLARATION

The directors of AFT Corporation Ltd declare that:

1. The consolidated financial statements and notes as set out on pages 5 to 12 are in accordance with the Corporation Act 2001 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 2017 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.

A handwritten signature in dark ink, appearing to read 'Neil Bourne', with a stylized, cursive script.

NEIL BOURNE
Director
31st August 2017



Hayes Knight

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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 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 2017, the consolidated statement of profit or 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 2017 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

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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 2017 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.

Material Uncertainty Related to Going Concern

Without modifying our opinion, we draw attention to Note 1 in the financial statements which indicates that the Group incurred a net loss of \$177,812 during the six month periods to 30 June 2017 and net cash outflows from operating activities of \$197,149. These conditions, along with other matters as set forth in Note 7, indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

Pran Rathod
Director – Audit Services
Registered Company Auditor

Hayes Knight (NSW) Pty Ltd

Dated at Sydney, this 31st day of August 2017