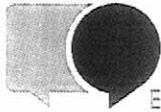


**ANGLESEY SECURED
INVESTMENTS LIMITED
ACN 111 067 606**

**FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2013**



**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF ANGLESEY SECURED INVESTMENTS LTD**

Scope

We have reviewed the financial report of Anglesey Secured Investments Limited for the half-year ended 31 December 2013. The Company's directors are responsible for the financial report. We have performed an independent review of the financial report in order to state whether, on the basis of the procedures described, anything has come to our attention that would indicate that the financial report is not presented fairly in accordance with Accounting Standard AASB 134: Interim Financial Reporting and other mandatory professional reporting requirements in Australia and statutory requirements, so as to present a view which is consistent with our understanding of the Company's financial position, and performance as represented by the results of its operations and its cash flows, and in order for the company to lodge the financial report with the Australian Securities and Investments Commission.

Independence

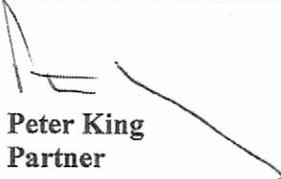
In conducting our review, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Statement

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 Anglesey Secured Investments Limited is not in accordance with:

- a. the Corporations Act 2001, including:
 - i. giving a true and fair view of the company's financial position as at 31 December 2013 and of their performance for the half year ended on that date; and
 - ii. complying with Accounting Standards AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
- b. other mandatory professional reporting requirements in Australia.

John L Bush & Campbell
JOHN L BUSH & CAMPBELL
Chartered Accountants


Peter King
Partner

22 January 2014
Wagga Wagga

■ DIRECTORS:

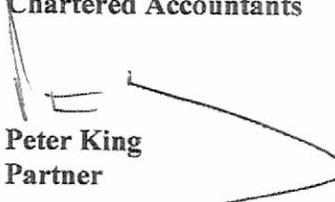
C.J. Long
T.J. Fuller
S.J. Taylor
P.J. King
A.P. Powell
J.K. Maxwell
D.R. Uden
G.A. Watson

AUDITORS INDEPENDENCE DECLARATION

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

- (a) No contraventions of the auditor independence requirements of 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.

John L Bush & Campbell
JOHN L BUSH & CAMPBELL
Chartered Accountants


Peter King
Partner

22 January 2014
Wagga Wagga

ANGLESEY SECURED INVESTMENTS LIMITED

DIRECTORS REPORT

Your Directors present their report on the Company for the half-year ended 31 December 2013.

DIRECTORS

The names of the Directors in office at any time during or since the end of the period are:

Jeffory Herdegen
Vanessa Crompton
John B Gorman
Andrew W S MacPherson

Vanessa Crompton remains Company Secretary pursuant to her appointment in December 2004.

All Directors have been in office since the start of the period to the date of this report unless otherwise stated.

OPERATING RESULT

The profit of the Company for the period after providing for income tax amounted to \$5,938.

PRINCIPAL ACTIVITIES

The principal activities of the Company during the period were mortgage lending, property and general investment.

SIGNIFICANT CHANGES

No matters or circumstances have arisen since the end of the period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

DIVIDENDS PAID OR RECOMMENDED

No dividends were paid during the period. There were no fully franked dividends declared on 31 December 2013 for payment during a later period.

SHARE OPTIONS

No options over issued shares or interests in the Company were granted during or since the end of the period and there were no options outstanding at the date of this report.

DIRECTORS INTERESTS AND BENEFITS

Since the end of the previous financial year no Director of the Company has received or become entitled to receive any benefit (other than that included in the aggregate amount of remuneration received or due and receivable by the Directors shown in the accounts) because of a contract made by the Company, its controlled entities or a related body corporate with the Director or with a firm of which the Director is member, or with an entity in which the Director has a substantial interest, other than:

- Anglesey Secured Investments Limited operates from 44 Templar St, Forbes, which is rented from managing director Mr Jeffory Herdegen in the ordinary course of business.

ANGLESEY SECURED INVESTMENTS LIMITED

DIRECTORS REPORT (Continued)

The Company has not otherwise, during or since the end of the period, indemnified or agreed to indemnify an officer or auditor of the Company against a liability incurred as such as officer or auditor.

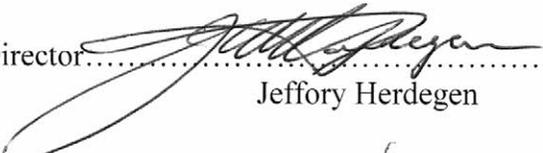
No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

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

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

Signed in accordance with a resolution of the Board of Directors.

Director.....
Jeffery Herdegen

Director.....
Vanessa Crompton

Dated this 21st day of January 2014

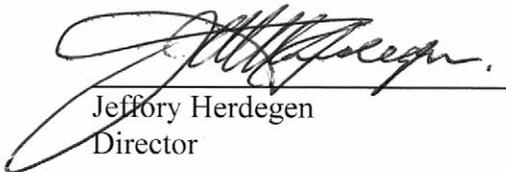
ANGLESEY SECURED INVESTMENTS LIMITED

DIRECTORS DECLARATION

The Directors of the Company declare that:

1. The financial statements and notes
 - (a) comply with Accounting Standard AASB 134 : Interim Financial Reporting and the Corporations Regulations and
 - (b) give a true and fair view of the financial position as at 31 December 2013 and 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.

This declaration is made in accordance with the Board of Directors.


Jeffory Herdegen
Director

Dated this 21st day of January 2014

ANGLESEY SECURED INVESTMENTS LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2013

	31-Dec-13	31-Dec-12
	\$	\$
Interest revenue	197,526	194,195
Interest expense	<u>(126,454)</u>	<u>(127,877)</u>
Net interest revenue	71,072	66,318
Non-interest revenue	1,717	3,370
Other expenses	<u>(66,851)</u>	<u>(75,999)</u>
Profit before income tax	<u>5,938</u>	<u>(6,311)</u>
Income tax expense	-	-
Profit after income tax	<u>5,938</u>	<u>(6,311)</u>
Other comprehensive income	-	-
Total comprehensive income for the year - net of tax	<u><u>5,938</u></u>	<u><u>(6,311)</u></u>
Earnings per share (cents per share)	0.026	(0.028)

The Statement of Comprehensive Income is to be read in conjunction with the notes to and forming part of the accounts.

ANGLESEY SECURED INVESTMENTS LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2013

	31-Dec-13	30-Jun-13
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	201,525	413,398
Interest paid	(126,454)	(262,482)
Receipts from other services	1,717	9,237
Payments to suppliers	(47,176)	(177,799)
Net Cash Provided By (Used In) Operating Activities	<u>29,612</u>	<u>(17,646)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net (Increase) / Decrease in Customer Loans	689,269	(1,127,947)
Net Cash Provided By (Used In) Investing Activities	<u>689,269</u>	<u>(1,127,947)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Borrowings	(521,805)	1,194,249
Net Cash Provided By (Used In) Financing Activities	<u>(521,805)</u>	<u>1,194,249</u>
Net increase in cash held	197,076	48,656
Cash at the beginning of the period	801,224	752,568
Cash at the end of the period	<u><u>998,300</u></u>	<u><u>801,224</u></u>

The Statement of Cash Flows is to be read in conjunction with the notes to and forming part of the accounts.

ANGLESEY SECURED INVESTMENTS LIMITED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 2013

	31-Dec-13	30-Jun-13
	\$	\$
NOTE 2 - PROFIT FROM ORDINARY ACTIVITIES		
Profit from ordinary activities before income tax has been determined after:		
Depreciation	-	4,886
Auditors Remuneration	5,940	5,400

NOTE 3 - DIVIDENDS

No distributions were paid or provided for during the period.

NOTE 4 - SEGMENT REPORTING

The Company operates predominately in one business and geographical segment being the issuing of debentures and provision of mortgage finance over real property.

NOTE 5 - CONTINGENT LIABILITIES

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

ANGLESEY SECURED INVESTMENTS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2013

	Issued Capital	Issued Preference shares	Retained Earnings	Total
Balance at 1 July 2012				
Opening balance	456,000	235,000	(466,611)	224,389
Surplus (deficit) for the year	-	-	22,286	22,286
As at June 30 2013	456,000	235,000	(444,325)	246,675
Balance at 1 July 2013				
Opening balance	456,000	235,000	(444,325)	246,675
Surplus (deficit) for the year	-	-	5,938	5,938
As at 31 December 2013	456,000	235,000	(438,387)	252,613

The Statement of Changes in Equity is to be read in conjunction with the notes to and forming part of the accounts.

ANGLESEY SECURED INVESTMENTS LIMITED

NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDING 31 DECEMBER 2013

NOTE 1 – BASIS OF PREPARATION

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2013 and any public announcements made by Anglesey Secured Investments Limited during the half year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

The accounting policies have been consistently applied and are consistent with those in the June 2013 financial report

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

(a) 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.

The critical estimates and judgments are consistent with those applied and disclosed in the June 2013 annual report.

(b) Income Tax

Income tax is nil due to losses sustained by the Company since its Corporation.