

**Wellcom Group Limited**  
**ACN 114 312 542**

**Appendix 4E**

Preliminary final report  
Period ending 30 June 2005

1. Reporting period: Year ended 30<sup>th</sup> June, 2005  
Previous corresponding period: Not applicable

Company reporting **pro forma** statement of financial performance and position for the year ended 30<sup>th</sup> June, 2005 only.

2. ***“Results for announcement to the market”.***

- 2.1 Sales Revenue, \$30,585,146  
2.2 Revenue from ordinary activities, \$30,849,268.  
2.3 Profit (loss) from ordinary activities after tax attributable to members, \$4,327,257.  
2.4 Net profit (loss) for the period attributable to members, \$3,847,257.  
2.5 The results reported are pro forma, accordingly a dividend payment or proposal is not applicable.  
2.6 The figures reported at 2.1 to 2.4 above have been extracted from the pro forma statement of financial performance of Wellcom Group Limited (“Company”). The pro forma financial report of the Company itself generated from the trading results of the Wellcom Discretionary Trust (“Trust”) whom operated the business during the 04/05 financial period. The business was transferred to the Company on the 30<sup>th</sup> June, 2005.

Sales Revenue has been reported to allow for a comparison with the pro forma forecast provided in the Company’s prospectus.

Gross Profit has also been reported to allow for a comparison with the pro forma forecast provided in the Company’s prospectus.

All figures reported are pro forma. Comparative adjustments have been made where required to allow for direct comparison to the pro forma forecast figures provided in the Company’s prospectus.

3. There are no dividend reinvestment plans currently offered or in operation.  
4. Pro forma net assets per security is 99.91 cents. There is no comparative figure for the previous corresponding period.

5. Details of associates and joint venture entities including the following.
- 5.1 Name associate/joint venture entity: iPrint Corporate Pty Ltd
- 5.2 Wellcom Group Limited acquired 50% shareholding in iPrint Corporate Pty Ltd on the 30<sup>th</sup> June, 2005. Shares were acquired from the Wellcom Discretionary Trust as part of the transfer of business arrangement.
- 5.3 Details of contribution to net profit for this entity is referred to in the attached pro-forma financial report.
6. A Pro Forma Statement of Financial Performance was included at item 6.2 of the Company's prospectus, dated 27<sup>th</sup> June, 2005. Attached is an updated schedule, allowing for the actual trading results for the financial year ended 30<sup>th</sup> June, 2005. Where assumptions have been made for the purposes of the initial pro forma report, like assumptions have been made in the updated report, including:
- Allowance has been made in the net interest expense for annual interest revenue to be generated from the proceeds of the capital raising
  - Allowance has been made for public company expenses, such as listing and share registry fees, together with increased executive remuneration, forecast for the first year of trading as a public company.
  - Income tax effect of the above

	FY2002	FY2003	FY2004	FY2005 forecast	FY2005 actual
<b>Sales Revenue</b>	7.11	17.25	27.08	30.54	30.59
<b>Gross Profit</b>	4.03	10.56	14.56	15.98	15.88
Operating Expenditure	( 2.87)	( 5.07)	( 5.87)	(6.79)	( 6.88)
<b>EBITDA</b>	1.16	5.49	8.69	9.19	9.00
Depreciation/Amortisation	( 0.94)	(1.95)	( 2.79)	( 3.67)	( 3.69)
<b>EBIT (before iPrint)</b>	0.22	3.54	5.90	5.52	5.31
Share iPrint profits	0.06	0.39	0.59	0.68	0.70
<b>EBIT (post iPrint)</b>	0.28	3.93	6.49	6.20	6.01
Interest expense (net)				(0.07)	.09
<b>Profit before tax</b>				6.13	6.10
Income Tax Expense				(1.70)	(1.77)
<b>Net profit after tax (before adjs)</b>				4.43	4.33
Adjustments (post tax)				(0.48)	(0.48)
<b>Net profit after tax</b>				3.95	3.85

7. This report is based on the following:

- Audited accounts of the Wellcom Discretionary Trust for the nine (3) month period ended 31<sup>st</sup> March, 2005 as have previously been lodged with ASX.
- The accounts of the Wellcom Discretionary Trust for the three (3) month period ended 30<sup>th</sup> June, 2005 have not been audited or subject to review.
- Audited accounts of iPrint Corporate Pty Ltd for the year ended 30<sup>th</sup> June, 2005. The audit is still in progress at the date of this report.

**WELLCOM GROUP LIMITED**  
**ACN 85 114 312 542**

**PRO FORMA FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2005**

**WELLCOM GROUP LIMITED**

**TABLE OF CONTENTS**

**Financial Report**

Pro Forma Statement of Financial Performance	<b>1</b>
Pro Forma Statement of Financial Position	<b>2</b>
Pro Forma Statement of Cash Flows	<b>3</b>
Notes to the Pro Forma Financial Statements	<b>4 - 13</b>

WELLCOM GROUP LIMITED

PRO FORMA  
STATEMENT OF FINANCIAL PERFORMANCE  
FOR THE YEAR ENDED 30 JUNE 2005

	Notes	2005 \$
Revenue from ordinary activities	2	30,849,268
Cost of production		(17,925,983)
Employee benefits expense		(4,019,552)
Consulting fees		(296,911)
Depreciation and amortisation expenses		(358,469)
Advertising		(51,204)
Occupancy expense		(1,342,203)
Other expenses from ordinary activities		(1,347,208)
Borrowing costs expense		(340,908)
Share of net profits of joint venture equity accounted for using the equity method		<u>700,404</u>
<b>Profit from ordinary activities before income tax expense</b>		<b>5,867,234</b>
Pro forma interest adjustment	18 (a)	237,145
Income tax expense relating to ordinary activities		<u>(1,777,122)</u>
<b>Profit from ordinary activities after related income tax expense</b>	3	<b>4,327,257</b>
Pro forma adjustments (post tax)	18 (b)	(480,000)
<b>Total changes in equity other than those resulting from transactions with owners as owners</b>		<b><u>3,847,257</u></b>

The accompanying notes form part of these financial statements.

**WELLCOM GROUP LIMITED**

**PRO FORMA  
STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2005**

	Notes	2005 \$
<b>CURRENT ASSETS</b>		
Cash assets	4	4,407,010
Receivables	5	-
Other	6	<u>379,141</u>
<b>TOTAL CURRENT ASSETS</b>		<b><u>4,786,151</u></b>
<b>NON-CURRENT ASSETS</b>		
Investments accounted for using the equity method	7	892,122
Plant and equipment	8	4,650,497
Intangible assets	9	27,283,046
Deferred Tax Assets	10	<u>385,179</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<b><u>33,210,844</u></b>
<b>TOTAL ASSETS</b>		<b><u>37,996,995</u></b>
<b>CURRENT LIABILITIES</b>		
Payables	11	1,797,272
Interest-bearing liabilities	12	3,476,231
Provisions	13	<u>1,163,549</u>
<b>TOTAL CURRENT LIABILITIES</b>		<b><u>6,437,052</u></b>
<b>NON-CURRENT LIABILITIES</b>		
Payables	11	6,000,000
Interest-bearing liabilities	12	409,360
Provisions	13	<u>120,382</u>
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b><u>6,529,742</u></b>
<b>TOTAL LIABILITIES</b>		<b><u>12,966,794</u></b>
<b>NET ASSETS</b>		<b><u>25,030,201</u></b>
<b>EQUITY</b>		
Share Capital	14	25,052,001
Retained Profits	15	<u>(21,800)</u>
<b>TOTAL EQUITY</b>		<b><u>25,030,201</u></b>

The accompanying notes form part of these financial statements.

**WELLCOM GROUP LIMITED**  
**PRO FORMA**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2005**

	Notes	2005 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Receipts from customers		31,630,183
Payments to suppliers and employees		(22,878,225)
Interest received		135,120
Borrowing costs		<u>(340,908)</u>
Net cash provided by operating activities	17 (b)	<u>8,546,170</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of plant and equipment		81,706
Payment for plant and equipment		(905,258)
Proceeds received from dividends		1,000,000
Loan to related entities		<u>(3,469,029)</u>
Net cash used in investing activities		<u>(3,292,581)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings		1,947,181
Repayment of borrowings		<u>(3,058,058)</u>
Net cash used in financing activities		<u>(1,110,877)</u>
Net increase in cash held		4,142,712
Cash retained by Wellcom Discretionary Trust		<u>(1,500,000)</u>
Cash at beginning of financial year		<u>1,764,298</u>
Cash at end of financial year	17 (a)	<u>4,407,010</u>

The accompanying notes form part of these financial statements.

## WELLCOM GROUP LIMITED

### PRO FORMA NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

#### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a general purpose financial report that has been prepared to provide updated pro forma financial information to the Australian Stock Exchange following the prospectus issue and subsequent listing of Wellcom Group Limited ("Company").

The Wellcom business was owned and operated by the Wellcom Discretionary Trust ("Trust") up until the 30<sup>th</sup> June, 2005, when acquired by Wellcom Group Limited.

As such this financial report has been prepared for the entity Wellcom Group Limited, from the books and records of the Trust in the form of a pro forma report.

The pro forma Statement of Financial Performance has been prepared from the Trust accounts with pro forma adjustments to reflect the trading position of Wellcom as if it had operated as Wellcom Group Limited for the entire period.

The pro forma Statement of Financial Position reflects the position of Wellcom Group Limited following the transfer of the business.

The accounts of the Trust, upon which this report is predominately based, have been prepared in accordance with Accounting Standards, Urgent Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The Company will be accounting in accordance with the Australian equivalents of International Financial Reporting Standards (AIFRS) going forward.

The financial report has been prepared on an accruals basis and is based on historical costs. It does not take into account changing money values or, except where specifically stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the Company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated

#### (a) Income Tax

The financial report adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any permanent differences.

#### (b) Plant and Equipment

Plant and equipment are carried at cost. All assets are depreciated over the useful lives of the asset to the trust.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the trust commencing from the time the asset was held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rates	Depreciation basis
Leasehold improvements	15 %	Straight Line
Plant and equipment	33.33 %	Straight Line
Leased plant and equipment	20 %	Straight Line
Office Equipment	15 %	Straight Line
Furniture Fixtures and Fittings	15 %	Straight Line

WELLCOM GROUP LIMITED

PRO FORMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2005

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The carrying amount of fixed assets is reviewed annually to ensure it is not in excess of the recoverable amount of those assets.

The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets' employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

**(c) Leases**

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the trust are classified as finance leases. Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the trust will obtain ownership of the asset, or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

**(d) Intangibles**

*Goodwill*

Goodwill is initially recorded at the amount by which the purchase price for a business or for an ownership interest in a controlled entity exceeds the fair value attributed to its net tangible assets at date of acquisition. Goodwill reflected in the financial report was acquired on the 30th June, 2005.

*Other Intangibles*

Other Intangibles represent cost associated with the acquisition of the Wellcom business from the Wellcom Discretionary Trust on the 30<sup>th</sup> June, 2005 and company formation costs.

**(e) Employee Benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date to the Wellcom Discretionary Trust, acquired as part of the Wellcom business acquisition by the company at that date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries and annual leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

**(f) Cash**

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at banks including at call deposits with banks. The Statement of Cash Flows has been prepared from the books and records of the Wellcom Discretionary Trust.

**(g) Revenue**

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Other revenue is recognised when the right to receive the revenue has been established.

All revenue is stated net of the amount of goods and services tax (GST).

**(h) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

**WELLCOM GROUP LIMITED**

**PRO FORMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2005**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(i) Investments in Joint Ventures**

The Company's interest in joint venture entities is brought to account using the equity method of accounting in the financial report.

WELLCOM GROUP LIMITED

PRO FORMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2005

	Note	2005 \$
<b>NOTE 2: REVENUE</b>		
<b>Operating activities</b>		
- sale of goods (net of GST)		30,585,146
- interest	2(a)	135,120
- rent		73,791
- other revenue		<u>442</u>
		<u>30,794,499</u>
<b>Non - operating activities</b>		
- proceeds from sale of plant and equipment		<u>54,769</u>
Total Revenue		<u>30,849,268</u>
 (a) Interest from:		
- other persons		<u>135,120</u>
 <b>NOTE 3: PROFIT FROM ORDINARY ACTIVITIES</b>		
Profit from ordinary activities before income tax expense has been determined after:		
(a) Expenses:		
Cost of sales		17,925,983
Borrowing costs:		
Other persons		340,908
Depreciation of non-current assets		
Depreciation of plant and equipment (\$2,493,387 of which is included within cost of sales)	8	2,716,331
Amortisation of non-current assets (\$841,338 of which is included within cost of sales)	8	841,338
Bad and doubtful debts		<u>(70,310)</u>
Rental expense on operating leases		1,098,537
Remuneration of the auditor for:		
- audit or review services		41,085
- other services		18,590
Amortisation of goodwill	17(b)	135,524
(b) Revenue and Net Gains		
Net profit on disposal of non-current assets		
- other non-current assets		<u>4,691</u>
 <b>NOTE 4: CASH ASSETS</b>		
Cash on hand		1,737
Cash at bank		<u>4,405,273</u>
		<u>4,407,010</u>

WELLCOM GROUP LIMITED

PRO FORMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2005

	Note	2005
		\$
<b>NOTE 5: RECEIVABLES</b>		
CURRENT		
Trade debtors		-
Less provision for doubtful debts		-
		<u>-</u>
Other debtors		-
		<u>-</u>
		<u>-</u>

The receivables relating the Wellcom business operated through the Trust did not form part of the business assets acquired by the Company on the 30<sup>th</sup> June, 2005.

**NOTE 6: OTHER ASSETS**

CURRENT		
Prepayments		<u>379,141</u>

**NOTE 7: INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD**

NON-CURRENT		
- Interests in joint venture entities (iPrint Corporate Pty Ltd)		<u>892,122</u>
		<u>892,122</u>

Cost of Investment in iPrint Corporate Pty Ltd was \$3,300,000, creating \$2,407,878 goodwill, accounted for as Goodwill and referred at note 9.

**NOTE 8: PROPERTY, PLANT AND EQUIPMENT**

**LEASEHOLD IMPROVEMENTS**

At cost		703,468
Less accumulated amortisation		<u>(306,849)</u>
Total leasehold improvements		<u>396,619</u>

**PLANT AND EQUIPMENT**

(a) Plant and equipment		
At cost		8,163,925
Less accumulated depreciation		<u>(5,496,073)</u>
		<u>2,667,852</u>
(b) Leased plant and equipment		
Capitalised lease assets at cost		4,710,828
Less accumulated depreciation		<u>(3,453,744)</u>
		<u>1,257,084</u>

WELLCOM GROUP LIMITED

PRO FORMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2005

	Note	2005 \$
<b>NOTE 8: PROPERTY, PLANT AND EQUIPMENT (Continued)</b>		
(c) Office equipment		
At cost		190,078
Less accumulated depreciation		<u>(89,215)</u>
		<u>100,863</u>
(d) Furniture, fixtures and fittings		
At cost		425,185
Less accumulated depreciation		<u>(197,106)</u>
		<u>228,079</u>
Total plant and equipment		<u>4,650,497</u>
Total property, plant and equipment		<u>4,650,497</u>

**(a) Movements in Carrying Amounts**

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year

	Leasehold improvements	Plant & equipment	Leased plant and equipment	Office equipment	Furniture, fixtures & fittings	Total
	\$	\$	\$	\$	\$	\$
Balance at the beginning of the year	507,217	4,153,461	2,353,052	111,941	261,523	7,387,194
Additions	19,537	822,874		32,422	30,426	905,258
Assets transferred between classes		231,343	(231,343)			
Disposals						
Assets written off/disposed	(1,626)	(46,439)	(23,288)	(12,935)		(84,288)
Depreciation & amortisation expense	<u>(128,509)</u>	<u>(2,493,387)</u>	<u>(841,338)</u>	<u>(30,565)</u>	<u>(63,870)</u>	<u>(3,557,669)</u>
Carrying amount at end of year	<u>396,619</u>	<u>2,667,852</u>	<u>1,257,084</u>	<u>100,863</u>	<u>228,079</u>	<u>4,650,497</u>

**NOTE 9: INTANGIBLE ASSETS**

Goodwill at cost	27,225,546
Business Acquisition Costs	<u>57,500</u>
	<u>27,283,046</u>

**NOTE 10: TAX ASSETS**

Deferred Tax Assets	
- Acquired Employee Provisions	<u>385,179</u>

**WELLCOM GROUP LIMITED**

**PRO FORMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2005**

	Note	2005 \$
<b>NOTE 11: PAYABLES</b>		
<b>CURRENT</b>		
Unsecured liabilities		
Trade creditors		734,861
Sundry creditors and accruals		1,062,411
Amount payable to joint venture entity		<u>-</u>
		<u><u>1,797,272</u></u>
<b>NON-CURRENT</b>		
Unsecured liabilities		
- Related Shareholders (Grange Heritage Pty Ltd)		<u>6,000,000</u>
		<u><u>6,000,000</u></u>
<b>NOTE 12: INTEREST BEARING LIABILITIES</b>		
<b>CURRENT</b>		
Secured liabilities		
Commercial Bills		2,000,000
Hire purchase liability	16	985,001
Finance lease liability	16	<u>491,230</u>
		<u><u>3,476,231</u></u>
<b>NON-CURRENT</b>		
Secured liabilities		
Finance lease liability	16	<u>409,360</u>

The securities held by the Company's financier and the related terms and conditions associated with the commercial bills, overdraft, finance lease and hire purchase facilities are as follows:

- 1) First registered company charge over the assets of Wellcom Group Limited.
- 2) Deed of assignment over life policy in the name of Wayne William Sidwell, death and permanent disability to the amount of \$3 million.

**WELLCOM GROUP LIMITED**  
**PRO FORMA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2005**

	Note	2005 \$
<b>NOTE 13: PROVISIONS</b>		
<b>CURRENT</b>		
Employee benefits		<u>1,163,549</u>
<b>NON-CURRENT</b>		
Employee benefits		<u>120,382</u>
(a) Aggregate employee benefits liability		<u>1,283,931</u>
(b) Number of employees at year end		<u>165</u>
 <b>NOTE 14: SHARE CAPITAL</b>		
25,052,001 Ordinary \$1.00 shares		<u>25,052,001</u>
 <b>NOTE 15: RETAINED PROFITS</b>		
Accumulated losses at the beginning of the financial year		-
Net profit attributable to members of the entity		(21,800)
Dividends provided for or paid		-
Accumulated profits at the end of the financial year		<u>(21,800)</u>

WELLCOM GROUP LIMITED

PRO FORMA  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 30 JUNE 2005

	Note	2005 \$
<b>NOTE 16: CAPITAL AND LEASING COMMITMENTS</b>		
(a) Hire Purchase commitments		
Payable		
- not later than one year		<u>1,038,101</u>
Minimum lease payments		1,038,101
Less future finance charges		<u>(53,100)</u>
Total finance lease liability		<u>985,001</u>
Represented by:		
Current liability	12	<u>985,001</u>

The company has a hire purchase agreement in place. The agreement requires the company to make monthly payments to the financier.

(b) Finance Lease commitments		
Payable		
- not later than one year		551,865
- later than one year and not later than five years		<u>419,466</u>
Minimum hire purchase payments		971,331
Less future finance charges		<u>(70,741)</u>
Total hire purchase liability		<u>900,590</u>
Represented by:		
Current liability	12	491,360
Non-current liability	12	<u>409,230</u>
		<u>900,590</u>

The company has a number of finance lease agreements in place with its main financier with varying terms and conditions. All agreements require the company to make monthly payments to the financier.

(c) Operating lease commitments		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable		
- not later than one year		971,304
- later than one year and not later than five years		<u>1,200,285</u>
		<u>2,171,589</u>

The company is party to a number of property leases, all of which have varying terms and conditions and require the Company to make monthly payments. The company has an option to extend the leases.

WELLCOM GROUP LIMITED

PRO FORMA  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2005

Note 2005  
\$

**NOTE 17: CASH FLOW INFORMATION**

(a) Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash on hand	1,737
Cash at bank	<u>4,405,273</u>
	<u>4,407,010</u>

(b) Reconciliation of cash flow from operations with profit from ordinary activities after income tax

Profit from ordinary activities after income tax	4,327,257
Non-cash flows in profit from ordinary activities	
Amortisation (leased assets)	841,338
Amortisation (goodwill)	135,524
Depreciation	2,716,331
Pro Forma interest adjustment (tax effected)	(237,145)
Pro Forma income tax expense	1,777,122
Net (gain) / loss on disposal of property, plant and equipment	(4,691)
Changes in assets and liabilities	
Decrease in receivables (in Trust)	998,994
Increase in prepayments, IPO costs, other	(389,049)
Increase/(decrease) in payables (in Trust)	(1,167,201)
Increase in income tax payable	
Share of net profit of joint venture entity	(700,404)
Increase in provisions	<u>248,094</u>
Cash flows from operations	<u>8,546,170</u>

**NOTE 18: PRO FORMA ADJUSTMENTS**

(a) Pro forma interest adjustment accounts for interest income that would have been earned had the business operated through a listed entity and not a trust, during the period.

(b) Other pro forma adjustments (post tax) include the annual costs of operating the business through a listed entity not relevant to the Trust. Initial and annual listing fees, non-executive remuneration and adjustments to executive remuneration comprise this amount.

**NOTE 19: COMPANY DETAILS**

The principal place of business of the Company/Trust is:

Wellcom Group Limited  
378 City Road  
South Melbourne Victoria 3205