



FULL YEAR REPORT:

**ASX Appendix 4E Preliminary Final Report
Directors' Report
Auditors' Independence Declaration
Financial Report
Audit Report**

30 June 2010



www.queste.com.au

ASX Code: QUE

QUESTE COMMUNICATIONS LTD

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CORPORATE DIRECTORY**BOARD**

Farooq Khan (Chairman & Managing Director)
Simon Cato (Director)
Azhar Chaudhri (Director)
Yaqoob Khan (Director)

COMPANY SECRETARY

Victor Ho

PRINCIPAL & REGISTERED OFFICE

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221 St Georges Terrace
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STOCK EXCHANGE

Australian Securities Exchange
Perth, Western Australia

ASX CODE

QUE

AUDITORS

BDO Audit (WA) Pty Ltd
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OVERVIEW TO THE MARKET

Current Reporting Period:	Financial year ended 30 June 2010
Previous Corresponding Period:	Financial year ended 30 June 2009
Balance Date:	30 June 2010
Company:	Queste Communications Ltd (Queste or QUE)
Consolidated Entity:	Queste and controlled entities, being Orion Equities Limited (ACN 000 742 843) (Orion or OEQ) and controlled entities of Orion: <ol style="list-style-type: none"> (1) Dandaragan Estate Pty Ltd ACN 120 616 891 (DAN), a wholly owned subsidiary; (2) Silver Sands Developments Pty Ltd ACN 094 097 122, a wholly owned subsidiary; (3) CXM Limited ACN 132 294 645, a wholly owned subsidiary; (4) Margaret River Wine Corporation Pty Ltd ACN 094 706 500, a wholly owned subsidiary of DAN; and (5) Margaret River Olive Oil Company Pty Ltd ACN 094 706 519, a wholly owned subsidiary of DAN.

OVERVIEW OF RESULTS

CONSOLIDATED	2010 \$	2009 \$	% Change	Up/ Down
Total revenues	4,798,785	17,998,105	73%	Down
Total expenses	(4,743,171)	(34,522,177)	86%	Down
Profit/(Loss) before tax	55,614	(16,524,072)	100%	Up
Income tax benefit	694,440	4,090,940	83%	Down
Profit/(Loss) from continuing operations	750,054	(12,433,132)	105%	Up
Profit from discontinued operations	-	111,376	100%	Down
Profit/(Loss) for the year	750,054	(12,321,756)	106%	Up
Net profit/(loss) attributable to non controlling interest	(578,521)	6,279,911	74%	Down
Profit/(Loss) after tax attributable to members of the Company	171,533	(6,041,845)	103%	Up
Basic earnings/(loss) per share (cents)	2.51	(41.33)	106%	Up
Diluted earnings per share (cents)	1.55	n/a	100%	Up

BRIEF EXPLANATION OF RESULTS

The Consolidated Entity's results incorporates the results of controlled entity, ASX listed investment company, Orion Equities Limited (**Orion** or **OEQ**).

At the Consolidated Entity level:

Total revenues of \$4,798,785 include:

- (1) \$2,572,398 net change in fair value in investments (2009: \$28,480,000 loss);
- (2) \$1,200,987 income from sale of olive oils (2009: \$311,530);
- (3) \$874,850 share of Associate entity's profit (2009: \$2,283,013 loss); and

OVERVIEW FOR TO THE MARKET

(4) \$14,060 dividend income (2009: \$41,850).

Total expenses of \$4,743,171 include:

- (1) \$1,023,130 olive grove and oils operations (which does not include revaluation and depreciation expenses) (June 2009: \$581,009);
- (2) \$950,000 downwards impairment of property held for development and resale (2009: \$1,200,000);
- (3) \$932,525 personnel expenses (2009: \$992,229);
- (4) \$873,554 loss on sale of investments (2009: \$432,017 gain); and
- (5) \$327,580 downwards revaluation of trees (2009: \$188,500).

DIVIDENDS

The Directors have not declared a dividend in respect of the financial year ended 30 June 2010.

CONTROLLED ENTITIES and ASSOCIATE ENTITIES

The Consolidated Entity did not gain or cease control of any entities during the year.

The Consolidated Entity gained a further interest in an Associate entity during the financial year:

Orion has accounted for the following share investment at Balance Date as investments in an Associate entity (on an equity accounting basis):

- (1) 28.49% interest in ASX listed Bentley Capital Limited (ACN 008 108 218) (**BEL**) (30 June 2009: 28.66%).

On 16 October 2009, the Company acquired 1,740,625 shares in BEL, being a further 2.42% interest held in the Associate entity. This acquisition resulted in an increase in the Consolidated Entity's interest in BEL to 30.90%.

COMMENTARY ON RESULTS AND OTHER SIGNIFICANT INFORMATION

Please refer to the attached Directors' Report and Financial Report for further information on a review of the Consolidated Entity's operations and the financial position and performance of the Consolidated Entity and Company for the year ended 30 June 2010.

ANNUAL GENERAL MEETING

Pursuant to the ASX Listing Rules, the Company gives notice that its 2010 Annual General Meeting (AGM) will be held at The Forrest Centre Conference Suites, Level 14, The Forrest Centre, 221 St Georges Terrace, Perth, Western Australia on Wednesday, 10 November 2010.

For and on behalf of the Directors,



Date: 31 August 2010

Victor Ho
Company Secretary

Telephone: (08) 9214 9777

Email: info@queste.com.au

DIRECTORS' REPORT

The Directors present their report on Queste Communications Ltd (**Company** or **Queste**) and its controlled entities (the **Consolidated Entity**) for the financial year ended 30 June 2010 (**Balance Date**).

Queste is a public company limited by shares that is incorporated and domiciled in Western Australia and has been listed on the Australian Securities Exchange (**ASX**) since November 1998.

The Consolidated Entity's results incorporates the results of controlled entity, ASX listed investment company, Orion Equities Limited (**Orion** or **OEQ**). The Company has a 48% shareholding interest in Orion (30 June 2009: 48%).

PRINCIPAL ACTIVITIES

The principal activity of the Company during the financial year was the management of its assets.

The principal activities of controlled entity, Orion, during the financial year were the management of its investments, including investments in listed and unlisted securities, real estate held for development and resale, an olive grove and the ultra premium 'Dandaragan Estate' Olive Oil operation.

OPERATING RESULTS

CONSOLIDATED ENTITY	2010	2009
	\$	\$
Total revenues	4,798,785	17,998,105
Total expenses	(4,743,171)	(34,522,177)
Profit/(Loss) before tax	55,614	(16,524,072)
Income tax benefit	694,440	4,090,940
Profit/(Loss) from continuing operations	750,054	(12,433,132)
Profit from discontinued operations	-	111,376
Profit/(Loss) for the year	750,054	(12,321,756)
Net profit/(loss) attributable to non controlling interest	(578,521)	6,279,911
Profit/(Loss) after tax attributable to members of the Company	171,533	(6,041,845)
Basic earnings/(loss) per share (cents)	2.51	(41.33)
Diluted earnings per share (cents)	1.55	n/a

At the Consolidated Entity level:

Total revenues of \$4,798,785 include:

- (1) \$2,572,398 net change in fair value in investments (2009: \$28,480,000 loss);
- (2) \$1,200,987 income from sale of olive oils (2009: \$311,530);
- (3) \$874,850 share of Associate entity's profit (2009: \$2,283,013 loss); and
- (4) \$14,060 dividend income (2009: \$41,850).

DIRECTORS' REPORT

Total expenses of \$4,743,171 include:

- (1) \$1,023,130 olive grove and oils operations (which does not include revaluation and depreciation expenses) (June 2009: \$581,009);
- (2) \$950,000 downwards impairment of property held for development and resale (2009: \$1,200,000);
- (3) \$932,525 personnel expenses (2009: \$992,229);
- (4) \$873,554 loss on sale of investments (2009: \$432,017 gain); and
- (5) \$327,580 downwards revaluation of trees (2009: \$188,500).

EARNINGS/(LOSS) PER SHARE

CONSOLIDATED ENTITY	2010	2009
Basic earnings/(loss) per share (cents)	2.51	(41.33)
Diluted earnings per share (cents)	1.55	n/a
Weighted average number of fully paid ordinary shares in the Company outstanding during the year used in the calculation of basic earnings per share	29,927,379	29,914,495
Weighted average number of fully paid ordinary shares in the Company outstanding during the year used in the calculation of diluted earnings per share	48,404,879	48,404,879

The Company's 20,000,000 partly paid ordinary shares, to the extent that they have been paid (1.5225 cent per share), have been included in the determination of the basic earnings per share.

FINANCIAL POSITION

CONSOLIDATED ENTITY	2010 \$	2009 \$
Cash	2,585,981	3,440,088
Current investments - equities	8,629,841	7,925,039
Investments - listed Associate entities	7,835,522	6,851,980
Inventory	2,119,400	3,292,148
Receivables	211,577	130,396
Intangibles	884,683	623,121
Deferred tax assets	2,102,191	1,295,073
Other assets	2,169,180	2,644,451
Total Assets	26,538,375	26,202,296
Tax liabilities (current and deferred)	(2,102,191)	(1,727,505)
Other payables and liabilities	(585,917)	(1,345,565)
Net Assets	23,850,267	23,129,226
Issued capital	6,192,427	6,192,427
Reserves	2,431,707	2,445,645
Non- controlling interests	10,961,550	10,398,104
Retained earnings	4,264,583	4,093,050
Total Equity	23,850,267	23,129,226

DIVIDENDS

The Directors have not declared a dividend in respect of the financial year ended 30 June 2010.

DIRECTORS' REPORT

SECURITIES IN THE COMPANY

At Balance Date and the date of this report, the Company has the following securities on issue:

- (i) 28,404,879 listed fully paid ordinary shares; and
- (ii) 20,000,000 unlisted partly paid ordinary shares, each paid to 1.5225 cent with 18.4775 cents per partly paid ordinary share outstanding (or \$3,695,000 in total).

There were no securities issued or granted by the Company during or since the financial year.

The terms of issue of the partly paid shares are disclosed in the Prospectus for the initial public offering of shares in the Company dated 6 August 1998.

REVIEW OF OPERATIONS

1. Orion Equities Limited (OEQ)

1.1. Current Status of Investment in Orion

Orion Equities Limited is an ASX listed investment entity (ASX Code: OEQ).

The Company holds 8,558,127 shares in Orion, being 48.04% of its issued ordinary share capital (30 June 2009: 8,558,127 shares or 48.04%). Orion has been recognised as a controlled entity and included as part of the Queste Consolidated Entity's results since 1 July 2002.

Queste shareholders are advised to refer to the 30 June 2010 Directors' Report and financial statements and monthly NTA disclosures lodged by Orion for further information about the status and affairs of such company.

Information concerning Orion may be viewed from its website: www.orionequities.com.au

Orion's market announcements may also be viewed from the ASX website (www.asx.com.au) under ASX code "OEQ".

Sections 1.2 to 1.4 below contain information extracted from Orion's public statements.

1.2. Orion's Operating Results for year ended 30 June 2010

ORION EQUITIES LIMITED Consolidated Entity	2010 \$	2009 \$
Total revenues	4,692,025	17,803,761
Total expenses	(4,273,059)	(33,990,552)
Profit/(loss) before tax	418,966	(16,186,791)
Income tax benefit	694,440	4,078,315
Profit/(loss) from continuing operations	1,113,406	(12,108,476)
Profit from discontinued operations	-	111,376
Profit/(Loss) attributable to members of the Company	1,113,406	(11,997,100)
Basic and diluted earnings/(loss)cents per share	6.25	(67.34)

DIRECTORS' REPORT

ORION EQUITIES LIMITED	2010	2009
Consolidated Entity	\$	\$
Net tangible assets (before tax)	20,211,658	19,821,261
Pre-Tax NTA Backing per share	1.135	1.113
Less deferred tax assets and tax liabilities	-	(432,433)
Net tangible assets (after tax)	20,211,658	19,388,828
Pre-Tax NTA Backing per share	1.135	1.088
Based on total issued share capital	17,814,389	17,814,389

Orion's total revenues of \$4,692,025 include:

- (1) \$2,583,275 net change in fair value in securities (June 2009: \$nil);
- (2) \$1,200,987 income from olive grove operations (June 2009: \$311,530); and
- (3) \$890,284 share of Associate entity's profit (June 2009: \$2,283,013 loss)

Orion's total expenses of \$4,273,059 include:

- (1) \$1,023,130 olive grove and oils operations (which does not include revaluation and depreciation expenses) (June 2009: \$581,009);
- (2) \$950,000 downwards revaluation of property held for development and resale (June 2009: \$1,200,000);
- (3) \$887,317 loss on sale of securities (June 2009: \$436,018 gain); and
- (4) \$539,042 personnel costs (including Directors' fees) (June 2009: \$685,247).

1.3. Orion's Dividends

Orion has not declared a dividend in respect of the financial year ended 30 June 2010.

1.4. Orion's Portfolio Details as at 30 June 2010

Asset Weighting

	% of Net Assets	
	2010	2009
Australian equities	75%	79%
Agribusiness ¹	16%	13%
Property held for development and resale	10%	16%
Net tax liabilities (current year and deferred tax assets/liabilities)	-%	(9%)
Net cash/other assets and provisions	(1%)	1%
TOTAL	100%	100%

¹ Agribusiness net assets include olive grove land, olive trees, water licence, buildings, plant and equipment and inventory (bulk and packaged oils)

DIRECTORS' REPORT

Major Holdings in Securities Portfolio

		Fair Value	% of	ASX	Industry Sector Exposures
Equities		\$'million	Net Assets	Code	
1.	Strike Resources Limited	7.56	35.82%	SRK	Materials
2.	Bentley Capital Limited	4.62	21.88%	BEL	Diversified Financials
3.	Alara Resources Limited	0.81	3.85%	AUQ	Energy/Materials
TOTAL		12.99	61.54%		

Note: The investment in Strike Resources Limited comprises the following securities:

	Fair Value	% of Net	ASX	
	\$'million	Assets	Code	
(a) 13,190,802 shares	6.60	31%	SRK	
(b) 1,833,333 unlisted \$0.178 (9 Feb 2011) Options	0.57	3%	Unlisted	Fair value is based on a Black-Scholes options valuation model applying the following assumptions: (i) SRK's share price being \$0.50 (the last bid price as at 30 June 2010). (ii) A risk free rate of return of 4.91% (based on the Bank Bills 180 day market rate as at 30 June 2010). (iii) An estimated future volatility of SRK's share price of 80%.
(c) 1,666,667 unlisted \$0.278 (9 Feb 2011) Options	0.39	2%		
Sub-total	7.56	36%		

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Consolidated Entity that occurred during the financial year not otherwise disclosed in this Directors' Report or the financial statements.

FUTURE DEVELOPMENTS

In the opinion of the Directors, it may prejudice the interests of the Consolidated Entity to provide additional information (beyond that reported in this Directors' Report) in relation to future developments and the business strategies and operations of the Consolidated Entity and the expected results of those operations in subsequent financial years.

Orion has advised that it intends to continue its investment activities in future years. The results of these investment activities depend upon the performance of the underlying companies and securities in which the company invests. The investments' performance depends on many economic factors and also industry and company specific issues. In the opinion of the Orion Directors, it is not possible or appropriate to make a prediction on the future course of markets, the performance of the company's investments or the forecast of the likely results of the company's activities.

The Consolidated Entity notes the Government's proposed Carbon Pollution Reduction Scheme (CPRS). As the CPRS has not yet been implemented, the Directors are unable to reliably quantify the potential future impact of both direct and indirect costs related to this scheme. As such any costs associated with the CPRS have not been taken into account when preparing budgets, forecasts and/or valuation models for measurement of recognised amounts.

DIRECTORS' REPORT

ENVIRONMENTAL REGULATION

The Consolidated Entity notes the reporting requirements of both the *Energy Efficiency Opportunities Act 2006 (EEOA)* and the *National Greenhouse and Energy Reporting Act 2007 (NGERA)*. The *Energy Efficiency Opportunities Act 2006* requires affected companies to assess its energy usage, including the identification, investigation and evaluation of energy saving opportunities, and to report publicly on the assessments undertaken, including what action the company intends to take as a result. The *National Greenhouse and Energy Reporting Act 2007* requires affected companies to report its annual greenhouse gas emissions and energy use.

The Consolidated Entity has determined that it does not operate a recognised facility requiring registration and reporting under the NGERA and in any event, it would fall under the threshold of greenhouse gas emissions required for registration and reporting. Similarly, the Consolidated Entity's energy consumption would fall under the threshold required for registration and reporting under the EEOA.

The Consolidated Entity is not otherwise subject to any particular or significant environmental regulation under either Commonwealth or State legislation. To the extent that any environmental regulations may have an incidental impact on the Consolidated Entity's operations, the Directors are not aware of any breach by the Consolidated Entity of those regulations.

DIRECTORS

Information concerning Directors in office during or since the financial year are:

Farooq Khan	Executive Chairman and Managing Director
<i>Appointed</i>	10 March 1998
<i>Qualifications</i>	BJuris , LLB. (<i>Western Australia</i>)
<i>Experience</i>	Mr Khan is a qualified lawyer having previously practised principally in the field of corporate law. Mr Khan has extensive experience in the securities industry, capital markets and the executive management of ASX listed companies. In particular, Mr Khan has guided the establishment and growth of a number of public listed companies in the investment, mining and financial services sector. He has considerable experience in the fields of capital raisings, mergers and acquisitions and investments.
<i>Relevant interest in shares</i>	6,113,944 shares
<i>Special Responsibilities</i>	Chairman of the Board and Managing Director
<i>Other current directorships in listed entities</i>	Current Chairman of: (1) Bentley Capital Limited (since 2 December 2003) (2) Orion Equities Limited (since 6 October 2006) Current Executive Director of: (3) Alara Resources Limited (since 18 May 2007) Current Non-Executive Director of: (4) Strike Resources Limited (since 9 September 1999) (5) ITS Capital Investments Limited (formerly Interstaff Recruitment Limited) (since 27 April 2006)
<i>Former directorships in other listed entities in past 3 years</i>	Scarborough Equities Limited (merged with Bentley on 13 March 2009 and delisted)

DIRECTORS' REPORT

Azhar Chaudhri	Non-Executive Director
<i>Appointed</i>	4 August 1998
<i>Qualifications</i>	Bachelor of Science degree in Maths and Physics and a Masters degree in Economics and postgraduate computer studies
<i>Experience</i>	Mr Chaudhri has considerable expertise in computer systems, analysis and design and advanced programming experience, particularly with respect to business and information technology systems and database computing. In particular, Mr Chaudhri has formed and led software development teams creating integrated database and management information systems for utilities, local government land tax departments, hospitals, libraries and oil terminals.
<i>Relevant interest in shares</i>	4,337,780 shares 20,000,000 partly paid shares
<i>Special Responsibilities</i>	None
<i>Other current directorships in listed entities</i>	None
<i>Former directorships in other listed entities in past 3 years</i>	None

Yaqoob Khan	Non-Executive Director
<i>Appointed</i>	10 March 1998
<i>Qualifications</i>	BCom (<i>Western Australia</i>), Master of Science in Industrial Administration (<i>Carnegie Mellon</i>)
<i>Experience</i>	Mr Khan holds a Masters degree in Business and has worked as a senior executive responsible for product marketing, costing systems and production management. Mr Khan has been involved in the structuring and ASX listing of a number of public companies and in subsequent executive management. Mr Khan brings considerable international experience in corporate finance and the strategic analysis of listed investments.
<i>Relevant interest in shares</i>	157,920 shares
<i>Special Responsibilities</i>	None
<i>Other current directorships in listed entities</i>	Orion Equities Limited (since 5 November 1999).
<i>Former directorships in other listed entities in past 3 years</i>	None

DIRECTORS' REPORT

Simon K. Cato	Non-Executive Director
<i>Appointed</i>	6 February 2008
<i>Qualifications</i>	B.A. (USYD)
<i>Experience</i>	Mr Simon Cato has had over 25 years capital markets experience in broking, regulatory roles and as director of listed companies. He initially was employed by the ASX in Sydney and in Perth. Over the last 17 years he has been an executive director and/or responsible executive of three stockbroking firms and in those roles he has been involved in many aspects of broking including management issues such as credit control and reporting to regulatory bodies in the securities industry. As a broker he has also been involved in the underwriting of a number of IPO's and has been through the process of IPO listing in the dual role of broker and director. Currently he holds a number of executive and non executive roles with listed companies in Australia.
<i>Relevant interest in shares</i>	193,000 shares
<i>Special Responsibilities</i>	None
<i>Other current directorships in listed entities</i>	Current Chairman of: (1) Convergent Minerals Limited (since 25 July 2006) (2) Advanced Share Registry Limited (since 22 August 2007) Current Director of: (3) Greenland Minerals and Energy Ltd (since 21 February 2006) (4) QED Occtech Ltd (since 26 February 2010)
<i>Former directorships in other listed entities in past 3 years</i>	(1) Bentley Capital Limited (since 5 February 2004 to 29 April 2010) (2) Sofcom Limited (8 January 2004 to 19 March 2008) (3) Scarborough Equities Limited (merged with Bentley on 13 March 2009 and delisted)

At the Balance Date, Messrs Azhar Chaudhri and Yaqoob Khan were resident overseas.

COMPANY SECRETARY

Information concerning the Company Secretary in office during or since the financial year are:

Victor P. H. Ho	Company Secretary
<i>Appointed</i>	30 August 2000
<i>Qualifications</i>	BCom, LLB (Western Australia)
<i>Experience</i>	Mr Ho has been in company secretarial/executive roles with a number of public listed companies since 2000. Previously, Mr Ho had 9 years experience in the taxation profession with the Australian Tax Office and in a specialist tax law firm. Mr Ho has extensive experience in the structuring and execution of commercial and corporate transactions, capital raisings, capital management matters, public company administration, corporations law and stock exchange compliance and shareholder relations.
<i>Relevant interest in shares</i>	17,500 shares
<i>Other positions held in listed entities</i>	Current Executive Director and Company Secretary of: (1) Orion Equities Limited (Secretary since 2 August 2000 and Director since 4 July 2003) Current Company Secretary of: (2) Bentley Capital Limited (since 5 February 2004) (3) Alara Resources Limited (since 4 April 2007)
<i>Former positions in other listed entities in past 3 years</i>	(1) Strike Resources Limited (Secretary since 9 March 2000 and Director since 12 October 2000) (2) Sofcom Limited (Director between 3 July 2002 and 19 March 2008; Secretary between 23 July 2003 and 19 March 2008) (3) Scarborough Equities Limited (Secretary between 29 November 2004 and 13 March 2009)

DIRECTORS' REPORT

DIRECTORS' MEETINGS

The following table sets out the numbers of meetings of the Company's Directors held during the financial year (including Directors' circulatory resolutions), and the numbers of meetings attended by each Director of the Company:

Name of Director	Meetings Attended	Maximum Possible Meetings
Farooq Khan	7	7
Simon Cato	7	7
Yaqoob Khan	7	7
Azhar Chaudhri	7	7

There were no meetings of committees of the Board of the Company.

Board Committees

During the financial year and as at the date of this Directors' Report, the Company did not have separate designated Audit or Remuneration Committees. In the opinion of the Directors, in view of the size of the Board and nature and scale of the Consolidated Entity's activities, matters typically dealt with by an Audit or Remuneration Committee are dealt with by the full Board.

REMUNERATION REPORT

This report details the nature and amount of remuneration for each Director and Company Executive (being a company secretary or senior manager) (**Key Management Personnel**) of the Consolidated Entity.

The information provided under headings (1) to (3) below has been audited as required under section 308(3)(C) of the *Corporations Act 2001*.

(1) Remuneration Policy

The Board determines the remuneration structure of all Key Management Personnel having regard to the Consolidated Entity's nature, scale and scope of operations and other relevant factors, including the frequency of Board meetings, length of service, particular experience and qualifications, market practice (including available data concerning remuneration paid by other listed companies in particular companies of comparable size and nature), the duties and accountability of Key Management Personnel and the objective of maintaining a balanced Board which has appropriate expertise and experience, at a reasonable cost to the Company.

Fixed Cash Short Term Employment Benefits: The Key Management Personnel of the Company are paid a fixed amount per annum plus applicable employer superannuation contributions. The Non-Executive Directors of the Company are paid a maximum aggregate base remuneration of \$55,000 per annum inclusive of minimum employer superannuation contributions where applicable, to be divided as the Board determines appropriate.

The Board has determined current Company Key Management Personnel remuneration as follows:

- (a) Mr Farooq Khan (Executive Chairman and Managing Director) – a base salary of \$125,000 per annum plus employer superannuation contributions (currently 9%);
- (b) Mr Azhar Chaudhri (Non-Executive Director) – a base fee of \$15,000 per annum;
- (c) Mr Simon Cato (Non-Executive Director) – a base fee of \$15,000 per annum plus employer superannuation contributions (currently 9%);
- (d) Mr Yaqoob Khan (Non-Executive Director) – a base fee of \$15,000 per annum; and
- (e) Mr Victor Ho (Company Secretary) – a base salary of \$45,000 per annum plus employer superannuation contributions (currently 9%).

DIRECTORS' REPORT

Key Management Personnel can also opt to "salary sacrifice" their cash fees/salary and have them paid wholly or partly as further employer superannuation contributions or benefits exempt from fringe benefits tax.

Special Exertions and Reimbursements: Pursuant to the Company's Constitution, each Director is entitled to receive:

- (a) Payment for the performance of extra services or the making of special exertions at the request of the Board and for the purposes of the Company.
- (b) Payment for reimbursement of all reasonable expenses (including traveling and accommodation expenses) incurred by a Director for the purpose of attending meetings of the Company or the Board, on the business of the Company, or in carrying out duties as a Director.

Long Term Benefits: Key Management Personnel have no right to termination payments save for payment of accrued annual leave and long service leave (other than Non-Executive Directors).

Equity Based Benefits: The Company does not presently have any equity (shares or options) based remuneration arrangements for any personnel pursuant to any executive or employee share or option plan or otherwise.

Post Employment Benefits: The Company does not presently provide retirement benefits to Key Management Personnel.

Performance Related Benefits/Variable Remuneration: The Company does not presently provide short or long incentive/performance based benefits related to the Company's performance to Key Management Personnel, including payment of cash bonuses. The current remuneration of Key Management Personnel is fixed, is not dependent on the satisfaction of a performance condition and is unrelated to the Company's performance.

Service Agreements: The Company does not presently have formal service agreements or employment contracts with any Key Management Personnel.

Financial Performance of Company: There is no relationship between the Company's current remuneration policy and the Company's performance.

(2) Details of Remuneration of Key Management Personnel

Details of the nature and amount of each element of remuneration of each Key Management Personnel of the Company paid or payable by the Consolidated Entity during the financial year are as follows:

Paid by the Company (Queste) to its Key Management Personnel

2010	Performance related	Short-term Benefits		Post Employment Benefits	Other Long-term Benefits	Equity Based	
Key Management Person	%	Cash, salary and commissions \$	Non-cash benefit \$	Superannuation \$	Long service leave \$	Shares & Options \$	Total \$
Executive Director: Farooq Khan	-	125,000	-	11,250	-	-	136,250
Non-Executive Directors:							
Yaqoob Khan	-	15,000	-	-	-	-	15,000
Azhar Chaudhri	-	15,000	-	-	-	-	15,000
Simon Cato	-	1,731	-	14,619	-	-	16,350
Company Secretary: Victor Ho	-	31,998	-	2,960	-	-	34,958

DIRECTORS' REPORT

2009	Performance related	Short-term Benefits		Post Employment Benefits	Other Long-term Benefits	Equity Based	
Key Management Person	%	Cash, salary and commissions	Non-cash benefit	Superannuation	Long service leave	Shares & Options	Total
		\$	\$	\$	\$	\$	\$
Executive Director: Farooq Khan	-	125,000	-	11,250	36,057	-	172,307
Non-Executive Directors:							
Yaqoob Khan	-	15,000	-	-	-	-	15,000
Azhar Chaudhri	-	15,000	-	-	-	-	15,000
Simon Cato	-	15,000	-	1,350	-	-	16,350
Company Secretary: Victor Ho	-	31,000	-	2,790	8,346	-	42,136

Paid by Orion to Key Management Personnel (who are also Key Management Personnel of Queste)

2010 Key Management Personnel	Performance related %	Short-term Benefits		Post Employment Benefits	Other Long-term Benefits	Equity Based	Total
		Cash, salary and commissions	Non-cash benefit	Superannuation	Long service leave	Shares & Options	\$
		\$	\$	\$	\$	\$	\$
Executive Directors:							
Farooq Khan	-	250,000	-	22,500	-	-	272,500
William Johnson	-	100,962	-	12,087	-	-	113,049
Victor Ho	-	62,018	-	5,582	-	-	67,600
Non-Executive Director: Yaqoob Khan	-	25,000	-	-	-	-	25,000

2009 Key Management Personnel	Performance related %	Short-term Benefits		Post Employment Benefits	Other Long-term Benefits	Equity Based	Total
		Cash, salary and commissions	Non-cash benefit	Superannuation	Long service leave	Shares & Options	\$
		\$	\$	\$	\$	\$	\$
Executive Directors:							
Farooq Khan	-	255,192	-	17,308	-	-	272,500
William Johnson	-	150,000	-	13,500	-	-	163,500
Victor Ho	-	60,000	-	5,400	-	-	65,400
Non-Executive Director: Yaqoob Khan	-	25,000	-	-	-	-	25,000

(3) Other Benefits Provided to Key Management Personnel

No Key Management Personnel has during or since the end of the financial year, received or become entitled to receive a benefit, other than a remuneration benefit as disclosed above, by reason of a contract made by the Company or a related entity with the Director or with a firm of which he is a member, or with a Company in which he has a substantial interest.

This concludes the audited remuneration report.

DIRECTORS' REPORT

DIRECTORS' AND OFFICERS' INSURANCE

The Company does not have any directors' and officers insurance policy. Orion has a directors' and officers insurance policy; the nature of the liabilities covered or the amount of premiums paid in respect of this policy has not been disclosed as such disclosure is prohibited under the terms of the policy.

DIRECTORS DEEDS

In addition to the rights of indemnity provided under the Company's Constitution (to the extent permitted by the Corporations Act), the Company has also entered into a deed with each of the Directors and the Company Secretary (**Officer**) to regulate certain matters between the Company and each Officer, both during the time the Officer holds office and after the Officer ceases to be an officer of the Company, including the following matters:

- (i) The Company's obligation to indemnify an Officer for liabilities or legal costs incurred as an officer of the Company (to the extent permitted by the Corporations Act); and
- (ii) Subject to the terms of the deed and the Corporations Act, the Company may advance monies to the Officer to meet any costs or expenses of the Officer incurred in circumstances relating to the indemnities provided under the deed and prior to the outcome of any legal proceedings brought against the Officer.

LEGAL PROCEEDINGS ON BEHALF OF CONSOLIDATED ENTITY

No person has applied for leave of a court to bring proceedings on behalf of the Consolidated Entity or intervene in any proceedings to which the Consolidated Entity is a party for the purpose of taking responsibility on behalf of the Consolidated Entity for all or any part of such proceedings. The Consolidated Entity was not a party to any such proceedings during and since the financial year.

AUDITOR

Details of the amounts paid or payable to the auditor (BDO Audit (WA) Pty Ltd) for audit and non-audit services provided during the financial year are set out below:

Consolidated Entity			Company		
Audit & Review Fees	Fees for Other Services	Total	Audit & Review Fees	Fees for Other Services	Total
\$	\$	\$	\$	\$	\$
53,874	3,150	57,024	24,594	1,500	26,094

The Board is satisfied that the provision of non-audit services by the auditor during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The Board is satisfied that the nature of the non-audit services disclosed above did not compromise the general principles relating to auditor independence as set out in the Institute of Chartered Accountants in Australia and APES 110 Code of Ethics for Professional Accountants: Professional Independence, including reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the Company, acting as advocate for the Company or jointly sharing economic risk and rewards.

BDO Audit (WA) Pty Ltd continues in office in accordance with section 327B of the *Corporations Act 2001*.

AUDITORS' INDEPENDENCE DECLARATION

A copy of the Auditor's Independence Declaration as required under section 307C of the Corporations Act 2001 forms part of this Directors Report and is set out on page 17. This relates to the Audit Report, where the Auditors state that they have issued an independence declaration.

DIRECTORS' REPORT

EVENTS SUBSEQUENT TO BALANCE DATE

The Directors are not aware of any matters or circumstances at the date of this Directors' Report, other than those referred to in this Directors' Report (in particular, in Review of Operations) or the financial statements or notes thereto (in particular Subsequent Events Note 29), that have significantly affected or may significantly affect the operations, the results of operations or the state of affairs of the Company in subsequent financial years.

Signed for and on behalf of the Directors in accordance with a resolution of the Board.



Farooq Khan
Chairman

31 August 2010



Simon Cato
Director

31 August 2010

Board of Directors
Queste Communications Ltd
Level 14, The Forrest Centre
221 St Georges Terrace
Perth, Western Australia, 6000

Dear Sirs,

DECLARATION OF INDEPENDENCE BY CHRIS BURTON TO THE DIRECTORS OF QUESTE COMMUNICATIONS LTD

As lead auditor of Queste Communications Ltd for the year ended 30 June 2010, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the Corporations Act 2001 in relation to the audit
- any applicable code of professional conduct in relation to the audit.

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



Chris Burton
Director



BDO Audit (WA) Pty Ltd
Perth, Western Australia

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 30 June 2010

	2010	2009	
Note	\$	\$	
Revenue from continuing operations	3 a	1,351,129	570,274
Other income			
- Net gain from sale of subsidiaries	-	16,961,679	
- Gains on sale of securities	-	432,017	
- Net change in fair value in trading portfolio	2,572,398	-	
- Share of Associate entity's net profits	15	874,850	-
- Gain on sale of assets	408	-	
- Other	-	34,135	
	3 c	4,798,785	17,998,105
Expenses			
Share of Associate entity's net loss	-	(2,283,013)	
Net change in fair value in trading portfolio	-	(28,480,000)	
Loss on sale of securities	(873,554)	-	
Costs of olive grove operations	(1,474,013)	(921,595)	
Impairment of property held for development and resale	(950,000)	(1,200,000)	
Other costs in relation to land operations	(130,080)	(36,735)	
Occupancy	(67,167)	(125,643)	
Personnel	(932,525)	(992,229)	
Financing	(6,046)	(5,180)	
Borrowing cost	(2,729)	-	
Corporate	(189,579)	(247,810)	
Other administration expenses			
- depreciation	(6,656)	(8,381)	
- other	(110,822)	(221,591)	
Loss before income tax		55,614	(16,524,072)
Income tax benefit	4	694,440	4,090,940
Profit/(loss) from continuing operations		750,054	(12,433,132)
Profit from discontinued operations	6	-	111,376
Profit/(loss) after income tax		750,054	(12,321,756)
Other comprehensive income			
Changes in asset revaluation reserve, net of tax	24	(13,938)	18,052
Other comprehensive income, net of tax		736,116	(12,303,704)
Profit/(Loss) attributable to:			
Owners of Queste Communications Ltd		171,533	(6,041,845)
Non-controlling interest		578,521	(6,279,911)
		750,054	(12,321,756)
Total comprehensive income for the year attributable to			
Owners of Queste Communications Ltd		157,595	(6,041,845)
Non-controlling interest		578,521	(6,279,911)
		736,116	(12,321,756)
Basic earnings/(loss) per share (cents)			
Earnings/(loss) per share for loss from continuing operations attributable to the ordinary equity holders			
Basic earnings/(loss) per share	9	2.5	(41.5)
Diluted earnings per share	9	1.5	n/a
Earnings/(loss) per share for loss attributable to the ordinary equity holders			
Basic earnings/(loss) per share	9	2.5	(41.3)
Diluted earnings per share	9	1.5	n/a

The accompanying notes form part of this financial statements

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 30 June 2010

	2010	2009
Note	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	10 2,585,981	3,440,088
Financial assets held at fair value through profit and loss	11 8,629,841	7,925,039
Trade and other receivables	12 178,754	97,573
Inventories - Olive Oils	13 619,400	842,147
Other current assets	14 -	5,294
TOTAL CURRENT ASSETS	12,013,976	12,310,141
NON CURRENT ASSETS		
Trade and other receivables	12 32,823	32,823
Inventories - Land	13 1,500,000	2,450,000
Investments accounted for using the equity method	15 7,835,522	6,851,981
Property, plant and equipment	16 2,103,680	2,246,077
Olive trees	17 65,500	393,080
Intangible assets	18 884,683	623,121
Resource projects	19 -	-
Deferred tax asset	22 2,102,191	1,295,073
TOTAL NON CURRENT ASSETS	14,524,399	13,892,155
TOTAL ASSETS	26,538,375	26,202,296
CURRENT LIABILITIES		
Trade and other payables	20 432,415	1,193,104
TOTAL CURRENT LIABILITIES	432,415	1,193,104
NON CURRENT LIABILITIES		
Provisions	21 153,502	152,461
Deferred tax liabilities	22 2,102,191	1,727,505
TOTAL NON CURRENT LIABILITIES	2,255,693	1,879,966
TOTAL LIABILITIES	2,688,108	3,073,070
NET ASSETS	23,850,267	23,129,226
EQUITY		
Issued capital	23 6,192,427	6,192,427
Reserves	24 2,431,707	2,445,645
Retained earnings	4,264,583	4,093,050
Parent interest	12,888,717	12,731,122
Non-controlling interest	10,961,550	10,398,104
TOTAL EQUITY	23,850,267	23,129,226

The accompanying notes form part of this financial statements

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2010

	Note	Issued Capital \$	Option Premium Reserves \$	Asset Revaluation Reserves \$	Retained earnings/ (Accumulated Losses) \$	Non-controlling Interest \$	Total \$
At 1 July 2008		6,087,927	2,138,012	289,581	10,255,994	16,658,490	35,430,004
Loss attributable to members of the Company		-	-	18,052	(6,041,845)	-	(6,023,793)
Loss attributable to non-controlling interest		-	-	-	-	(6,279,911)	(6,279,911)
Total comprehensive income for the year		-	-	18,052	(6,041,845)	(6,279,911)	(12,303,704)
Transactions with owners in their capacity as owners:							
Dividends paid	8	-	-	-	(121,099)	-	(121,099)
Partly paid shares		104,500	-	-	-	-	104,500
Movement in non-controlling interest		-	-	-	-	19,525	19,525
At 30 June 2009		6,192,427	2,138,012	307,633	4,093,050	10,398,104	23,129,226
At 1 July 2009		6,192,427	2,138,012	307,633	4,093,050	10,398,104	23,129,226
Profit attributable to members of the Company		-	-	(13,938)	171,533	-	157,595
Profit attributable to non-controlling interest		-	-	-	-	578,521	578,521
Total comprehensive income for the year		-	-	(13,938)	171,533	578,521	736,116
Transactions with owners in their capacity as owners:							
Movement in non-controlling interest		-	-	-	-	(15,075)	(15,075)
At 30 June 2010		6,192,427	2,138,012	293,695	4,264,583	10,961,550	23,850,267

The accompanying notes form part of this financial statements

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30 June 2010

	Note	2010 \$	2009 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		1,149,196	345,665
Sale proceeds from trading portfolio		1,059,608	1,141,704
Payments for trading portfolio		-	(264,740)
Payments to suppliers and employees		(2,998,989)	(2,356,602)
Payments for exploration and evaluation		-	(19,224)
Interest received		118,914	199,100
Interest paid		(2,729)	-
Income tax refund		-	414,768
Dividends received		459,149	40,934
NET CASH OUTFLOW FROM OPERATING ACTIVITIES	10 b	(214,851)	(498,395)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for plant and equipment		(21,302)	(5,118)
Proceeds from disposal of plant and equipment		2,593	-
Payments for investment securities		(1,046,752)	(515,737)
Proceeds from sale of investment securities		426,205	636,505
NET CASH (OUTFLOW)/INFLOW FROM INVESTING ACTIVITIES		(639,256)	115,650
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from partly paid shares		-	104,500
Dividends paid		-	(121,099)
NET CASH OUTFLOW FROM FINANCING ACTIVITIES		-	(16,599)
NET DECREASE IN CASH HELD		(854,107)	(399,344)
Cash and cash equivalents at beginning of the financial year		3,440,088	3,839,432
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	10	2,585,981	3,440,088

The accompanying notes form part of this financial statements

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

1. SUMMARY OF ACCOUNTING POLICIES

STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

The financial statement includes the financial statements for the Consolidated Entity consisting of Queste Communications Ltd and its subsidiary. Queste Communications Ltd is a company limited by shares, incorporated in Western Australia, Australia and whose shares are publicly traded on the Australian Securities Exchange (ASX).

1.1. Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the *Corporations Act 2001*.

Compliance with IFRS

The consolidated financial statements of the Consolidated Entity, Queste Communications Ltd, also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

AASB 101: Presentation of Financial Statements

The Consolidated Entity has applied the revised AASB 101 *Presentation of Financial Statements* which became effective on 1 January 2009. The revised standard requires the separate presentation of a statement of comprehensive income and a statement of changes in equity. All non-owner changes in equity must now be presented in the statement of comprehensive income. As a consequence, the Consolidated Entity had to change the presentation of its financial statements. Comparative information has been re-presented so that it is also in conformity with the revised standard.

Early adoption of AASB9: Financial Instruments

AASB 9 specifies the basis for classifying and measuring financial assets. Classification is determined based on the Consolidated Entity's business model and the contractual cash flow characteristics of the financial assets. Financial assets will be classified as either amortised cost or fair value. AASB 9 replaces the classification and measurement requirements relating to financial assets in AASB 139 *Financial Instruments: Recognition and measurement* (AASB 139).

A financial asset is measured at amortised cost if the following conditions are met:

- the objective of the Consolidated Entity's business model in relation to those instruments is to hold the asset to collect the contractual cash flows; and
- the contractual cash flows give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal outstanding.

If these criteria are not met then the financial asset must be classified as fair value through profit or loss except as discussed below. Alternatively, similar to the requirements in AASB 139, the Consolidated Entity may irrevocably elect at inception to classify a financial asset as fair value through profit or loss to reduce an accounting mismatch.

Amortised cost is still measured using the effective interest rate method and amortised cost assets must be assessed for impairment losses. There are no changes to the measurement method for fair value through profit or loss from the requirements in AASB 139.

Under AASB 9 only equity instruments that are not held for trading are able to be classified as fair value through other comprehensive income rather than fair value through profit or loss. On disposal, in contrast to AASB 139, the cumulative gains or losses recognised in equity over the period the Consolidated Entity held the equity instrument are transferred directly to retained earnings and are not permitted to be recognised in profit or loss. Equity instruments fair valued through other comprehensive income are no longer required to be assessed for impairment.

The change in accounting policy has no material impact on the Consolidated Entity's financial statements or the associated notes therein.

Consolidated Financial Statements Reporting

Pursuant to the *Corporations Amendment (Corporate Reporting Reform) Bill 2010* (which was passed on 24 June 2010 and received Royal Assent on 28 June 2010), the reporting of the Company's financial statements are no longer required. However, there is still a requirement to present the Company's key financial information in the notes to the financial statements (Refer to Note 2 in this regard).

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

1.2. Principles of Consolidation

The consolidated financial statements incorporate the assets and liabilities of the subsidiaries of Queste Communications Ltd as at 30 June 2010 and the results of its subsidiaries for the year then ended. Queste Communications Ltd and its subsidiary are referred to in this financial statement as the Consolidated Entity.

Subsidiaries are all entities over which the Consolidated Entity has the power to govern the financial and operating policies, generally accompanying a shareholding of more than one-half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Consolidated Entity controls another entity. Information on the controlled entity is contained in Note 2 to the financial statements.

Subsidiaries are fully consolidated from the date on which control is transferred to the Consolidated Entity. They are de-consolidated from the date that control ceases.

All controlled entities have a June financial year-end. All inter-company balances and transactions between entities in the consolidated entity, including any unrealised profits or losses, have been eliminated on consolidation.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

1.3. Investments in Associates

Associates are all entities over which the Consolidated Entity has significant influence but not control or joint control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates in the consolidated financial statements are accounted for using the equity method of accounting, after initially being recognised at cost. Under this method, the Consolidated Entity's share of the post-acquisition profits or losses of associates are recognised in the consolidated income statement, and its share of post-acquisition movements in reserves is recognised in other comprehensive income. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. (refer to Note 15).

Dividends receivable from associates are recognised in the Company's income statement, while in the consolidated financial statements they reduce the carrying amount of the investment. When the Consolidated Entity's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured long-term receivables, the Consolidated Entity does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealised gains on transactions between the Consolidated Entity and its associates are eliminated to the extent of the Consolidated Entity's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Consolidated Entity. All associated entity has a June financial year-end.

1.4. Mineral Exploration and Evaluation Expenditure

Exploration, evaluation and development expenditure incurred is accumulated (i.e. capitalised) in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence or otherwise of economically recoverable reserves. Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

Under AASB 6 "Exploration for and Evaluation of Mineral Resources", if facts and circumstances suggest that the carrying amount of any recognised exploration and evaluation assets may be impaired, the Company must perform impairment tests on those assets and measure any impairment in accordance with AASB 136 "Impairment of Assets". Any impairment loss is to be recognised as an expense. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

1.5. Operating Segment

Operating segments are reported in a manner consistent with the internal reporting provided to Board.

Change in accounting policy

The Consolidated Entity has applied AASB 8 "Operating Segments" from 1 July 2009. The Consolidated Entity now presents the operating segments based on information that is internally provided to the management. Previously operating segments were determined and presented in accordance with AASB 114 "Segment Reporting". An operating segment is a component of the Consolidated Entity that engages in business activities from which it may earn revenues and incur expenses. An

operating segment's operating results are reviewed regularly by the management to make decisions on the allocation of resources to the relevant segments and assess performance. Unallocated items comprise mainly corporate assets, office expenses and income tax assets and liabilities. In this financial year, the operating segments have been determined to be investments comprising of investments in shares, land and Associate entity and the olive grove. The Consolidated Entity's segment reporting is contained in Note 25 of the notes to the financial statements.

1.6. Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Consolidated Entity and the revenue can be reliably measured. All revenue is stated net of the amount of goods and services tax ("GST") except where the amount of GST incurred is not recoverable from the Australian Tax Office. The following specific recognition criteria must also be met before revenue is recognised:

Sale of Goods and Disposal of Assets - Revenue from the sale of goods and disposal of other assets is recognised when the Consolidated Entity has passed control of the goods or other assets to the buyer.

Contributions of Assets - Revenue arising from the contribution of assets is recognised when the Consolidated Entity gains control of the asset or the right to receive the contribution.

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

Dividend Revenue - Dividend revenue is recognised when the right to receive a dividend has been established. The Consolidated Entity brings dividend revenue to account on the applicable ex-dividend entitlement date.

Other Revenues - Other revenues are recognised on a receipts basis.

1.7. Income Tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the notional income tax rate for each taxing jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses (if applicable).

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates which are enacted or substantively enacted for each taxing jurisdiction. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability. An exception is made for certain temporary differences arising from the initial recognition of an asset or a liability. No deferred tax asset or liability is recognised in relation to these temporary differences if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. The amount of deferred tax assets benefits brought to account or which may be realised in the future, is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

consolidated entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Deferred tax liabilities and assets are not recognised for temporary differences between the carrying amount and tax bases of investments in controlled entities where the parent entity is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax balances attributable to amounts recognised directly in other comprehensive income or equity are also recognised directly in other comprehensive income or equity.

1.8. 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 Tax 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 the expense. Receivables and payables in the balance sheet are shown inclusive of GST. Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

1.9. Employee Benefits

Short term obligations - Provision is made for the Consolidated Entity's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. 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. Employer superannuation contributions are made by the Consolidated Entity in accordance with statutory obligations and are charged as an expense when incurred.

Other long term employee benefit obligations - The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service.

1.10. Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts (if any) are shown within short-term borrowings in current liabilities on the Statement of Financial Position.

1.11. Receivables

Trade and other receivables are recorded at amounts due less any provision for doubtful debts. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when considered non-recoverable.

1.12. Dividends Policy

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the financial year but not distributed at balance date.

1.13. Investments and Other Financial Assets

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Financial assets at fair value through profit and loss - A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: *Recognition and Measurement of Financial Instruments*. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

Available for sale financial assets - Available for sale financial assets, comprising principally marketable equity securities, are non-derivatives that are either designated in this category or not classified in any other categories. Realised and unrealised gains and losses arising from changes in the fair value of these assets are recognised in equity in the period in which they arise.

Loans and receivables - Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Financial liabilities - Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

At each reporting date, the consolidated entity assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the profit and loss.

The Consolidated Entity's investment portfolio (comprising listed and unlisted securities) is accounted for as "financial assets at fair value through profit and loss".

1.14. Fair value Estimation

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes. The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the balance sheet date. The quoted market price used for financial assets held by the consolidated entity is the current bid price; the appropriate quoted market price for financial liabilities is the current ask price.

The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques, including but not limited to recent arm's length transactions, reference to similar instruments and option pricing models. The consolidated entity

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for the year ended 30 June 2010

may use a variety of methods and makes assumptions that are based on market conditions existing at each balance date. Other techniques, such as estimated discounted cash flows, are used to determine fair value for other financial instruments.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Consolidated Entity for similar financial instruments.

The Consolidated Entity's investment portfolio (comprising listed and unlisted securities) is accounted for as a "financial assets at fair value through profit and loss" and is carried at fair value based on the quoted last bid prices at reporting date (refer to Note 11).

1.15. Property held for Resale

Property held for development and sale is valued at lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development are expensed. Profits are brought to account on the signing of an unconditional contract of sale.

1.16. Property, Plant and Equipment

All plant and equipment are stated at historical cost less accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Freehold Land is not depreciated. (except for property held for resale – refer to Note 1.15). Increases in the carrying amounts arising on revaluation of land and buildings are recognised, net of tax, in other comprehensive income and accumulated in reserves in equity. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset are first recognised in other comprehensive income to the extent of the remaining surplus attributable to the asset; all other decreases are charged to profit or loss. It is shown at fair value, based on periodic valuations by external independent valuers.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present value in determining recoverable amount.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the consolidated entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

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

Class of Fixed Asset	Depreciation Rate	Depreciation Method
Plant and Equipment	15-33.3%	Diminishing Value
Furniture and Equipment	15-20%	Diminishing Value
Leasehold Improvements	15%	Diminishing Value

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the profit and loss. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

1.17. Impairment of Assets

At each reporting date, the consolidated entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the profit or loss. Impairment testing is performed annually for goodwill and intangible assets with indefinite lives. Where it is not possible to estimate the recoverable amount of an individual asset, the consolidated entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.18. Payables

These amounts represent liabilities for goods and services provided to the consolidated entity prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

1.19. Issued Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs directly attributable to the issue of new shares or options, or for the acquisition of a business, are included in the cost of the acquisition as part of the purchase consideration.

1.20. Earnings Per Share

Basic Earnings per share is determined by dividing the operating result after income tax by the weighted average number of ordinary shares on issue during the financial period.

Diluted Earnings per share adjusts the figures used in the determination of basic earnings per share by taking into account amounts unpaid on ordinary shares and any reduction in earnings per share that will probably arise from the exercise of options outstanding during the financial period.

1.21. Business Combinations

The acquisition method of accounting is used to account for all business combinations, including business combinations involving entities or businesses under common control, regardless of whether equity instruments or other assets are acquired. Cost is measured as the fair value of the assets given, equity instruments issued or liabilities incurred or assumed at the date of exchange plus costs directly attributable to the acquisition. Where equity instruments are issued in an acquisition, the fair value of the instruments is their published market price as at the date of exchange unless, in rare circumstances, it can be demonstrated that the published price at the date of exchange is an unreliable indicator of fair value and that other evidence and valuation methods provide a more reliable measure of fair value.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

Transaction costs arising on the issue of equity instruments are recognised directly in equity.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any minority interest. The excess of the cost of acquisition over the fair value of the Consolidated Entity's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the Consolidated Entity's share of the fair value of the identifiable net assets of the subsidiary acquired, the difference is recognised directly in the profit and loss, but only after a reassessment of the identification and measurement of the net assets acquired.

Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is the entity's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions.

Change in accounting policy

A revised AASB 3: *Business Combinations* became operative on 1 July 2009. While the revised standard continues to apply the acquisition method to business combinations, there have been some significant changes.

All purchase consideration is now recorded at fair value at the acquisition date. Contingent payments classified as debt are subsequently remeasured through profit or loss. Under the Consolidated Entity's previous policy, contingent payments were only recognised when the payments were probable and could be measured reliably and were accounted for as an adjustment to the cost of acquisition.

Acquisition-related costs are expensed as incurred. Previously, they were recognised as part of the cost of acquisition and therefore included in goodwill.

Non-controlling interests in an acquiree are now recognised either at fair value or at the non-controlling interest's proportionate share of the acquiree's net identifiable assets. This decision is made on an acquisition-by-acquisition basis. Under the previous policy, the non-controlling interest was always recognised at its share of the acquiree's net identifiable assets.

If the Consolidated Entity recognises previous acquired deferred tax assets after the initial acquisition accounting is completed there will no longer be any adjustment to goodwill. As a consequence, the recognition of the deferred tax asset will increase the Consolidated Entity's net profit after tax.

1.22. Inventories

(i) Raw materials and stores, work in progress and finished goods

Raw materials and stores, work in progress and finished goods are stated at the lower of cost and net realisable value. Cost comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. They include the transfer from equity of any gains/losses on qualifying cash flow hedges relating to purchases of raw material. Costs are assigned to individual items of inventory on basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(ii) Land held for resale/capitalisation of borrowing costs

Land held for resale is stated at the lower of cost and net realisable value. Cost is assigned by specific identification and includes the cost of acquisition, and development and borrowing costs during development. When development is completed borrowing costs and other holding charges are expensed as incurred.

Borrowing costs included in the cost of land held for resale are those costs that would have been avoided if the expenditure on the acquisition and development of the land had not been made. Borrowing costs incurred while active development is interrupted for extended periods are recognised as expenses.

1.23. Non-current assets (or disposal groups) held for sale and discontinued operations

A discontinued operation is a component of the entity that has been disposed of or is classified as held for sale and that represents a separate major line of business or geographical area of operations, is part of a single co-ordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. The results of discontinued operations are presented separately on the face of the Statement of Comprehensive Income.

1.24. Leases

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Consolidated Entity as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the profit or loss on a straight-line basis over the period of the lease.

1.25. Intangible Assets

The intangible assets acquired in a business combination are initially measured at its purchase price as its fair value at the acquisition date. The revaluation method states that after the initial recognition, an intangible asset shall be carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated amortisation and any subsequent accumulated impairment losses. For the purpose of revaluations under AASB 138: *Intangible Assets*, fair value shall be determined by reference to an active market. Revaluations shall be made with such regularity that at the end of the reporting period the carrying amount of the asset does not differ materially from its fair value.

1.26. Biological Assets

Biological assets are initially, and subsequent to initial recognition, measured at their fair value less any estimated point-of-sale costs. Gains or losses arising on initial or subsequent recognition are accounted for via the profit or loss for the period in which the gain or loss arises. Agricultural produce harvested from the biological assets shall be measured at its fair value less estimated point-of-sale costs at the point of harvest.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

1.27. Summary of Accounting Standards Issued Not Yet Effective

The following new Accounting Standards and Interpretations (which have been released but not yet adopted) have no material impact on the Consolidated Entity's financial statements or the associated notes therein.

AASB reference	Title and Affected Standard(s):	Nature of Change	Application date:
AASB 2009-5 (issued May 2009)	Further Amendments to Australian Accounting Standards arising from the Annual Improvements Process	Not urgent but necessary changes to AIFRSs as a result of the IASB's 2008 annual improvement process.	Periods commencing on or after 1 January 2010
AASB 2009-8 (issued July 2009)	Amendments to Australian Accounting Standards – Group Cash-settled Share-based Payment Transactions	Clarifies the scope and accounting for group cash-settled share-based payment transactions in the individual financial statements of an entity receiving the goods/services when that entity has no obligation to settle the share-based payment transaction. Supersedes Interpretation 8 <i>Scope of AASB 2</i> and Interpretation 11 <i>AASB 2 – Group and Treasury Share Transactions</i> .	Periods beginning on or after 1 January 2010
AASB Interpretation 19 (issued December 2009)	Extinguishing Financial Liabilities with Equity Instruments	Equity instruments issued to a creditor to extinguish all or part of a financial liability are 'consideration paid' to be recognised at the fair value of the equity instruments issued, unless their fair value cannot be measured reliably, in which case they are measured at the fair value of the debt extinguished. Any difference between the carrying amount of the financial liability extinguished and the 'consideration paid' is recognised in profit or loss.	Periods beginning on or after 1 July 2010
<i>Improvements to IFRSs</i>	<i>Improvements to IFRSs</i>	Not urgent but necessary changes to IFRSs as a result of IASB's 2009 annual improvements project.	Periods commencing on or after 1 July 2010 or 1 January 2011.
AASB 124 (issued December 2009)	Related Party Disclosures	Simplifies disclosure requirements for government-related entities and clarifies the definition of a related party.	Annual reporting periods commencing on or after 1 January 2011.
AASB 5	Non-current Assets Held for Sale and Discontinued Operations	Clarifies that disclosures required for non-current assets (or disposal groups) classified as held for sale or discontinued operations are limited to those required by AASB 5 unless: <ul style="list-style-type: none"> Disclosures are specifically required for these assets by other AASBs; or Assets and liabilities of a disposal group are not within the measurement requirements of AASB 5 and disclosures are required by other AASBs. 	Periods commencing on or after 1 January 2010
AASB 101	Presentation of Financial Statements	Clarifies that terms of a liability that could, at the option of the counterparty, result in the liability being settled by the issue of equity instruments, do not affect its classification. This means that unless the terms of such liabilities require a transfer of cash or other assets within 12 months, they do not necessarily have to be classified as current liabilities.	Periods commencing on or after 1 January 2010
AASB 107	Statement of Cash Flows	Clarifies that only expenditures that result in a recognised asset in the statement of financial position are eligible for classification as cash flows from investing activities.	Periods commencing on or after 1 January 2010
AASB 117	Leases	Land can be classified as a finance lease for very long leases where the significant risks and rewards are effectively transferred, despite there being no transfer of title.	Periods commencing on or after 1 January 2010
AASB 136	Impairment of Assets	Clarifies that CGUs to which goodwill is allocated cannot be larger than an operating segment as defined in AASB 8 <i>Operating Segments before aggregation</i> .	Periods commencing on or after 1 January 2010

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

2. COMPANY INFORMATION

The following information provided relates to the Company, Queste Communications Ltd as at 30 June 2010. The information presented here has been prepared using accounting policies outlined in Note 1.

Statement of Financial Position

	Company	
	2010	2009
	\$	\$
Current assets	2,770,250	3,302,766
Non current assets	3,399,173	3,955,391
Total assets	6,169,423	7,258,157
Current liabilities	143,106	124,772
Non current liabilities	132,196	336,113
Total liabilities	275,302	460,885
Net assets	5,894,121	6,797,272
Issued capital	6,192,427	6,192,427
Reserves	2,419,637	2,719,171
Accumulated losses	(2,717,943)	(2,114,326)
Total equity	5,894,121	6,797,272
Loss for the year	(475,244)	(32,792)
Other comprehensive income for the year	-	-
Total comprehensive income for the year	(475,244)	(32,792)

Notes to the Statement of Financial Position

(a) Current assets

(i) Cash and cash equivalents

Cash at bank	543,179	168,671
Term deposit	1,645,272	3,029,260
Total cash and cash equivalents	2,188,451	3,197,931

(ii) Other current assets

Total current assets	2,770,250	3,302,766
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(b) Non current assets

(i) Available for sale financial asset

Shares in controlled entity - at cost	2,849,766	2,849,766
Net change in fair value	402,322	830,229
Market value of listed securities	3,252,088	3,679,995

(ii) Other non current assets

Total non current assets	3,399,173	3,955,391
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Details of the percentage of ordinary shares held in controlled entity:

Investment in Controlled Entities:

Orion Equities Limited (A.C.N. 000 742 843) (OEO) Incorporated in Australia

Ownership interest

2010	2009
48%	48%

(c) Transactions with related parties

The Company is deemed to control Orion Equities Limited (OEO). During the financial year, there were transactions between the Company, OEO and Associate entity of OEO, Bentley Capital Limited (BEL), pursuant to shared office and administration expense arrangements. Interest is not charged on such outstanding amounts and amounts were fully received/(paid) by balance date. The following transactions also occurred with related parties:

Dividends received from:

	Company	
	2010	2009
	\$	\$
Bentley Capital Limited	410,276	-
Orion Equities Limited	-	42,791

Administration expenses receivable/(payable)

Bentley Capital Limited	560	30,651
Orion Equities Limited	(2,077)	345

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

3. CONSOLIDATED PROFIT/(LOSS) FOR THE YEAR

Profit/(Loss) for the year includes the following items of revenue and expenses below. Included in the 2009 comparatives are the revenue and expenses of the discontinued operations of Orion Indo Mining Pty Ltd and Central Exchange Mining Ltd, formerly wholly owned subsidiaries of controlled entity, Orion Equities Limited, disposed on 11 August 2008 (refer to Note 6).

	2010	2009
	\$	\$
(a) Revenue from continuing operations		
Dividends received	14,060	41,850
Income from sale of olive oils	1,200,987	311,530
Interest received - other	136,082	216,894
	<u>1,351,129</u>	<u>570,274</u>
Other income		
Net gain from sale of subsidiaries	-	16,961,679
Gain on sale of investments	-	432,017
Net change in fair value in investments	2,572,398	-
Share of Associate entity's profit	874,850	-
Gain on sale of assets	408	-
Other income	-	34,135
	<u>3,447,656</u>	<u>17,427,831</u>
	<u>4,798,785</u>	<u>17,998,105</u>
(b) Revenue from discontinued operations		
Interest received - other	-	4
	<u>-</u>	<u>4</u>
(c) Expenses from continuing operations		
Share of Associate entity's losses	-	2,283,013
Net change in fair value in investments	-	28,480,000
Loss on sale of investments	873,554	-
Costs in relation to olive grove operations		
- Cost of goods sold	910,006	31,628
- Revaluation of trees	327,580	188,500
- Depreciation expenses	123,303	152,086
- Other expenses	113,124	549,381
Costs in relation to land operations		
- Impairment of property held for development and resale	950,000	1,200,000
- Other expenses	130,080	36,735
Occupancy expenses	67,167	125,643
Personnel - remuneration and other	952,452	934,018
- employee entitlements	(19,927)	58,211
Finance expenses	6,046	5,180
Borrowing cost	2,729	-
Corporate expenses		
- Consultancy	92,089	85,838
- Other corporate expenses	97,490	161,972
Administration expenses		
- Communications	12,700	-
- Professional fees	3,014	15,886
- Exploration and evaluation expenses	-	18,827
- Brokerage fees	11,830	(19,297)
- Realisation cost of share portfolio provision/(written back)	(1,072)	-
- Write off lapsed options	1,200	-
- Write off fixed assets	2,986	135
- Depreciation expenses - other assets	6,656	8,381
- Other expenses	80,164	206,040
	<u>4,743,171</u>	<u>34,522,177</u>

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

3. CONSOLIDATED PROFIT/(LOSS) FOR THE YEAR (continued)

	2010	2009
	\$	\$
(d) Expenses from discontinued operations		
Finance expenses	-	205
Other corporate expenses	-	(111,974)
Exploration and evaluation expenses	-	397
	<u>-</u>	<u>(111,372)</u>

4. INCOME TAX EXPENSE

(a) Income tax expense

Current tax

Under/(over) provision in prior years - (472,883)

Deferred tax

Current year deferred tax expense/(benefit) (694,440) (3,642,618)

(Over)/under provision in prior years - 24,561

Total income tax expense/(benefit) per income statement (694,440) (4,090,940)

(b) Numerical reconciliation of income tax expense to prima facie tax payable

Profit/(Loss) from continuing operations 55,614 (16,524,072)

Profit from discontinued operations - 111,376

Profit/(loss) before income tax 55,614 (16,412,696)

Tax at the Australian tax rate of 30% (2009: 30%) 16,684 (4,923,809)

Tax effect of amounts which are not deductible (taxable) in calculating taxable income:

Other assessable income 57,593 141,740

Other non-deductible items 4,023 383,253

Share of Associate's (profits)/loss (262,455) 684,904

Current year revenue losses not brought to account 94,524 62,485

Current year capital losses not brought to account - 1,200

Utilisation of previously unrecognised capital loss (1,200) -

Derecognition of prior year capital loss 69,001 -

Excess current year franking credits converted to recognised tax losses (177,011) -

Movement in unrecognised temporary differences 44,057 7,609

Income tax expense attributable to operating loss (154,784) (3,642,618)

Recoupment of prior year losses not brought to account - (472,883)

Deferred tax assets not previously brought to account (539,656) 24,561

Income tax expense (benefit) (694,440) (4,090,940)

(c) Deferred tax recognised directly in equity

Revaluations of land and intangibles 262,006 -

(d) Deferred tax assets not brought to account at 30%:

Revenue losses 518,075 398,132

Capital losses 295,802 1,200

Temporary differences 90,942 46,885

904,819 446,217

The Deferred Tax Asset not brought to account for the period will only be obtained if:

- i) the Company derives future assessable income of a nature and of an amount sufficient to enable the benefit to be realised;
- ii) the Company continues to comply with the conditions for deductibility imposed by tax legislation; and
- iii) the Company is able to meet the continuity of ownership and/or continuity of business tests under tax legislation.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

5. KEY MANAGEMENT PERSONNEL DISCLOSURES

	2010	2009
	\$	\$
(a) Key management personnel compensation		
Directors		
Short-term employee benefits - cash fees	532,693	445,000
Post-employment benefits - superannuation	60,456	35,100
Long-term benefits	-	36,057
	<u>593,149</u>	<u>516,157</u>
Other key management personnel		
Short-term employee benefits - cash fees	94,016	91,000
Post-employment benefits - superannuation	8,542	8,190
Long-term benefits	-	8,346
	<u>102,558</u>	<u>107,536</u>

Detailed remuneration disclosures are provided in the Remuneration Report section of the Directors' Report.

(b) Compensation of other key management personnel

The Consolidated Entity do not have any key executives (other than executive directors).

(c) Options, rights and equity instruments provided as remuneration

There were no options, rights and equity instruments provided as remuneration to key management personnel and no shares issued on the exercise of any such instruments, during the financial year.

(d) Shareholdings of key management personnel	Balance at	Net Changes	Balance at
2010	start of the year	during the year	end of the year
Directors			
Farooq Khan	11,620,669	-	11,620,669
Simon Cato	193,000	-	193,000
Azhar Chaudhri	4,724,280	-	4,724,280
Yaqoob Khan	11,620,669	-	11,620,669
Other key management personnel			
Victor Ho (Company Secretary)	23,100	-	23,100
2009			
Directors			
Farooq Khan	11,598,786	21,883	11,620,669
Simon Cato	193,000	-	193,000
Azhar Chaudhri	4,724,280	-	4,724,280
Yaqoob Khan	11,598,786	21,883	11,620,669
Other key management personnel			
Victor Ho (Company Secretary)	23,100	-	23,100
(e) Partly paid shareholding of key management personnel	Balance at	Net Changes	Balance at
2010	start of the year	during the year	end of the year
Directors			
Farooq Khan	20,000,000	-	20,000,000
Azhar Chaudhri	20,000,000	-	20,000,000
Yaqoob Khan	20,000,000	-	20,000,000
2009			
Directors			
Farooq Khan	20,000,000	-	20,000,000
Azhar Chaudhri	20,000,000	-	20,000,000
Yaqoob Khan	20,000,000	-	20,000,000

The disclosures of equity holdings above are in accordance with the accounting standards which requires a disclosure of direct and indirect holdings of spouses, relatives, spouses of relatives and entities under the control or significant influence of each of the same. There are instances of some overlap between disclosed holdings of Farooq Khan, Yaqoob Khan and Azhar Chaudhri.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

(f) Option holdings of key management personnel

The Consolidated Entity does not have any options on issue.

(g) Loans to key management personnel

There were no loans to key management personnel (or their personally related entities) during the financial year.

(h) Other transactions with key management personnel

A director, Mr Simon Cato, is a director of Advanced Share Registry Limited, which provides share registry services to the Consolidated Entity.

	2010	2009
	\$	\$
Amounts recognised as expense		
Share registry fees	8,179	11,640

There were no other transactions with key management personnel (or their personally related entities) during the financial year.

6. DISCONTINUED OPERATIONS

On 11 August 2008, controlled entity, Orion Equities Limited (OEO) disposed of its mining assets via the sale of its subsidiaries, Orion Indo Mining Pty Ltd and Central Exchange Mining Ltd to Strike Resources Limited (Strike) in consideration for the issue of 9,500,000 ordinary shares in Strike. Financial information relating to the discontinued operations of the subsidiaries from 1 July 2008 to the date of cessation is set out below.

Financial information relating to the discontinued operation, which has been incorporated into the Statement of Comprehensive Income, is as follows:

	2010	2009
	\$	\$
Revenue	-	4
Expenses	-	111,372
Loss before income tax	-	111,376
Income tax expense	-	-
Loss after income tax	-	111,376
Gain on sale of subsidiary	-	16,961,679
Income tax expense	-	-
Gain on sale of subsidiary after tax	-	16,961,679

The carrying amounts of assets and liabilities of the operation at the date of cessation were:

Total assets	-	1,767,013
Total liabilities	-	(13,692)
Net assets	-	1,753,321

The net cash flows of the business, which have been incorporated into the Statement of Cash Flows, are as follows:

Net cash outflow from operating activities	-	(40,791)
Net cash inflow from investing activities	-	77,121
Net increase in cash from businesses	-	36,330

Details of sale of subsidiaries

Consideration received:

Shares	-	18,715,000
	-	18,715,000
Carrying amount of net assets sold	-	(1,753,321)
Gain on sale before income tax	-	16,961,679
Income tax expense	-	-
Gain on sale after income tax	-	16,961,679

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

7. AUDITORS' REMUNERATION

During the year the following fees were paid or payable for services provided by the auditor of the parent entity and its related practices:

	2010	2009
	\$	\$
BDO Audit (WA) Pty Ltd		
Audit and review of financial reports	53,874	52,418
Taxation services	2,100	2,520
Other services	1,050	1,040
	<u>57,024</u>	<u>55,978</u>

8. DIVIDENDS

Declared and paid during the year

	Paid on		
Dividends on ordinary shares			
by QUE - 0.25 cents per share fully franked	25-Sep-08	-	74,818
by OEQ - 0.5 cents per share fully franked	21-Sep-08	-	46,281
		<u>-</u>	<u>121,099</u>

Franking credit balance

Franking debits arising from payment of dividends post balance date	-	-
	<u>2,121,478</u>	<u>2,537,920</u>

9. EARNINGS/(LOSS) PER SHARE

	2010	2009
Basic earnings/(loss) per share (cents)		
From continuing operations attributable to the ordinary equity holders	2.5	(41.5)
From discontinued operations	-	0.2
Total basic earnings/(loss) per share attributable to the ordinary equity holders	<u>2.5</u>	<u>(41.3)</u>
Diluted earnings per share		
Total diluted earnings per share attributable to the ordinary equity holders	<u>1.55</u>	<u>n/a</u>

Diluted loss per share is not required to be disclosed when the Consolidated Entity was in a net loss position.

Reconciliations of earnings/(loss) used in calculating earnings per share

	2010	2009
	\$	\$
Profit/(Loss) attributable to the ordinary equity holders used in calculating basic earnings per share		
from continuing operations	750,054	(12,433,132)
from discontinued operations	-	111,376
Profit/(Loss) used to calculate earnings per share (\$)	<u>750,054</u>	<u>(12,321,756)</u>

(a) Basic earnings/(loss) per share

The earnings/(loss) and weighted average number of ordinary shares used in the calculation of basic earnings/(loss) per share are as follows:

	2010	2009
Net Profit/(Loss) (\$)	750,054	(12,321,756)
Weighted average number of ordinary shares (i)	29,927,379	29,927,379

- (i) The Consolidated Entity's partly paid shares, to the extent that they have been paid (1.5225 cent per share), have been included in the determination of the basic earnings/(loss) per share.

The Consolidated Entity's partly paid shares, to the extent of the balance of the call (18.4775 cents per share), have not been included in the determination of basic earnings/(loss) per share. These securities are included in the determination of diluted earnings/(loss) per share on the basis that each partly paid share will become fully paid.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

9. EARNINGS/(LOSS) PER SHARE (continued)

(b) Diluted earnings/(loss) per share

The earnings/(loss) and weighted average number of ordinary and potential ordinary shares used in the calculation of diluted earnings/(loss) per share are as follows:

	2010	2009
Net Profit/(Loss) (\$)	750,054	(6,279,911)
Weighted average number of ordinary shares (i)	48,404,879	48,404,879

Weighted average number of shares used as the denominator

The weighted average number of ordinary shares used as the denominator in calculating basic earnings/(loss) per share

Adjustments for calculation of diluted loss per share

Portion of partly-paid ordinary shares that remain unpaid

	29,927,379	29,914,495
	18,477,500	18,490,384
	<u>48,404,879</u>	<u>48,404,879</u>

10. CASH AND CASH EQUIVALENTS

	2010	2009
	\$	\$
Cash at bank	940,709	410,828
Term deposit	1,645,272	3,029,260
	<u>2,585,981</u>	<u>3,440,088</u>

(a) Risk exposure

The Consolidated Entity's exposure to interest rate risk is discussed in Note 26. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of cash and cash equivalents mentioned above.

(b) Reconciliation of Net Profit/(Loss) after Tax to Net Cash Flow from Operations

	2010	2009
	\$	\$
Profit/(Loss) after income tax	750,054	(12,321,756)
Net gain from sale of subsidiaries	-	(16,961,679)
Gain on sale of investments portfolio	-	4,001
Net change in fair value in trading portfolio	(2,572,398)	28,480,000
Revaluation of trees	327,580	188,500
Impairment of property held for development and resale	950,000	1,200,000
Depreciation - olive grove and other assets	129,959	160,467
Write off lapsed options	1,200	-
Write off fixed assets	2,986	135
Gain on sale of fixed assets	(408)	-
Cost of trading portfolio sold	2,359,367	705,686
(Increase)/Decrease in Assets:		
Financial assets held at fair value through profit or loss	(426,205)	(268,055)
Trade and other receivables	(85,574)	(193,409)
Inventories - Olive Oils	222,748	(681,621)
Investments accounted for using the equity method	(429,761)	2,283,013
Other current assets	5,294	(5,294)
Increase/(Decrease) in Liabilities:		
Trade and other payables	(836,988)	587,791
Provisions	81,735	-
Tax liabilities	(694,440)	(3,676,174)
Net cash outflow from operating activities	<u>(214,851)</u>	<u>(498,395)</u>

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

11. FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH PROFIT AND LOSS

	2010	2009
	\$	\$
Current		
Listed securities at fair value	7,669,346	7,076,726
Unlisted options in listed corporations at cost	10,000	10,000
Add: net change in fair value	950,495	838,313
	<u>960,495</u>	<u>848,313</u>
	<u>8,629,841</u>	<u>7,925,039</u>
Net gain/(loss) on financial assets held at fair value through profit or loss	<u>2,572,398</u>	<u>(28,047,983)</u>

Risk Exposure

Information about the Consolidated Entity's exposure to market and price risk is provided in Note 26(d).

12. TRADE AND OTHER RECEIVABLES

Current		
Deposit	935	935
Amount receivable from related parties	1,203	30,581
Other receivables	163,283	35,860
GST receivable	13,333	30,197
	<u>178,754</u>	<u>97,573</u>
Non Current		
Bonds and guarantees	<u>32,823</u>	<u>32,823</u>
	<u>32,823</u>	<u>32,823</u>

(a) Risk exposure

Information about the Consolidated Entity's exposure to credit risk, foreign exchange risk and interest rate risk is in Note 26.

(b) Impaired receivables and receivables

None of the receivables are impaired or past due.

13. INVENTORIES

	2010	2009
	\$	\$
Current - Olive Oil Inventory		
Bulk oils - at cost	515,525	701,478
Packaged oils - at cost	103,875	140,669
	<u>619,400</u>	<u>842,147</u>
Non Current - Land Development		
Property held for development and resale - at cost	3,797,339	3,797,339
Revaluation of property	(2,297,339)	(1,347,339)
	<u>1,500,000</u>	<u>2,450,000</u>

Property held for development and resale was valued by an independent qualified valuer (an Associate member of the Australian Property Institute) on 27 January 2010 and the downwards revaluation has been recognised as an impairment expense through profit or loss.

14. OTHER CURRENT ASSETS

	2010	2009
	\$	\$
Prepayments	<u>-</u>	<u>5,294</u>

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

15. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Name of Associate	Principal Activity	Ownership Interest		Carrying Amount	
		2010	2009	2010	2009
		\$	\$	\$	\$
Bentley Capital Limited (BEL)	Investments	30.9%	28.7%	7,835,522	6,851,981
Scarborough Equities Pty Ltd (SCB)	Investments	-	-	-	-
				<u>7,835,522</u>	<u>6,851,981</u>

SCB is a wholly owned subsidiary of BEL

	2010	2009
	\$	\$
Movement in Investments in Associates		
Shares in listed Associate entity brought forward	6,851,981	9,207,515
Share of profit/(losses) before income tax expense	874,850	(2,141,377)
Dividends from Associate	(445,089)	-
Share of income tax expense	-	(141,636)
Impairment expense - SCB	-	(72,521)
Acquisition of BEL shares	553,780	-
Acquisition of BEL shares through scheme of arrangement merger with SCB	-	3,270,050
Disposal of SCB shares through scheme of arrangement merger with BEL	-	(3,270,050)
Carrying amount at the end of the financial year	<u>7,835,522</u>	<u>6,851,981</u>

Fair value of listed investments in associate

Bentley Capital Limited	<u>5,007,242</u>	<u>5,333,584</u>
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Net tangible asset value of listed investments in associate

Bentley Capital Limited	<u>9,124,307</u>	<u>7,951,618</u>
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Share of Associate's profits

Profit/(Loss) before income tax	874,850	(2,141,377)
Share of income tax expense	-	(141,636)
Profit/(Loss) after income tax	<u>874,850</u>	<u>(2,283,013)</u>

Summarised Financial Position of Associate	Group share of:			
	Bentley Capital Limited		Scarborough Equities Pty Ltd	
	2010	2009	2010	2009
	\$	\$	\$	\$
Current assets	9,169,156	7,982,669	-	-
Non current assets	42,624	4,444	-	-
Total assets	<u>9,211,780</u>	<u>7,987,113</u>	-	-
Current liabilities	(39,368)	(31,697)	-	-
Non current liabilities	(44,567)	(3,798)	-	-
Total liabilities	<u>(83,936)</u>	<u>(35,495)</u>	-	-
Net assets	<u>9,127,844</u>	<u>7,951,618</u>	-	-
Revenues	1,282,312	1,587,188	-	-
Profit after income tax of associates	<u>874,850</u>	<u>(211,027)</u>	-	<u>(2,071,986)</u>

Bentley Capital Limited - Lease Commitments

BEL and its subsidiary, SCB, have the same lease commitments as disclosed in Note 27.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

16. PROPERTY, PLANT AND EQUIPMENT

	Freehold Land	Buildings on Freehold Land	Plant & Equipment	Leasehold Improvement	Total
	\$	\$	\$	\$	\$
2010					
Carrying amount at beginning	1,228,450	93,881	913,560	10,186	2,246,077
Asset revaluation (Note 24)	(28,569)	-	-	-	(28,569)
Additions	-	-	21,302	-	21,302
Depreciation expense	-	(7,041)	(121,434)	(1,484)	(129,959)
Disposals	-	-	(2,185)	-	(2,185)
Write off obsolete assets	-	-	(2,986)	-	(2,986)
Carrying amount at balance date	<u>1,199,881</u>	<u>86,840</u>	<u>808,257</u>	<u>8,702</u>	<u>2,103,680</u>
At 1 July 2009					
Cost or fair value	861,214	112,432	1,368,318	44,305	2,386,269
Accumulated depreciation	<u>367,236</u>	<u>(18,551)</u>	<u>(454,758)</u>	<u>(34,119)</u>	<u>(140,192)</u>
Net carrying amount	<u>1,228,450</u>	<u>93,881</u>	<u>913,560</u>	<u>10,186</u>	<u>2,246,077</u>
At 30 June 2010					
Cost or fair value	861,214	112,432	1,368,846	44,305	2,386,797
Accumulated depreciation	<u>338,667</u>	<u>(25,592)</u>	<u>(560,589)</u>	<u>(35,603)</u>	<u>(283,117)</u>
Net carrying amount	<u>1,199,881</u>	<u>86,840</u>	<u>808,257</u>	<u>8,702</u>	<u>2,103,680</u>
2009					
Carrying amount at beginning	1,464,000	101,493	1,052,079	11,928	2,629,500
Asset revaluation (Note 24)	(235,550)	-	-	-	(235,550)
Additions	-	-	13,133	-	13,133
Depreciation expense	-	(7,612)	(151,113)	(1,742)	(160,467)
Disposals	-	-	(539)	-	(539)
Carrying amount at balance date	<u>1,228,450</u>	<u>93,881</u>	<u>913,560</u>	<u>10,186</u>	<u>2,246,077</u>
At 1 July 2008					
Cost or fair value	861,214	112,432	1,357,377	44,305	2,375,328
Accumulated depreciation	<u>602,786</u>	<u>(10,939)</u>	<u>(305,298)</u>	<u>(32,377)</u>	<u>254,172</u>
Net carrying amount	<u>1,464,000</u>	<u>101,493</u>	<u>1,052,079</u>	<u>11,928</u>	<u>2,629,500</u>
At 30 June 2009					
Cost or fair value	861,214	112,432	1,368,318	44,305	2,386,269
Accumulated depreciation	<u>367,236</u>	<u>(18,551)</u>	<u>(454,758)</u>	<u>(34,119)</u>	<u>(140,192)</u>
Net carrying amount	<u>1,228,450</u>	<u>93,881</u>	<u>913,560</u>	<u>10,186</u>	<u>2,246,077</u>

17. OLIVE TREES

	2010 \$	2009 \$
Olive trees - at cost	300,000	300,000
Revaluation of trees	<u>(234,500)</u>	<u>93,080</u>
	<u>65,500</u>	<u>393,080</u>

Nature of asset

The olive trees are on the Olive Grove property (approximately 64,500, 11 year old trees planted over 143 hectares). As at 30 June 2010, an independent qualified valuer (a Certified Practising Valuer and Associate member of the Australian Property Institute) revalued the trees downwards by \$234,500 from the previous balance date. The revaluation of trees is expensed to profit or loss (Note 3).

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

18. INTANGIBLE ASSETS

	Water Licence	Brand name	Total
	\$	\$	\$
Year ended 30 June 2010			
Opening net book amount	523,125	99,996	623,121
Asset revaluation	261,562	-	261,562
Closing net book amount	784,687	99,996	884,683
At 30 June 2010			
Cost	250,000	99,996	349,996
Asset revaluation (Note 24)	534,687	-	534,687
Net book amount	784,687	99,996	884,683
Year ended 30 June 2009			
Opening net book amount	250,000	-	250,000
Additions - acquisition	-	99,996	99,996
Asset revaluation	273,125	-	273,125
Closing net book amount	523,125	99,996	623,121
At 30 June 2009			
Cost	250,000	99,996	349,996
Asset revaluation (Note 24)	273,125	-	273,125
Net book amount	523,125	99,996	623,121

Nature of asset

The Water Licence pertains to the Consolidated Entity's Olive Grove property in Gingin, Western Australia. As at 30 June 2010, an independent qualified valuer (a Certified Practising Valuer and Associate member of the Australian Property Institute) revalued the water licence upwards by \$261,562 from the previous balance date. The Brand name pertains to the ultra premium Dandaragan Estate Olive Oil Brand.

19. RESOURCE PROJECTS

	2010	2009
	\$	\$
Deferred Exploration Expenditure		
Balance at beginning of the year	-	1,413,771
Disposal of mining tenements through the sale of subsidiaries	-	(1,413,771)
Direct expenditure	-	18,827
Direct expenditure expensed	-	(18,827)
Balance at end of the year	-	-

During the financial year, the Consolidated Entity did not engage in any mining activity.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

20. TRADE AND OTHER PAYABLES

	2010	2009
	\$	\$
Trade payables	57,317	16,349
Other creditors and accruals	346,789	1,143,704
Dividend payable	28,309	28,313
GST payable	-	4,738
	<u>432,415</u>	<u>1,193,104</u>

(a) Amounts not expected to be settled within the next 12 months

Other creditors and accruals include accruals for annual leave. The entire obligation is presented as current since the Consolidated Entity does not have an unconditional right to defer settlement. However based on past experience, the Consolidated Entity does not expect all employees to take the full amount of their accrued leave within the next 12 months. The following amount reflects leave that is not expected to be taken within the next 12 months.

	2010	2009
	\$	\$
Annual leave obligation expected to be settled after 12 months	<u>71,465</u>	<u>92,690</u>

(b) Risk exposure

Details of the Consolidated Entity's exposure to risks arising from current payables are set out in Note 26.

21. PROVISIONS

	2010	2009
	\$	\$
Employee benefits - long service leave	<u>153,502</u>	<u>152,461</u>

The current provision for long service leave includes all unconditional entitlements where employees have completed the required period of service and accrued long service leave benefits. The entire obligation is presented as current since the Consolidated Entity does not have an unconditional right to defer settlement. However based on past experience, the Consolidated Entity does not expect all employees to take their full amount of the accrued long service leave or require payment within the next 12 months. The amounts above reflect leave that is not expected to be taken or paid within the next 12 months.

22. TAX

(a) Assets - Non Current

Deferred tax asset comprises:

	2010	2009
	\$	\$
Provisions & accruals	108,577	130,640
Revenue tax losses	1,008,506	760,155
Other	985,108	404,278
	<u>2,102,191</u>	<u>1,295,073</u>

(b) Liabilities - Non Current

Deferred tax liability comprises:

	2010	2009
	\$	\$
Fair Value Gain Adjustments	1,899,035	1,455,846
Other	203,156	271,659
	<u>2,102,191</u>	<u>1,727,505</u>

(c) Reconciliations

(i) Gross movements

The overall movement in the deferred tax account is as follows:

Opening balance	(432,432)	(4,050,490)
Charged to equity	(262,006)	-
(Charged)/credited to profit or loss	694,438	3,618,058
Closing balance	<u>-</u>	<u>(432,432)</u>

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

22. TAX (continued)

	2010	2009
	\$	\$
(ii) Deferred tax asset:		
The movement in deferred tax asset for each temporary difference during the year is as follows:		
Provisions & accruals		
Opening balance	130,640	-
Charged to profit or loss	(22,063)	130,640
Closing balance	<u>108,577</u>	<u>130,640</u>
Revenue tax losses		
Opening balance	760,155	-
Charged to profit or loss	248,351	760,155
Closing balance	<u>1,008,506</u>	<u>760,155</u>
Other		
Opening balance	404,278	-
Charged to profit or loss	580,830	404,278
Closing balance	<u>985,108</u>	<u>404,278</u>
Total	<u><u>2,102,191</u></u>	<u><u>1,295,073</u></u>
(iii) Deferred tax liability:		
The overall movement in recognised deferred tax liabilities for each temporary difference is as follows:		
Fair Value Gain Adjustments		
Opening balance	1,455,846	4,050,490
Charged to profit or loss	443,189	(2,594,644)
Closing balance	<u>1,899,035</u>	<u>1,455,846</u>
Other		
Opening balance	271,659	-
Charged to equity	262,006	-
Charged to profit or loss	(330,509)	271,659
Closing balance	<u>203,156</u>	<u>271,659</u>
Total	<u><u>2,102,191</u></u>	<u><u>1,727,505</u></u>

23. ISSUED CAPITAL

	2010	2009	2010	2009
	shares	shares	\$	\$
Fully paid ordinary shares	28,404,879	28,404,879	5,887,927	5,887,927
Partly paid ordinary shares	20,000,000	20,000,000	304,500	304,500
			<u>6,192,427</u>	<u>6,192,427</u>
30 June 2010				
At 1 July 2009			28,404,879	5,887,927
			-	-
At 30 June 2010			<u>28,404,879</u>	<u>5,887,927</u>
30 June 2009				
At 1 July 2008			28,404,879	5,887,927
			-	-
At 30 June 2009			<u>28,404,879</u>	<u>5,887,927</u>

(a) Ordinary shares

Fully paid ordinary shares carry one vote per share and carry the right to dividends. There were no movements during the year for fully paid ordinary shares.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

23. ISSUED CAPITAL (continued)

(b) Partly paid ordinary shares

There were no movements during the year for partly paid ordinary shares.

At any meeting, each shareholder present in person or by proxy, attorney or representative has one vote for each ordinary fully paid share held either upon a show of hands or by a poll. Holders of partly paid shares have a fraction of a vote for each partly paid share held with the fractional vote of each share being equivalent to the proportion which the amount actually paid (not credited) for that share is of the total amounts paid and payable (excluding amounts credited) for that share. Amounts paid in advance of a call are ignored when calculating proportions. The holder of a partly paid share is not entitled to vote at a meeting in respect of those shares on which calls are outstanding. No voting rights are attached to the Consolidated Entity's options on issue.

The profits of the Consolidated Entity, which the Directors may from time to time determine to distribute to shareholders by way of dividends, will be divisible amongst the shareholders in proportion to the amounts paid on the shares held by them. An amount paid in advance of a call is not to be included as an amount paid on a share for the purposes of calculating entitlement to dividends for such share.

(c) Capital risk management

The Consolidated Entity's objectives when managing its capital are to safeguard their ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain a capital structure balancing the interests of all shareholders.

The Board will consider capital management initiatives as is appropriate and in the best interests of the Consolidated Entity and shareholders from time to time, including undertaking capital raisings, share buy backs, capital reductions and the payment of dividends.

The Consolidated Entity has no borrowings. The Consolidated Entity's non-cash investments can be realised to meet accounts payable arising in the normal course of business.

24. RESERVES

	Note	2010 \$	2009 \$
Option Premium Reserve		<u>2,138,012</u>	<u>2,138,012</u>
Property, plant and equipment	16	162,697	176,422
Intangibles	18	<u>256,867</u>	<u>131,211</u>
		419,564	307,633
Deferred tax liability movement		<u>(125,869)</u>	-
Asset revaluation reserve		<u>293,695</u>	<u>307,633</u>
Total reserves		<u><u>2,431,707</u></u>	<u><u>2,445,645</u></u>

Movement of asset revaluation reserve

Opening balance	307,633	289,581
Asset revaluation reserve brought to account	111,931	18,052
Deferred tax liability movement	<u>(125,869)</u>	-
Closing balance	<u><u>293,695</u></u>	<u><u>307,633</u></u>

The Option Premium Reserve comprised consideration received on the issue of options in prior years which have lapsed.

The Asset Revaluation Reserve is used to record increments and decrements on the revaluation of non-current assets. The Asset Revaluation Reserve relates to the revaluation of OEQ's Olive Grove Land from cost of \$1,228,450 to \$1,199,881 and the Water Licence from a cost of \$523,125 to \$784,687, as assessed by an independent qualified valuer (a Certified Practising Valuer and Associate member of the Australian Property Institute). The movement in the Asset revaluation reserve relates to the Consolidated Entity's share of OEQ's revaluation.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

25. SEGMENT INFORMATION

The Consolidated Entity has applied AASB 8 "Operating Segments" from 1 July 2009 as described in Note 1. The Board has determined that the Consolidated Entity operates only in Australia with segments in Investments and Olive Grove this financial year. The investments comprise of investments in shares, land and an Associate entity. Unallocated items comprise mainly corporate assets, office expenses and income tax assets and liabilities. The current operating segments are the same as that reported in the financial statements as at 30 June 2009 (save for the resources segment).

	Investments	Olive Grove	Resources	Unallocated	Total
	\$	\$	\$	\$	\$
2010					
Total segment revenue	3,461,308	1,200,987	-	136,490	4,798,785
Adjusted EBITDA	2,442,830	177,857	-	(1,283,335)	1,337,352
Total segment asset	17,965,361	3,725,056	-	-	21,690,417
Total segment liabilities	(116,455)	(147,245)	-	-	(263,700)
2009					
Total segment revenue	508,002	311,530	16,961,679	216,894	17,998,105
Adjusted EBITDA	(1,792,449)	(80,979)	16,942,852	(1,776,108)	13,293,316
Total segment asset	18,464,380	2,869,244	-	-	21,333,624
Total segment liabilities	-	(830,032)	-	-	(830,032)

(a) Other segment information

(i) Segment revenues

Any sales between segments are carried out at arm's length and are eliminated on consolidation.

Total segment revenue

Unallocated:

Interest received - other

Gain on sale of assets

Total revenue from continuing operations (Note 3)

	2010	2009
	\$	\$
Total segment revenue	4,662,295	17,781,211
Interest received - other	136,082	216,894
Gain on sale of assets	408	-
Total revenue from continuing operations (Note 3)	4,798,785	17,998,105

(ii) Adjusted Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)

The adjusted EBITDA excludes net change in fair value in investments and impairment of assets.

	2010	2009
	\$	\$
Adjusted EBITDA	1,337,352	13,293,316
Interest revenue	136,082	216,894
Gain on sale of assets	408	-
Revaluation of trees	(327,580)	(188,500)
Impairment of property held for development and resale	(950,000)	(1,200,000)
Net change in fair value in investments	-	(28,480,000)
Finance cost	(8,775)	(5,180)
Realisation cost of share portfolio provision/(written back)	1,072	-
Fixed assets written off	(2,986)	(135)
Depreciation	(129,959)	(160,467)
Loss before income tax	55,614	(16,524,072)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

25. SEGMENT INFORMATION (continued)

	2010	2009
	\$	\$
Segment assets	21,690,417	21,333,624
Unallocated:		
Cash and cash equivalents	2,585,981	3,440,088
Trade and other receivables	159,786	91,084
Other current assets	-	5,294
Property, plant and equipment	-	37,133
Deferred tax asset	2,102,191	1,295,073
Total assets as per the Statement of Financial Position	<u>26,538,375</u>	<u>26,202,296</u>
(iii) Segment liabilities	(263,700)	(830,032)
Unallocated:		
Trade and other payables	(168,715)	(363,072)
Provisions	(153,502)	(152,461)
Deferred tax liability	(2,102,191)	(1,727,505)
Total liabilities as per the Statement of Financial Position	<u>(2,688,108)</u>	<u>(3,073,070)</u>

26. FINANCIAL RISK MANAGEMENT

The Consolidated Entity's financial instruments comprise of deposits with banks, accounts receivable and payable and investments in listed securities. The principal activity of the Consolidated Entity is the management of these investments - "financial assets held at fair value" (refer to Note 11). The Consolidated Entity's investments are subject to price (which includes interest rate and market risk), credit and liquidity risks.

The Board of Directors is responsible for the overall internal control framework (which includes risk management) but no cost-effective internal control system will preclude all errors and irregularities. The system is based, in part, on the appointment of suitably qualified management personnel. The effectiveness of the system is continually reviewed by management and at least annually by the Board.

The financial receivables and payables of the Consolidated Entity in the table below are due or payable within 30 days. The financial investments are held for trading and are realised at the discretion of the Board of Directors.

The Consolidated Entity hold the following financial instruments:

	2010	2009
	\$	\$
Financial assets		
Cash and cash equivalents	2,585,981	3,440,088
Trade and other receivables	178,754	97,573
Financial assets at fair value through profit or loss	8,629,841	7,925,039
	<u>11,394,576</u>	<u>11,462,700</u>
Financial liabilities		
Trade and other payables	(432,415)	(1,193,104)
	<u>(432,415)</u>	<u>(1,193,104)</u>
Net Financial Assets	<u>10,962,161</u>	<u>10,269,596</u>

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

26. FINANCIAL RISK MANAGEMENT (continued)

(a) Market Risk

(i) Price risk

The Consolidated Entity is exposed to equity securities price risk. This arises from investments held by the Consolidated Entity and classified in the balance sheet at fair value through profit or loss. The Consolidated Entity are not exposed to commodity price risk, save where this has an indirect impact via market risk and equity securities price risk.

The value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual instrument or its issuer or factors affecting all instruments in the market. The Consolidated Entity will be subject to market risk as it invests its capital in securities that are not risk free - the market price of these securities can and will fluctuate. The Consolidated Entity does not manage this risk through entering into derivative contracts, futures, options or swaps.

Equity price risk is minimised through ensuring that investment activities are undertaken in accordance with Board established mandate limits and investment strategies.

The Consolidated Entity has performed a sensitivity analysis on its exposure to market price risk at balance date. The analysis demonstrates the effect on the current year results and equity which could result from a change in these risks. As a material portion of the listed investments comprise of Strike Resources Limited (ASX code: SRK) and Alara Resources Limited (ASX code: AUQ) shares, the SRK and AUQ share prices were utilised as the benchmark for the listed share investments. The unlisted options in SRK is sensitive to the underlying SRK share price.

(i) Equity Price risk - listed investments	2010	2009
	\$	\$
Change in profit		
Increase by 15%	1,111,102	1,018,733
Decrease by 15%	(1,111,102)	(1,018,733)
Change in equity		
Increase by 15%	1,111,102	1,018,733
Decrease by 15%	(1,111,102)	(1,018,733)
(ii) Equity Price risk - unlisted investments		
Change in profit		
Increase by 15%	375,442	193,762
Decrease by 15%	(375,442)	(193,762)
Change in equity		
Increase by 15%	375,442	193,762
Decrease by 15%	(375,442)	(193,762)

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. The Consolidated Entity's exposure to market risk for changes in interest rates relate primarily to investments held in interest bearing instruments. The average interest rate of the term deposits for the year for the table below is 5.93% (2009: 5.95%).

	2010	2009
	\$	\$
Cash at bank	940,709	410,828
Term deposit	1,645,272	3,029,260
	<u>2,585,981</u>	<u>3,440,088</u>

The Consolidated Entity has no borrowings and no material exposure to interest rate risk.

(iii) Foreign exchange risk

The Consolidated Entity is not exposed to foreign exchange risk as at Balance Date. The Consolidated Entity's current policy is not to hedge any overseas currency exposure.

The Consolidated Entity has no foreign exchange funds or investments, therefore no asset or liability exposure to foreign exchange risk. There is no revenue or expense exposure in terms of the possible impact on profit or loss or total equity.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

26. FINANCIAL RISK MANAGEMENT (continued)

(b) Credit risk

Credit risk refers to the risk that a counterparty under a financial instrument will default (in whole or in part) on its contractual obligations resulting in financial loss to the Consolidated Entity. Credit risk arises from cash and cash equivalents and deposits with banks and financial institutions, including outstanding receivables and committed transactions. Concentrations of credit risk are minimised primarily by undertaking appropriate due diligence on potential investments, carrying out all market transactions through approved brokers, settling non-market transactions with the involvement of suitably qualified legal and accounting personnel (both internal and external), and obtaining sufficient collateral or other security (where appropriate) as a means of mitigating the risk of financial loss from defaults. The Consolidated Entity's business activities do not necessitate the requirement for collateral as a means of mitigating the risk of financial loss from defaults.

The credit quality of the financial assets are neither past due nor impaired and can be assessed by reference to external credit ratings (if available with Standard & Poor's) or to historical information about counterparty default rates. The maximum exposure to credit risk at reporting date is the carrying amount of the financial assets as summarised below:

	2010	2009
	\$	\$
Cash and cash equivalents		
AA	1,568,285	2,438,460
BBB+	1,017,696	1,001,628
	<u>2,585,981</u>	<u>3,440,088</u>
Trade and other receivables (due within 30 days)		
No external credit rating available	<u>178,754</u>	<u>97,573</u>

The Consolidated Entity measures credit risk on a fair value basis. The carrying amount of financial assets recorded in the financial statements, net of any provision for losses, represents the Consolidated Entity's maximum exposure to credit risk.

(c) Liquidity risk

Liquidity risk is the risk that the Consolidated Entity will encounter difficulty in meeting obligations associated with financial liabilities. The Consolidated Entity has no borrowings. The Consolidated Entity's non-cash investments can be realised to meet trade and other payables arising in the normal course of business. The financial liabilities disclosed in the above table have a maturity obligation of not more than 30 days.

(d) Fair value measurements

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

As at 1 July 2009, the Consolidated Entity has adopted the amendment to *AASB 7 Financial Instruments: Disclosures* which requires disclosure of fair value measurements by level of the following fair value measurement hierarchy :

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

The following table presents the Consolidated Entity's assets and liabilities measured and recognised at fair value at 30 June 2010. Comparative information has not been provided as permitted by the transitional provisions of *AASB 7 Financial Instruments: Disclosures*.

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Consolidated - 2010				
Assets				
Financial assets held at fair value through profit or loss				
- Listed investments at fair value	7,669,346	-	-	7,669,346
- Unlisted options in listed corporations at cost	-	960,495	-	960,495

The fair value of financial instruments that are not traded in an active market, that is, the unlisted Strike Resources Limited options is determined from a Black Scholes option pricing model. This financial instrument is included in level 2.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

27. COMMITMENTS

	2010	2009
	\$	\$
Not longer than one year	82,633	91,772
Between 12 months and 5 years	170,384	219,001
	<u>253,017</u>	<u>310,773</u>

The non-cancellable operating lease commitment is the Consolidated Entity's share of the office premises at Level 14, The Forrest Centre, 221 St Georges Terrace, Perth, Western Australia, and includes all outgoings (exclusive of GST). The lease is for a 7 year term expiring 30 June 2013 and contains a rent review increase each year alternating between 5% and the greater of market rate or CPI + 1%.

28. CONTINGENT ASSETS AND LIABILITIES

(a) Directors' Deeds

The Company and OEQ have entered into deeds of indemnity with each of their Directors indemnifying them against liability incurred in discharging their duties as directors/officers of the Company. At the end of the financial period, no claims have been made under any such indemnities and accordingly, it is not possible to quantify the potential financial obligation of the Consolidated Entity under these indemnities.

(b) Royalty on Tenements

The Consolidated Entity is entitled to receive a royalty of 2% of gross revenues (exclusive of GST) from any commercial exploitation of any minerals from various Australian tenements - EL 47/1328 and PL 47/1170 (the Paulsens East Project tenements currently held by Strike Resources Limited), EL 24879, 24928 and 24929 and ELA 24927 (the Bigryli South Project tenements in the Northern Territory, currently held by Alara Resources Limited (Alara)), EL 09/1253 (a Mt James Project tenement in Western Australia, currently held by Alara) and EL 46/629 and a right to earn and acquire a 85% interest in ELA 46/585 (excluding all manganese mineral rights) (the Canning Well Project tenements in Western Australia, currently held by Alara).

29. EVENTS AFTER BALANCE DATE

No other matter or circumstance has arisen since the end of the financial period that significantly affected, or may significantly affect, the operations of the Consolidated Entity, the results of those operations, or the state of affairs of the Consolidated Entity in future financial periods.

DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial statements and accompanying notes as set out on pages 18 to 46 are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting; and
 - (b) give a true and fair view of the Company's and Consolidated Entity's financial position as at 30 June 2010 and of its performance for the 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;
3. The remuneration disclosures set out in the Directors' Report on page 12 to 14 (as the audited Remuneration Report) comply with section 300A of the Corporate Act 2001;
4. The Directors have been given the declarations required by section 295A of the Corporations Act 2001 by the Executive Chairman and Managing Director (the person who performs the chief executive function) and the Company Secretary (the person who, in the opinion of the Directors, performs the chief financial officer function); and
5. The Company has included in the notes to the Financial Statements an explicit and unreserved statement of compliance with the International Financial Reporting Standards.

This declaration is made in accordance with a resolution of the Directors made pursuant to section 295(5) of the *Corporations Act 2001*.



Farooq Khan
Chairman



Simon Cato
Director

31 August 2010

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF QUESTE COMMUNICATION LTD

Report on the Financial Report

We have audited the accompanying financial report of Queste Communications Ltd, which comprises the statement of financial position as at 30 June 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with *International Financial Reporting Standards*.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001* would be in the same terms if it had been given to the directors at the time that this auditor's report was made.



Auditor's Opinion

In our opinion:

- the financial report of Queste Communications Ltd is in accordance with the Corporations Act 2001, including,
- (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2010 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
- (a) the financial report also complies with *International Financial Reporting Standards* as disclosed in Note 1.


Report on the Remuneration Report

We have audited the Remuneration Report included in pages 12 to 14 of the directors' report for the year ended 30 June 2010. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

In our opinion, the Remuneration Report of Queste Communications Ltd for the year ended 30 June 2010, complies with section 300A of the *Corporations Act 2001*.

BDO Audit (WA) Pty Ltd

BDO Audit


Chris Burton
Director

Perth, Western Australia
Dated this 31st day of August 2010

SECURITIES INFORMATION

as at 30 June 2010

DISTRIBUTION OF LISTED ORDINARY FULLY PAID SHARES

Spread	of	Holdings	Number of Holders	Number of Units	% of Total Issue Capital
1	-	1,000	12	8,251	0.029
1,001	-	5,000	64	193,548	0.681
5,001	-	10,000	76	716,934	2.524
10,001	-	100,000	132	3,577,511	12.595
100,001	-	and over	26	23,908,635	84.171
Total			310	28,404,879	100%

DISTRIBUTION OF UNLISTED PARTLY PAID ORDINARY SHARES

Name	No. of Partly Paid Shares
Chi Tung Investments Ltd	20,000,000

These 20,000,000 ordinary shares were issued at a price of 20 cents per share and have been partly paid to 1.5225 cent each and have an outstanding amount payable of 18.4775 cents per share.

TOP TWENTY ORDINARY FULLY PAID SHAREHOLDERS

Rank	Shareholder	Shares Held	Total Shares	% Issued Capital
1	* BELL IXL INVESTMENTS LIMITED CELLANTE SECURITIES CLEOD PTY LTD <CELLANTE SUPER FUND A/C>	3,576,159 2,053,282 <u>867,644</u>		
		Sub-total	6,497,085	22.873
2	* FAROOQ KHAN ISLAND AUSTRALIA PTY LTD SKIN-PLEX LABORATORIES PTY THE ESSENTIAL EARTH PTY LTD FAROOQ KHAN	2,399,484 3,668,577 20,000 20,000 <u>21,883</u>		
		Sub-total	6,129,944	21.581
3	* MR AZHAR CHAUDHRI CHI TUNG INVESTMENTS LTD RENMUIR HOLDINGS LTD RENMUIR HOLDINGS	10,000 1,050,000 2,763,500 <u>514,280</u>		
		Sub-total	4,337,780	15.271
4	* MANAR NOMINEES PTY LTD <C/- DR A ZELWER> MANAR NOMINEES PTY LTD	1,725,663 <u>180,000</u>		
		Sub-total	1,906,163	6.711
5	ANDREW GRAEME MOFFAT & ELIZABETH ANN MOFFAT		1,150,000	4.049
6	DONALD GORDON MACKENZIE & GWENNETH EDNA MACKENZIE		849,360	2.990
7	STRIKE RESOURCES LIMITED		826,950	2.911
8	AMBREEN CHAUDHRI		386,500	1.361
9	ROSANNA DE CAMPO		268,100	0.944
10	MR AYUB KHAN		215,000	0.757
11	MRS AFIA KHAN		215,000	0.757
12	TOMATO 2 PTY LTD		185,019	0.651
13	GIBSON KILLER PTY LTD		155,000	0.546
14	SAMDY NOMINEES PTY LTD		150,000	0.528
15	MR JOHN CHENG-HSIANG & MRS PEGA PING PING MOK		136,125	0.479
16	MR ANTHONY NEALE KILLER & MRS SANDRA MARIE KILLER		130,000	0.458
17	MR SIMON KENNETH CATO		118,000	0.415
18	MR GREGORY JOHN MATHESON		110,742	0.390
19	MR EUGENE RODRIGUEZ		110,000	0.387
20	MR NICHOLAS PASTERNAISKY		<u>103,750</u>	<u>0.365</u>
Total			23,980,518	84.424

* substantial shareholders