

Appendix 4D

Half-year report

*Rule 4.2A.3
Introduced
1/1/2003*

GSF Corporation Limited

Name of entity:

98 084 370 669

ABN:

1. Reporting period

("current period"):

Half-year ended 31 December 2011

Previous corresponding period:

Half-year ended 31 December 2010

2. Results for announcement to the market

\$A'000

2.1	Revenue from ordinary activities	down	100%	to	86
2.2	Loss from ordinary activities after tax attributable to members	down	98%	to	2
2.3	Net loss for the period attributable to members	down	98%	to	2
2.4	The directors recommend that no amount be paid by way of dividend. No dividend has been paid or declared since the start of the financial period.				
2.5	Record date for determining entitlements to dividends: N/A				
2.6	Brief explanation of figures reported above (if necessary): N/A				

3. Net tangible assets

	Current Period cents	Previous Corresponding Period cents
Net tangible asset backing per ordinary share	0.00	0.04

For personal use only

Appendix 4D
Half-year report

4. Details of entities over which control has been gained or lost during the period

N/A

5. Dividends

No dividends have been paid or declared during or since the beginning of the reporting period.

6. Dividend reinvestment plans

No dividend reinvestment plans are in operation.

7. Details of associates and joint venture entities

N/A

8. Accounting standards for foreign entities

N/A

9. Auditor's review report

For all entities, if the accounts are subject to audit dispute or qualification, a description of the dispute or qualification:

N/A

GSF CORPORATION LIMITED

ABN 98 084 370 669

HALF-YEAR FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2011

For personal use only

CONTENTS

Directors' Report	3
Auditor's Independence Declaration	4
Consolidated Statement of Comprehensive Income	5
Consolidated Statement of Financial Position	6
Consolidated Statement of Changes in Equity	7
Consolidated Statement of Cash Flows	8
Condensed Notes to the Financial Statements	9
Directors' Declaration	12
Independent Auditors Review Report	13

For personal use only

DIRECTORS' REPORT

Your directors submit their Financial Statements of the consolidated entity for the half-year ended 31 December 2011.

DIRECTORS

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

Mr Greg O'Reilly	Non-Executive Director (Chairman)
Mr William Witham	Non-Executive Director
Ms Nadine Donovan	Non-Executive Director

RESULTS AND REVIEW OF OPERATIONS

Principal Activities

The Company through the Board of Directors continues to seek opportunities to invest in a suitable project. Whilst projects were identified for potential investment the Board was unable to progress any to a point where a deal could be structured.

Financial Performance

During the period to 31 December 2011 the Group expensed \$82,238 relating to corporate administration expenses principally for ongoing corporate governance and compliance.

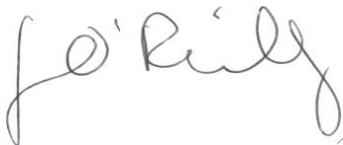
The Group's net loss attributable to members of the Company for the half-year ended 31 December 2011 was \$1,620 (half-year ended 31 December 2010: \$90,478).

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration as required under section 307C of the Corporations Act 2001, is included on page 4 of these financial statements.

Dated this 29th day of February 2012.

Signed in accordance with a resolution of the directors.



Greg O'Reilly
Director

29 February 2012

The Board of Directors
GSF Corporation Limited
Unit B9, 431 Roberts Road,
Subiaco WA 6008

Dear Sirs,

**DECLARATION OF INDEPENDENCE BY BRAD MCVEIGH TO THE DIRECTORS OF
GSF CORPORATION LIMITED**

As lead auditor for the review of GSF Corporation Limited for the half-year ended 31 December 2011, 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 review; and
- no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of GSF Corporation Limited and the entity it controlled during the period.



Brad McVeigh
Director

BDO Audit (W.A) Pty Ltd,
Perth, Western Australia

For personal use only

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2011

GSF Corporation Limited

	Notes	31 December 2011 \$	31 December 2010 \$
Revenues from continuing operations	3	580	2,328
Other Income		80,000	0
Administrative expenses		(82,238)	(93,095)
Loss before income tax		(1,658)	(90,767)
Income tax expense		-	-
Loss for the half-year		(1,658)	(90,767)
Other comprehensive income		-	-
Total comprehensive loss for the year		(1,658)	(90,767)
Total Income attributable to:			
Non Controlling Interest		(38)	(289)
Members of GSF Corporation Ltd		(1,620)	(90,478)
		(1,658)	(90,767)
Basic and diluted loss per share (cents)		(0.00)	(0.02)

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011

GSF Corporation Limited

	Notes	Consolidated	
		31 December 2011 \$	30 June 2011 \$
Current Assets			
Cash and cash equivalents	4	108,694	191,980
Trade and other receivables		6,079	425
Other current assets		11,481	5,780
Total Current Assets		126,254	198,185
Total Assets		126,254	198,185
Current Liabilities			
Trade and other payables		9,148	79,421
Total Current Liabilities		9,148	79,421
Total Liabilities		9,148	79,421
Net Assets		117,106	118,764
Equity			
Contributed equity	7	-	-
Reserves		1,424,233	1,424,233
Accumulated losses		(1,307,146)	(1,305,526)
Parent interest		117,087	118,707
Non Controlling Interest		19	57
Total Equity		117,106	118,764

The above consolidated statement of financial position should be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2011

GSF Corporation Limited

	Contributed Equity	Option Premium Reserve	Accumulated Losses	Non Controlling Interest	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2011	-	1,424,233	(1,305,526)	57	118,764
Loss for the half-year	-	-	(1,620)	(38)	(1,658)
Total comprehensive income	-	-	(1,620)	(38)	(1,658)
<i>Transactions with owners in their capacity as owners:</i>					
Issue of Shares	-	-	-	-	-
Balance at 31 December 2011	-	1,424,233	(1,307,146)	19	117,106
Balance at 1 July 2010	-	1,424,233	(1,148,712)	384	275,905
Loss for the half-year	-	-	(90,478)	(289)	(90,767)
Total comprehensive income	-	-	(90,478)	(289)	(90,767)
<i>Transactions with owners in their capacity as owners:</i>					
Issue of Shares	-	-	-	-	-
Balance at 31 December 2010	-	1,424,233	(1,239,190)	95	185,138

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2011

GSF Corporation Limited

	Notes	31 December 2011 \$	31 December 2010 \$
Cash flow from operating activities			
Receipts from customers			-
Cash payments to suppliers and employees		(83,866)	(81,856)
Interest received		580	2,328
Net cash flows used in operating activities		<u>(83,286)</u>	<u>(79,528)</u>
Net (decrease) in cash and cash equivalents			
		(83,286)	(79,528)
Cash and cash equivalents at beginning of period		<u>191,980</u>	<u>321,185</u>
Cash and cash equivalents at end of period	4	<u><u>108,694</u></u>	<u><u>241,657</u></u>

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

For personal use only

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

(a) Basis of preparation

These general purpose financial statements for the half-year ended 31 December 2011 have been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

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

It is recommended that the half-year financial statements be read in conjunction with the annual report for the year ended 30 June 2011 and considered together with any public announcements made by GSF Corporation Limited during the half-year ended 31 December 2011 in accordance with the continuous disclosure obligations of the *ASX Listing Rules*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise noted below.

Going Concern

On 25 June 2010, the ASX imposed a suspension on the quotation of the Company's securities as a result of the company being in breach of listing rule 12.1 and 12.3 (*level of an entities operations must be sufficient to warrant continued operation* and the *cash box rule*, respectively). As disclosed to the market, the directors of the company are currently assessing new projects for the company to pursue. Should the company wish to proceed with a new project, it will require further funding and re-compliance with the ASX listing rules regarding admission to official quotation. If the company is unable to complete a capital raising, this may indicate the existence of a material uncertainty which may cause doubt on the company's ability to continue as a going concern, and whether it will be able to realise its assets and extinguish its liabilities at amounts stated in the statement of financial position. The directors are aware that should the Company fail to raise the required funds for the project or ongoing expenses they may have to commence wind-up proceedings, and bring the company to an end within the next twelve months.

As the Company may not have sufficient cash to continue as a going concern for the next 12 months, the accounts have been prepared on a liquidation basis. Assets have been recorded at their recoverable amount and all assets and liabilities have been classified as current.

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES (continued...)

(b) Impact of standards issued but not yet applied by the entity

There have been no new accounting standards, or amendments to, that would have any impact on the group.

2. SEGMENT REPORTING

The Group does not currently have any material segments to report.

3. REVENUE

	31 December 2011	31 December 2010
	\$	\$
Other revenue		
Interest	580	2,328
Total revenues from ordinary activities	<u>580</u>	<u>2,328</u>

4. CASH AND CASH EQUIVALENTS

	31 December 2011	30 June 2011
	\$	\$
Cash at bank and on hand	<u>108,694</u>	<u>191,980</u>

5. DIVIDENDS

No dividend has been declared or paid during the current half-year or the prior half-year.

The Company does not have any franking credits available for current or future years as it is not in a tax paying position.

6. COMMITMENTS AND CONTINGENCIES

(a) Commitments

The Company had no commitments for expenditure as at 31 December 2011.

6. COMMITMENTS AND CONTINGENCIES (continued...)

(b) Contingencies

These financial statements have been prepared on a liquidation basis, which contemplates that the Company will not continue operations for the next 12 months. As a result, accrued directors fee's totalling \$80,000 which are only payable upon the group successfully finding a project and recapitalising, have been derecognised due to their nature. Should the Company successfully find a new project, these will become payable.

7. CONTRIBUTED EQUITY

(a) Issued Capital

	31 December 2011	30 June 2011
	\$	\$
Ordinary Shares, fully paid	-	-
Total issued capital	-	-

The number of shares on issue is 453,424,164 (year ended June 2011: 453,424,164)

At a meeting of Shareholders held on 11 November 2009, Shareholders of the Company approved that accumulated losses as at 30 June 2009, which were considered permanently lost, could be offset against issued share capital pursuant to section 256B of the Corporations Act. There have been no changes to Issued Capital since this date.

(b) Unlisted Options

At 31 December 2011, the Company had 75,000,000 unlisted options on issue (year ended June 2011 75,000,000); these options are exercisable at \$0.03 with an expiry of 30 June 2012.

8. EVENTS AFTER THE BALANCE SHEET DATE

The Group has had no events subsequent to the balance date to report.

9. RELATED PARTY TRANSACTIONS

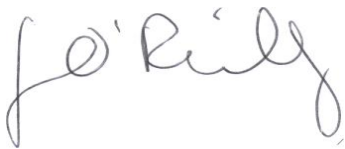
There have been no significant changes to related parties since 30 June 2011.

In the opinion of the Directors:

- (a) the financial statements and notes of the consolidated entity are in accordance with the *Corporations Act 2001*, including:
- (i) giving a true and fair view of the financial position as at 31 December 2011 and the performance for the half-year ended on that date of the consolidated entity; and
 - (ii) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors made pursuant to Section 303(5) of the *Corporations Act 2001*.

On behalf of the Board



Greg O'Reilly
Director

Perth, 29 February 2012

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF GSF CORPORATION LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of GSF Corporation Limited, which comprises the statement of financial position as at 31 December 2011, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the disclosing entity and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the disclosing entity are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2011 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of GSF Corporation Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

Independence

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

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of GSF Corporation Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2011 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

BDO Audit (WA) Pty Ltd

BDO
BMV

Brad McVeigh
Director

Perth, Western Australia
Dated this 29th day of February 2012

For personal use only