Appendix 4E

Preliminary Final Report

Name of Entity	**Allomak Limited**
ABN	50 113 883 560
Financial Period Ended	30 June 2009
Previous Corresponding Reporting Period	30 June 2008

Results for Announcement to the Market

	Year ended 30 June 2009 ($'000)	**Year ended 30 June 2008 ($'000)**	**Percentage increase over previous corresponding period**
Total Revenue for the period	65.9	79.3	(16.9)%
Revenue from continuing activities	44.3	56.5	(21.6)%
Net profit /(Loss) after tax for the period	(59.8)	6.3	N/A
Net profit /(loss) for the period attributable to members	(59.8)	6.3	N/A
Dividends (distributions)	Amount per security		Franked amount per security
Final Dividend	-		-
Interim Dividend	-		-
Previous corresponding period	-		-
Record date for determining entitlements to the dividends (if any)			

Brief explanation of any of the figures reported above necessary to enable the figures to be understood:

During FY2009 the Company completed a significant restructure, which included a change of management, the closure of several businesses which were not contributing, the sale of a distribution business, several businesses being placed into voluntary administration and a business being prepared for resale.

On 30 June 2009 the Company announced that it had finalised a significant recapitalisation of the Company. These arrangements, are still subject to shareholder approval by EGM, which will be held on 2 October 2009. This will resolve the go forward positions with the company's bankers and certain key vendors.

The Company had owed approximately $10 million to the vendors of certain key operating businesses underlying Allomak and was in breach of its obligation to repay these amounts. The vendors have now agreed to accept 50% of the amounts owed to them as a conversion to ordinary shares in Allomak and 50% in the form of a long term loan, interest free, that will be repaid over a 5 year period. These loans are subordinated to the Company's banking facilities.

The Company's bankers have agreed to provide a long term loan facility over the next 5 years with an additional long term loan of $12m for 9.75 years, with covenants in line with the projected performance of the restructured businesses. This proposal is conditional on shareholder approval of the vendor agreements to be voted by EGM.

The Preliminary Financial Report should be looked at in conjunction with the EGM documents lodged with the ASX on 26 August 2009,which includes the Notice of Meeting, the Explanatory Memorandum for the meeting, and a report from the Independent Expert.

Date the dividend is payable	-
Record date to determine entitlement to the dividend	-
Amount per security (cent)	-
Total dividend ($'000)	-
Amount per security of foreign sourced dividend or distribution	-
Details of any dividend reinvestment plans in operation	-
The last date for receipt of an election notice for participation in any dividend reinvestment plans	

NTA Backing

	Current Period 30 June 2009	Prev corresponding period 30 June 2008
Net Tangible Asset backing per ordinary security	(23.2) cents	

Control Gained Over Entities Having Material Effect

Name of entity (or group of entities)	N/A
Date control gained	N/A
Consolidated profit from ordinary activities since the date in the current period on which control was acquired, before amortization and inter company charges	N/A
Profit / (loss) from ordinary activities of the controlled entity (or group of entities) for the whole of the previous corresponding period	N/A

Loss of Control Over Entities Having Material Effect

Name of entity (or group of entities)	LPGas1 Pty Ltd; Dual LPG Conversions Pty Ltd Dual LPG Pty Ltd; LPGas1 Franchising Pty Ltd
Date control lost	9 June 2009
Consolidated profit / (loss) from ordinary activities for the current period to the date of loss of control (**$'000)**	$(1,775)
Profit / (loss) from ordinary activities of the controlled entity (or group of entities) while controlled for the whole of the previous corresponding period (**$'000)**	TBA

Details of Associates and Joint Venture Entities

Name of Entity	**Percentage Held**		**Share of Net Loss**	
	Current Period %	**Previous Period %**	**Current Period $'000**	**Previous Period $'000**
Aggregate Share of Net Loss				

Audit/Review Status

This report is based on accounts to which one of the following applies:			
The accounts have been audited		The accounts have been subject to review	
The accounts are in the process of being audited or subject to review		The accounts have not yet been audited or reviewed	✓

If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:
If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:

Attachments Forming Part of Appendix 4E

Attachment #	Details
1	Preliminary Financial report
2	

Signed By (Director)	Signed By (Company Secretary)
Print Name Don Easter	Tom McDonald
Date 31 August 2009	31 August 2009

Allomak Limited
Income statement
For the year ended 30 June 2009

	Consolidated 2009 $'000	Consolidated 2008 $'000
Revenue from continuing operating activities	44,322	56,538
Other income	632	542
Expenses		
Raw materials and consumables used	(21,235)	(27,767)
Employee benefits expense	(16,411)	(13,730)
Depreciation and amortisation expense	(718)	(740)
Advertising and marketing	(385)	(680)
Insurance	(230)	(427)
Travel and motor vehicle	(630)	(1,352)
Occupancy expenses	(2,545)	(2,158)
Professional services	(2,403)	(1,816)
Research and development	(111)	(2)
Communication expenses	(268)	(319)
Bad and doubtful debts expense	(295)	0
Other expenses	(868)	(2,179)
Finance costs	(2,787)	(1,822)
Profit/(Loss) from continuing operations before impairment, present value adjustments and vendor payments	(3,932)	4,088
Impairment of assets	(22,745)	0
Fair value adjustments to bank and vendor loans	6,968	0
Vendor payments	(1,025)	0
Profit/(Loss) before income tax (expense)/benefit	(20,734)	4,088
Income tax (expense)/benefit	1,888	(2,075)
Profit/(Loss) after income tax (expense)/benefit	(18,846)	2,013
Loss attributable to minority interest	0	137
Profit/(Loss) after income tax (expense)/benefit attributable to members of Allomak Limited from continuing operations	(18,846)	2,150
Discontinued Operations		
Impairment of assets	(31,964)	0
Impairment loss on net assets held for sale	(2,086)	0
Trading Loss for the year from discontinued operations	(5,051)	5,103
Loss from discontinued operations being placed into voluntary administration / being wound up	(1,094)	0
Trading Loss from business sold	(185)	(27)
Loss on sale of business	(561)	0
Total loss attributable to discontinued operations	(40,941)	5,076
Profit/(Loss) attributable to members of the parent entity	(59,787)	7,226
	Cents	**Cents**
Basic earnings/(loss) per share	(43.5)	5.49
Diluted earnings//Loss) per share	(43.5)	4.84

Allomak Limited
Balance sheet
As at 30 June 2009

	Note	Consolidated 2009 $'000	Consolidated 2008 $'000
Current assets			
Cash and cash equivalents		365	3,446
Trade and other receivables		8,377	18,989
Inventories		4,463	11,863
Income tax receivable		748	-
Assets classified as held for sale	4	600	-
Other		403	710
Total current assets		14,956	35,008
Non-current assets			
Other financial assets		-	395
Property, plant and equipment		2,888	6,685
Intangibles	5	28,346	74,527
Deferred tax		1,094	1,488
Total non-current assets		32,328	83,095
Total assets		47,284	118,103
Current liabilities			
Trade and other payables	6	10,810	21,023
Borrowings	7	2,060	30,143
Liabilities classified as held for sale	4	206	-
Income tax payable		-	1,457
Provisions	8	4,239	1,451
Total current liabilities		17,315	54,074
Non-current liabilities			
Borrowings	7	25,552	602
Provisions		155	263
Other	9	5,329	1,404
Total non-current liabilities		31,036	2,269
Total liabilities		48,351	56,343
Net assets / (Liabilities)		(1,067)	61,760
Equity			
Contributed equity		54,854	56,882
Equity to be issued	10	1,803	-
Reserves		47	47
Retained profits		(57,771)	4,831
Total equity		(1,067)	61,760

Allomak Limited
Statement of changes in equity
For the year ended 30 June 2009

	Contributed equity $'000	Reserves $'000	Retained profits $'000	Parent interest $'000	Minority interest $'000	Total equity $'000
Consolidated						
Balance 1 July 2007	25,153	29	1,969	27,151	(175)	26,976
Profit after income tax (expense)/benefit	-	-	6,267	6,267	(137)	6,130
Total recognised income/(expense) for the year	-	-	6,267	6,267	(137)	6,130
Divestment of minority interest	-	-	-	-	312	312
Contributions of equity, net of transaction costs	31,729	-	-	31,729	-	31,729
Share-based payments	-	18	-	18	-	18
Dividends paid	-	-	(3,405)	(3,405)	-	(3,405)
Balance 30 June 2008	56,882	47	4,831	61,760	-	61,760

	Contributed equity $'000	Reserves $'000	Retained profits $'000	Parent interest $'000	Minority interest $'000	Total equity $'000
Consolidated						
Balance 1 July 2008	56,882	47	4,831	61,760	-	61,760
Profit/(Loss) after income tax (expense)/benefit	-	-	(59,788)	(59,788)	-	(59,788)
Total recognised income/(expense) for the year	-	-	(59,788)	(59,788)	-	(59,788)
Contributions of equity, net of transaction costs	972	-	-	972	-	972
Reclassified of vendor share issue	(3,000)	-	-	(3,000)	-	(3,000)
Equity to be issued	1,803	-		1,803	-	1,803
Dividends paid	-	-	(2,814)	(2,814)	-	(2,814)
Balance 30 June 2009	56,657	47	(57,771)	(1,067)	-	(1,067)

Allomak Limited
Cash flow statement
For the year ended 30 June 2009

	Consolidated	
	2009	**2008**
	$'000	**$'000**
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	77,499	78,868
Payments to suppliers (inclusive of GST)	(78,804)	(77,240)
	(1,305)	1,628
Interest received	94	177
Interest and other finance costs paid	(2,867)	(1,845)
Income taxes paid	77	(1,320)
Net cash inflow/(outflow) from operating activities	(4,001)	(1,360)
Cash flows from investing activities		
Payment for purchase of business, net of cash acquired	(1,278)	(28,015)
Payments for property, plant and equipment	(610)	(1,500)
Proceeds from sale of business	50	-
Payments for intangibles	(1,250)	(4,297)
Proceeds from sale of property, plant and equipment	112	328
Cash foregone on entities placed into administration	(65)	-
Net cash inflow/(outflow) from investing activities	(3,041)	(33,484)
Cash flows from financing activities		
Proceeds from issue of shares	-	19,025
Recoveryof share issue costs	79	-
Share issue transaction costs	-	(739)
Proceeds from borrowings	4,824	29,736
Dividends paid	-	(2,846)
Repayment of borrowings	(942)	(8,188)
Net cash inflow/(outflow) from financing activities	3,961	36,988
Net increase/(decrease) in cash and cash equivalents	(3,081)	2,144
Cash and cash equivalents at the beginning of the financial year	3,446	1,302
Cash and cash equivalents at the end of the financial year	365	3,446

Note 1. Significant accounting policies

This Preliminary Final Report has been prepared in accordance with the recognition and measurement requirement of Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. The Preliminary Final report does not include all the notes of the type normally included in an Annual Financial Report. Accordingly, this report is to be read in conjunction with the explanatory memorandum to the EGM and the report issued by the Independent Expert (both released to the market on 26 August) and any other public announcements made by the Company during the year in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year.

Note 2. Going Concern

The Directors have prepared this report on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business. This is not withstanding that the consolidated entity incurred losses for the year of $57 million, of which more that $37 million relates to the impairment of goodwill and intangible assets, which were created from the acquisition of subsidiary businesses.

The losses have negatively impacted the consolidated entity's cash flows and contributed to the breach of certain bank covenants and resulted in a net current liability position at 30 June 2009 of $2.4 million.

During FY2009 the Company completed a significant restructure, which included a change of management, the closure of several businesses which were not contributing, the sales of a distribution business, several businesses being placed into voluntary administration and a business being prepared for resale. In other businesses, management has curtailed operating expenses and headcount where necessary. As a consequence, staff have been reduced by approximately 109 full time equivalents when compared to June 2008 and Head office employees and expenses have been significantly reduced in order to protect the EBIT of the group.

On 30 June 2009 the Company announced that it had finalised a significant recapitalisation program which will resolve the go forward positions with the Company's bankers and certain key vendors. These arrangements are still subject to shareholder approval by EGM, which will be held on 2 October 2009.

1. The Company had owed approximately $10 million to the vendors of certain key operating businesses underlying Allomak and was in breach of its obligation to repay these amounts. The vendors have now agreed to accept 50% of the amounts owed to them as a conversion to ordinary shares in Allomak and 50% in the form of a long term loan, interest free, that will be repaid over a 5 year period. These loans are subordinated to the Company's banking facilities.

2. The Company's bankers have agreed to provide a long term loan facility over the next 5 years together with a loan of $12m for 9.9 years, with covenants in line with the projected performance of the restructured businesses. The new facility also requires 35% of the Company's EBIT to be paid quarterly towards the principal of the bills and is conditional on shareholder approval of the vendor agreements to be voted by EGM.

3. The previously announced dividend was deferred until the AGM to be held in November 2009, when it will again be reviewed.

Note 3. Segment information

The consolidated entity operates in two business segments: manufacturing and distribution.
These business segments are the basis on which the consolidated entity reports its primary information.

Note 4. Assets and Liabilites classified as held for sale

	2009 $'000	2008 $'000
Current Assets of business held for resale	***600***	-
Current Liabilities of business held for resale	***(206)***	-
	394	**-**

The Assets and Liabilities held for resale represent the adjusted fair value of Dyno Dynamics Pty Ltd. Discussions are currently ongoing regarding the sale of this business.

Note 5 Non-Current Assets - Intangibles

Intangible assets other than goodwill have finite useful lives. The current amortisation charge in respect of intangible assets is included under depreciation and amortisation expense in the income statement

	2009 $'000	2008 $'000
Goodwill - at cost	50,828	66,699
Less Impairment	(22,495)	-
	28,333	66,699
Product development - at cost	-	1,187
Less: Accumulated amortisation	-	(31)
	-	1,156
Patents and trademarks - at cost	12	12
Less: Accumulated amortisation	-	-
	12	12
Intellectual property - at cost	-	6,660
Less: Accumulated amortisation	-	-
	-	6,660
	28,346	***74,527***

Reconciliations

Reconciliations of the fair values at the beginning and end of the current and previous financial year are set out below:

	Goodwill $'000	Product development $'000	Patents and trademarks $'000	Intellectual property $'000	Consolidated $'000
Consolidated					
Balance 1 July 2007	26,673	541	23	-	27,237
Additions	-	637	-	6,660	7,297
Additions through business combinations	41,120	-	-	-	41,120
Write-off of assets	-	-	(11)	-	(11)
EBIT adjustments to previous acquisitions	(1,094)	-	-	-	(1,094)
Amortisation expense	-	(22)	-	-	(22)
Balance 30 June 2008	66,699	1,156	12	6,660	74,527
Additions	-	195	9	365	569
Additions through business combinations	7,050	-	-	-	7,050
Impairment of Continuing businesses	(22,495)	-	(9)		(22,504)
Impairment of Discontinuing businesses	(22,275)	(1,351)	-	(6,673)	(30,299)
EBIT adjustments to previous acquisitions	(646)	-	-	-	(646)
Amortisation expense	-	-	-	(352)	(352)
Balance 30 June 2009	28,333	-	12	-	28,345

Note 6 Current Liabilities - Trade & other Payables

	2009 $'000	2008 $'000
Trade payables	4,778	8,919
Deferred cash consideration – Key Vendors current portion	691	9,105
Deferred cash consideration – Other	380	-
Onerous lease – current portion	1,101	-
Other payables and accruals	3,860	2,999
	10,810	***21,023***

The key vendor agreements have resulted in $5,052,500 being settled via equity, of which $1,802,500 will be settled at 30 June 2009 (note 10) and the remaining liability of $4,802,500 to be repaid quarterly over 5 years interest free. The present value of $4,802,500 is $4,003,980

The deferred cash consideration of $4,003,980 that is owing to the key vendors has been partially classified as a current deferred cash consideration (note 6 above) and partially classified to non-current deferred cash consideration (note 12) .

Current portion	(note 6)	$690,876
Non-current portion	(note 9)	$3,313,104
Total Key Vendor cash consideration		$4,003,980

Note 7 Borrowings

	2009 $'000	2008 $'000
Current Borrowings:		
Bank bills	1,836	29,919
Other loans – unsecured	-	4
Lease liability	224	220
Total	***2,060***	***30,143***
Non-Current Borrowings:		
Bank Bills and Loan Note	25,117	-
Lease Liabilities	435	602
Total	***25,552***	***602***
Grand Total	***27,612***	***30,745***

On 30 June 2009, the Company completed negotiations for a revised banking facility. This facility defers the due date on the bank bills until 30 June 2014 and the debt repayment is now considered as a long term liability. The new facility also requires 35% of the Company's EBIT to be paid quarterly towards the principal of the bills.

Assets pledged as security
The bank bills are secured by a fixed and floating charge over all of the assets and uncalled capital of Allomak Limited and all of its subsidiaries.

The lease liabilities are effectively secured as the rights to the leased assets recognised in the balance sheet revert to the lessor in the event of default.

Financing arrangements
Unrestricted access was available at balance date to the following lines of credit:

	2009 $'000	2008 $'000
Total facilities		
Bank bills	21,921	35,000
Loan Note	12,000	-
	33,921	35,000
Used at balance date:		
Bank bills	33,921	29,919
	33,921	29,919

Due to the nature of the loan note, the present value of $12 million is approximately $5 million. The difference has been taken to the income statement for the period.

Note 7 Borrowings (continued)

	2009 $'000	2008 $'000
Unused facilities at balance date:		
Bank bills	-	5,081
Loan Note	-	-
Lease Facilities	-	-
	-	5,081

There was a breach of covenants with the company's banker during the course of the year, which has led to a recapitalisation of the company being concluded on 30 June 2009 and is subject to shareholder resolution at EGM on 2 October 2009. The covenants are not in breach as at 30 June 2009.

Note 8 Current Liabilities - Provisions

	2009 $'000	2008 $'000
FY2009 Interim Dividend - deferred	**2,818**	**15**
Annual Leave entitlements	**701**	**925**
Long Service Leave entitlements – current portion	**341**	**481**
Warranty	**323**	**-**
Unpaid Commissions	**56**	**30**
	4,239	***1,451***

Note 9. Non-current liabilities - other

	2009 $'000	2008 $'000
Deferred cash consideration – Key Vendors non-current portion (refer to note 6)	3,313	1,404
Onerous Leases –non-current portion	2,016	-
	5,329	***1,404***

Note 10 Equity to be issued

	2009 $'000	2008 $'000
Vendors Shares to be issued after approval by shareholders at EGM	***1,803***	***-***