



CLEAN TEQ PTY LTD
A.B.N. 36 089 076 022

RESIX PTY LTD
A.B.N. 53 106 222502

CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2005

**CLEAN TEQ PTY LTD
(CONSOLIDATED)**

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30TH JUNE 2005**

	2005	2004
	\$	\$
INCOME		
Air Pollution Control Sales	2,730,753	3,672,088
Advanced Separation Sales	1,921,031	625,793
Water Sales	49,745	27,254
Non-Sales Income	682	35,590
Profit on Sale Non-Current Asset	(10,625)	-
Fees and Recoveries - Resix	-	-
	4,691,587	4,360,724
COST OF SALES		
Opening WIP	-	15,000
Design	67,178	46,046
Equipment	1,249,224	1,346,320
Equipment Hire	87,696	98,036
Transport / Courier	46,321	39,048
Housing	227,631	86,585
Instrumentation	69,729	5,920
Finance / Insurance	8,532	-
On Site Service/Labour Hire	1,212,124	708,958
Raw Materials	78,334	361,873
Signage / Photos	5,315	1,151
Testing / Analysis	34,346	27,417
Overseas Freight	31,243	13,068
Travel, Acc. & Meals	149,522	61,862
Capitalised R & D Expenditure	(1,172,463)	-
	2,094,733	2,811,284
GROSS PROFIT	2,596,854	1,549,440
EXPENSES		
Accountancy Fees	16,305	10,624
Bank Charges	22,402	8,869
Car Allowance	47,179	14,308
Depreciation	125,094	14,688
Employee Training	3,809	3,628
Factory Equipment & Maintenance	30,904	24,949
Fringe Benefits Tax	5,662	3,349
Fines	-	347
Filing Fees	865	1,380
HP Charges	1,449	2,264
Insurance	115,694	78,214
Interest Expense	15,959	-
Internet Costs	3,997	3,363
Lease Payments - Copier	1,980	2,416

The accompanying notes form part of these financial statements.
This statement is to be read with the attached compilation report.

**CLEAN TEQ PTY LTD
(CONSOLIDATED)**

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30TH JUNE 2005**

	2005	2004
	\$	\$
Legal Costs	3,062	9,223
Bad Debt	-	83,500
Patents	-	37,756
Corporate Consultants	-	76,729
Motor Vehicles Expenses	73,969	46,161
Medical	1,242	3,092
Memberships and Subscriptions	2,980	5,271
Office Equipment Maintenance	2,383	6,637
Office Rental	49,560	31,499
Office/ Supplies/Post/Couriers	28,949	24,076
Quality System Consultancy	2,640	3,960
Staff Amenities	3,643	3,901
Superannuation Expense	125,911	75,070
Marketing Expenses	33,628	49,017
Rentals, equipment etc.	391	-
Telephones	23,724	19,326
Tender & Quotation Costs	2,095	1,008
Export Marketing Costs	937	12,564
Wages & Salaries	1,221,890	637,212
Holiday Pay Adjustment	27,094	6,490
Payroll Tax Expense	51,842	19,155
Casual Labour	-	17,988
Employment Expense	5,054	-
	2,052,293	1,338,033
OPERATING PROFIT	544,561	211,407
OTHER INCOME		
Interest Received	1,850	23,464
Cheque Account	3,070	2,332
Holding Account	17,691	1,636
Bank Guarantee	5,388	994
	27,999	5,586
OTHER EXPENSES		
<i>Research & Development</i>	-	800
R&D Consultants	-	27,669
R&D Consumables/Parts/Equip	6,043	(3,182)
R&D M/V Other Expense	37	1,410
R&D M/V Registration & Insurance	1,364	3,295
R&D M/V Lease	-	1,449
R&D M/V Petrol	1,242	-
R&D M/V Repairs & Maintenance	392	662
R&D Equipment	-	-
R&D Equipment Rental	87	6,113
R&D Transport / Courier	2,640	8,496
Freight - Overseas	6,320	1,846
Duty	-	-
R&D Lab - Repairs & Maintenance	733	-

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CLEAN TEQ PTY LTD
(CONSOLIDATED)

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30TH JUNE 2005

	2005 \$	2004 \$
R&D Lab Rental	765	3,403
R&D Research Materials	-	274
R&D Testing / Analysis	5,460	10,348
R&D Travel, Accommodation & Meals	6,372	1,700
R&D Onsite Services & Labour	-	1,596
R&D Wages	130,820	98,062
R&D Telephones	348	360
Capitalised R&D	-	(164,300)
	<u>162,624</u>	<u>22,841</u>
NET PROFIT / (LOSS)	409,937	194,152

The accompanying notes form part of these financial statements.
This statement is to be read with the attached compilation report.

**CLEAN TEQ PTY LTD
(CONSOLIDATED)**

**STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2005**

	2005	2004
	\$	\$
Current Assets		
ASSETS		
CURRENT ASSETS		
Cash on Hand	-	-
Cheque A/C Clean Teq	(142,687)	164,586
Cheque A/C Resix	7,240	-
Holding Cheque Acct.	265,135	486,254
Bank Guarantee A/C	218,853	82,403
Loan - New Cambridge Investments Ltd	545	-
Trade Debtors	844,927	830,338
Sundry Debtor	-	258,584
Work in Progress	35,000	35,000
Stock on Hand	90,209	85,020
	1,319,223	1,942,185
NON CURRENT ASSETS		
Tech Licenses Valuation		
Biological Air Purification	759,538	759,538
Adv. Separation Technologies	21,152	91,152
Plant & Equipment-Factory		
Manufacturing Plant at Cost	783,125	42,781
Mftg Plant Accum Dep	(123,818)	(19,801)
	659,307	22,980
Low Value Pool- at Cost	6,018	3,557
Furniture & Fixtures-Office		
Furniture & Fixtures at Cost	27,555	31,908
Furniture & Fixtures Accum Dep	(10,732)	(6,772)
	16,823	25,136
Motor Vehicles at Cost	44,321	44,321
Motor Vehicles Accum Dep	(29,824)	(25,615)
	14,497	18,706
Shares in RTEC Resin Prod. P/L	95	95
R & D Expense	1,584,368	1,093,332
Legal Costs	119,783	-
Investment in Resix Pty Ltd	-	-
	3,181,580	2,014,496
TOTAL ASSETS	4,500,803	3,956,681

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**CLEAN TEQ PTY LTD
(CONSOLIDATED)**

**STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2005**

	2005	2004
	\$	\$
LIABILITIES		
CURRENT LIABILITIES		
Trade Creditors	433,084	953,375
Sundry Creditors	-	126,033
Provision for Tax Payable	-	-
Provision for Holiday Pay	46,088	18,994
Income in Advance	340,807	437,801
GST Collected	175,857	199,826
GST Paid	(124,021)	(190,003)
PAYG Tax Payable	29,089	33,182
Payroll Tax	4,496	3,593
Superannuation	27,488	22,372
	932,889	1,605,173
NON CURRENT LIABILITIES		
Loan - JC	150,000	200,000
Loan - GT	200,000	-
Loan - PV	35,000	-
Loan - New Cambridge Investments Ltd	700,000	-
HP-Forklift	2,844	7,719
Unexpired HP charges	(124)	(806)
HP - RCK 612	7,057	12,162
Unexpired HP Charges	(93)	(860)
	1,094,684	218,215
TOTAL LIABILITIES	2,027,573	1,823,388
NET ASSETS	2,473,230	2,133,293
EQUITY		
Authorised Capital	1,676,470	1,746,470
Retained Earnings	386,823	192,671
Current Year Earnings	409,938	194,152
TOTAL EQUITY	2,473,230	2,133,293

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