

Annexure 3A
Half Yearly/Yearly Disclosure

Consolidated profit and loss account

	Current period \$A'000	Previous corresponding period \$A'000
Sales revenue or operating revenue	78,493	64,177
Expenses from ordinary activities	(75,629)	(70,832)
Borrowing costs	(2,071)	(2,440)
Share of net profit (loss) of associates and joint venture entities	-	-
Profit / (loss) from ordinary activities before tax	793	(9,095)
Income tax (expense) benefit on ordinary activities	(86)	1,647
Profit / (loss) from ordinary activities after tax	707	(7,448)
Outside equity interests	-	-
Profit / (loss) from ordinary activities after tax attributable to members	707	(7,448)
Profit / (loss) from extraordinary activities after tax attributable to members	-	-
Profit / (loss) for the period attributable to members	707	(7,448)
Retained profits at the beginning of the financial period	12,534	19,982
Net transfers to and from reserves	-	-
Net effect of changes in accounting policies	-	-
Dividends paid or payable	-	-
Retained profits at end of financial period	13,241	12,534

Profit restated to exclude amortisation of goodwill

	Current period \$A'000	Previous corresponding period \$A'000
Profit / (loss) from ordinary activities after tax before outside equity interests and amortisation of goodwill	707	(7,448)
Less (plus) outside equity interests	-	-
Profit from ordinary activities after tax (before amortisation of goodwill) attributable to members	707	(7,448)

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Revenue and expenses from operating activities

	Current period \$A'000	Previous corresponding period \$A'000
Revenue		
Sales Revenue	78,387	63,806
Net Foreign Exchange Gain	-	-
Interest Received	25	300
Gain on disposal of controlled entity	-	-
Other	81	71
	78,493	64,177
Expenses		
Raw Materials and Consumables	49,775	38,421
Impairment of non current investment	-	3,641
Employee Benefits	6,650	7,567
Depreciation of property, plant and equipment	1,418	3,733
Amortisation of intangibles	125	259
Transportation costs	4,358	2,907
Marketing and promotion	6,697	7,404
Factory costs	1,825	1,694
Foreign Exchange losses	618	843
Other	4,040	4,363
Loss on disposal of property, plant & equipment	2	-
Loss on disposal of investment in listed corporation	120	-
	75,628	70,832

Intangible and extraordinary items

	Consolidated - current period		
	Before tax \$A'000	Related tax \$A'000	After tax \$A'000
Amortisation of goodwill	-	-	-
Amortisation of other intangibles	125	38	87
Total amortisation of intangibles	125	38	87
Extraordinary items (details)	-	-	-
Total extraordinary items	-	-	-

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Comparison of half year profits
(Annual statement only)

	Current year - \$A'000	Previous year - \$A'000
Consolidated profit / (loss) from ordinary activities after tax attributable to members reported for the 1st half year	357	(1,355)
Consolidated profit (loss) from ordinary activities after tax attributable to members for the 2nd half year	350	(6,093)

Consolidated balance sheet

Current assets	At end of current period \$A'000	As shown in last annual report \$A'000	As in last half yearly statement \$A'000
Cash	240	1,313	436
Receivables	10,963	11,459	12,315
Investments	-	-	-
Inventories	17,808	17,421	18,761
Other (provide details if material)	299	343	544
Total current assets	29,310	30,536	32,056
Non-current assets			
Receivables	-	-	-
Investments	897	1,858	1,503
Inventories	-	-	-
Other property, plant and equipment (net)	19,911	19,592	19,246
Intangibles (net)	5,355	5,480	5,417
Deferred Tax Asset	3,727	3,758	3,665
Total non-current assets	29,890	30,688	29,831
Total assets	59,200	61,224	61,887
Current liabilities			
Accounts payable	7,632	7,582	10,072
Borrowings	11,091	2,129	1,941
Provisions	-	-	-
Other (provide details if material)	-	-	-
Total current liabilities	18,723	9,711	12,013

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Consolidated balance sheet (continued)

Non-current liabilities			
Accounts payable	-	-	-
Borrowings	18,207	28,929	28,133
Provisions	316	408	328
Other (provide details if material)	-	-	-
Total non-current liabilities	18,523	29,337	28,461
Total liabilities	37,246	39,048	40,474
Net assets	21,954	22,176	21,413
Equity			
Capital	5,366	5,366	5,366
Reserves	3,347	4,276	3,156
Retained profits (accumulated losses)	13,241	12,534	12,891
Equity attributable to members of the parent entity	-	-	-
Outside equity interests in controlled entities	-	-	-
Total equity	21,954	22,176	21,413
Preference capital and related premium included	-	-	-

Consolidated statement of cash flows

Cash flows related to operating activities	Current period \$A'000	Previous corresponding period \$A'000
Receipts from customers	78,961	64,714
Payments to suppliers and employees	(76,377)	(62,698)
Dividends received	-	-
Interest and other items of similar nature received	25	300
Interest and other costs of finance paid	(1,744)	(2,104)
Income taxes paid	-	-
GST received	1,431	1,448
Net operating cash flows	2,296	1,660

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Consolidated statement of cash flows (continued)

Cash flows related to investing activities

Payments for purchases of property, plant and equipment	(1,741)	(971)
Proceeds from sale of property, plant and equipment	2	4
Payment for purchases of equity investments	-	(5,500)
Proceeds from sale of shares in listed entity	130	-
Proceeds from sale of equity investments	-	6,000
Loans to other entities	-	(2,019)
Loans repaid by other entities	-	265
Other (provide details if material)	-	(133)
Net investing cash flows	(1,609)	(2,354)

Cash flows related to financing activities

Proceeds from issues of securities (shares, options, etc.)	-	-
Proceeds from borrowings	-	1,084
Repayment of borrowings	(1,760)	-
Dividends paid	-	-
Other (provide details if material)	-	-
Net financing cash flows	(1,760)	1,084

Net (decrease) / increase in cash held

Net (decrease) / increase in cash held	(1,073)	390
Cash at beginning of period (see Reconciliation of cash)	1,313	296
Cash acquired on purchase of controlled entity	-	627
Exchange rate adjustments	-	-
Cash at end of period (see Reconciliation of cash)	240	1,313

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. If an amount is quantified, show comparative amount.

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Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current period \$A'000	Previous corresponding period \$A'000
Cash on hand and at bank	240	1,313
Deposits at call	-	-
Bank overdraft	-	-
Other (provide details)	-	-
Total cash at end of period	240	1,313

Ratios

Profit before tax/sales

Consolidated profit (loss) from ordinary activities before tax as a percentage of sales revenue

Current period

Previous
corresponding period

1%	-14.2%
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Profit after tax/equity interests

Consolidated profit (loss) from ordinary activities after tax attributable to members as a percentage of equity (similarly attributable) at the end of the period

3.2%	-33.6%
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Earnings per security (EPS)

Calculation of basic, and fully diluted, EPS in accordance with AASB 1027: Earnings per Share

(a) Basic EPS

(b) Diluted EPS (if materially different from (a))

Current period

Previous
corresponding period

13.7	(144.6) ¢
13.7	(144.6) ¢

NTA backing

Net tangible asset backing per ordinary security

Current period

Previous
corresponding period

\$2.50	\$2.51
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Details of specific receipts/outlays, revenues/expenses

	Current period A\$'000	Previous corresponding period \$A'000
Interest revenue included	25	300
Interest revenue included but not yet received (if material)	-	-
Interest costs excluded from borrowing costs capitalised in asset values	-	-
Gain on disposal of controlled entity	-	-
Loss / gain on disposal of property, plant & equipment	(2)	2
Depreciation (excluding amortisation of intangibles)	1,418	3,733

Control gained over entities having material effect

Name of entity	
Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity since the date in the current period on which control was acquired	
Date from which such profit has been calculated	
Profit (loss) from ordinary activities and extraordinary items after tax of the entity for the whole of the previous corresponding period	

Loss of control of entities having material effect

Name of entity	
Consolidated loss from ordinary activities and extraordinary items after tax of the entity for the current period to the date of loss of control	
Date from which the loss has been calculated	
Consolidated loss from ordinary activities and extraordinary items after tax of the entity while controlled during the whole of the previous corresponding period	
Contribution to consolidated profit from ordinary activities and extraordinary items from sale of interest leading to loss of control	

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Reports for industry and geographical segments

a)	30 June 2009			
	Australia \$000	North America \$000	Intersegment \$000	Consolidated \$000
	Primary reporting – geographical segments			
	72,402	17,327	(11,342)	78,387
	88	18	-	106
	72,490	17,345	(11,342)	78,493
	764	26	3	793
	-	-	-	-
				793
				(86)
				707
	57,662	3,979	(2,441)	59,200
	36,536	3,151	(2,441)	37,246
	1,741	-	-	1,741
	1,543	-	-	1,543
	-	35	3	38
	739	-	-	739

a)	30 June 2008			
	Australia \$000	North America \$000	Intersegment \$000	Consolidated \$000
	Primary reporting – geographical segments			
	61,763	5,007	(2,964)	63,806
	358	11	-	369
	62,121	5,018	(2,964)	64,175
	(8,822)	(270)	(3)	(9,095)
	-	-	-	-
				(9,095)
				1,647
				(7,448)
	59,081	5,810	(3,667)	61,224
	37,882	4,830	(3,664)	39,048
	1,288	-	-	1,288
	3,992	-	-	3,992
	2	-	-	2
	4,487	(6)	3	4,484

Secondary reporting – business segments

The consolidated entity operates predominantly in the one industry, being the processing and sale of honey.

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Dividends

Date the dividend is payable	-
Record date to determine entitlements to the dividend (ie. on the basis of registrable transfers received up to 5.00 pm)	-

Amount per security

		<i>Franking rate applicable</i>	%	%	%
<i>(annual report only)</i>					
Final dividend:	Current year	- ¢	-	-	-
	Previous year	- ¢	-	-	-
<i>(Half yearly and annual statements)</i>					
Interim dividend:	Current year	- ¢	-	-	-
	Previous year	- ¢	-	-	-

Total annual dividend (distribution) per security

(Annual statement only)

	Current year	Previous year
Ordinary securities	- ¢	- ¢
Preference securities	- ¢	- ¢

Total dividend (distribution)

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	\$-	\$-
Preference securities	\$-	\$-
Total	\$-	\$-

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Half yearly report – interim dividend (distribution) on all securities or Annual report – final dividend (distribution) on all securities

	Current period \$A'000	Previous corresponding period - \$A'000
Ordinary securities	\$ -	\$ -
Preference securities	\$ -	\$ -
Total	\$ -	\$ -

The dividend or distribution plans shown below are in operation.

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Any other disclosures in relation to dividends (distributions)

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Equity accounted associated entities and other material interests

Equity accounting information attributable to the to the economic entity's share of investments in associated entities must be disclosed in a separate notice. See AASB 1016: Disclosure of Information about Investments in Associated Companies.

Entities share of:	Current period A\$'000	Previous corresponding period A\$'000
Profit (loss) from ordinary activities before tax.	-	-
Income tax	-	-
Profit (loss) from ordinary activities after tax	-	-
Extraordinary items net of tax	-	-
Net profit (loss)	-	-
Outside equity interests	-	-
Net profit (loss) attributable to members	-	-

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Material interests in entities which are not controlled entities

The entity has an interest (that is material to it) in the following entities.

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to profit (loss) from ordinary activities and extraordinary items after tax	
	Current period	Previous corresponding period	Current period \$A'000	Previous corresponding period \$A'000
Equity accounted associates and joint venture entities	-	-	-	-
Total	-	-	-	-
Other material interests	-	-	-	-
Total	-	-	-	-

Issued and listed securities

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

Category of securities	Number issued	Number listed	Issue Price (cents)	Paid-up value (cents)
Preference securities <i>(description)</i>				
Changes during current period				
Foundation Share	1	-	100	100
Changes during current period	-	-	-	-
Ordinary securities	5,151,066	5,151,066	104	104
Changes during current period	1	1	130	130
Convertible debt securities <i>(description and conversion factor)</i>				
Changes during current period				

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Issued and listed securities (continued)

			Exercise price	Expiry date
Options (<i>description and conversion factor</i>)				
Changes during current period				
Exercised during current period				
Expired during current period				
Debentures				
Unsecured Notes				

Discontinuing Operations

Consolidated profit and loss account

	Continuing operations		Discontinuing operations		Total entity	
	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000
Sales revenue or operation revenue						
Other revenue						
Expenses from ordinary activities						
Profit (loss) before tax						
Less tax						
Profit (loss) from ordinary activities after tax						

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Consolidated statement of cash flows

	Continuing operations		Discontinuing operations		Total entity	
	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000	Current period - \$A'000	Previous corresponding period - \$A'000
Net operating cash flows						
Net investing cash flows						
Net financing cash flows						

Other disclosures

	Current period A\$'000	Previous corresponding period A\$'000
Carrying amount of items to be disposed of:		
- total assets		
- total liabilities		
Profit (loss) on disposal of assets or settlement of liabilities		
Related tax		
Net profit (loss) on discontinuance		

Description of disposals

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Comments by directors

Basis of accounts preparation

If this statement is a half yearly statement it should be read in conjunction with the last annual report and any announcements to the market made by the entity during the period.

Material factors affecting the revenues and expenses of the entity for the current period including seasonal or cyclical factors

- The consolidated net profit before income tax attributable to members of CHL of \$793k represents a \$9.89 million improvement on the loss in 2008, comprising:
 - improvement of \$3.39 million on the previous year's underlying operating loss of \$(2.6) million
 - removal of one-off provisions and revaluations of \$6.5 million
- The 2009 net profit of \$793k includes:
 - foreign exchange loss of \$(618)k, mainly on translation of the company's Canadian assets into Australian dollars
 - depreciation and amortisation costs of \$1.4 million
 - honey purchase price increases of 24% consuming an additional \$5.5 million
- The increase in consolidated revenue of \$14.3 million was a result of an increase in revenue following full consolidation of Capilano Canada Inc. and implementation of cost recoveries following the increased purchase costs of raw honey

A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible)

Not applicable

Franking credits available and prospects for paying fully or partly franked dividends for at least the next year

Franking credits available \$2,385,409

Changes in accounting policies since the last annual report and estimates of amounts reported in prior years are disclosed as follows.

Not applicable

Changes in the amounts of contingent liabilities or assets since the last annual report are disclosed as follows.

Not applicable

Additional disclosure for trusts

Number of units held by the management company or responsible entity to their related parties.

Not applicable

A statement of the fees and commissions payable to the management company or responsible entity.

Identify:

- Initial service charges
- Management fees
- Other fees

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Annual meeting

(Annual statement only)

The annual meeting will be held as follows:

Place	TBA
Date	TBA
Time	TBA
Approximate date the annual report will be available	25 September 2009

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law.
- 2 This statement, and the financial statements under the Corporations Law (if separate), use the same accounting policies.
- 3 In the case of a half-yearly report the same accounting standards and methods of computation are followed as compared with the most recent annual accounts.
- 4 This statement does give a true and fair view of the matters disclosed.
- 5 This statement is based on financial statements to which one of the following applies:
(Tick one)
 - The financial statements have been audited.
 - The financial statements have been subject to review by a registered auditor (or overseas equivalent).
 - The financial statements are in the process of being audited or subject to review.
 - The financial statements have *not* yet been audited or reviewed.
- 6 If the accounts have been or are being audited or subject to review and the audit report is not attached, details of any qualifications are attached/will follow immediately they are available* (*delete one*).
- 7 The entity has a formally constituted audit committee.



Sign here: Date: 25 September 2009
(Director/Company secretary)

Print name: RICHARD P RIVALLAND

Notes

True and fair view If this statement does not give a true and fair view of a matter (for example, because compliance with an Accounting Standard is required) the entity must attach a note providing additional information and explanations to give a true and fair view.

Income tax If the amount provided for income tax in this statement differs (or would differ but for compensatory items) by more than 15% from the amount of income tax *prima facie* payable on the profit before tax, the entity must explain in a note the major items responsible for the difference and their amounts.

Additional information An entity may disclose additional information about any matter, and must do so if the information is material to an understanding of the financial statements. The information may be an expansion of the material contained in this statement, or contained in a note attached to the statement.