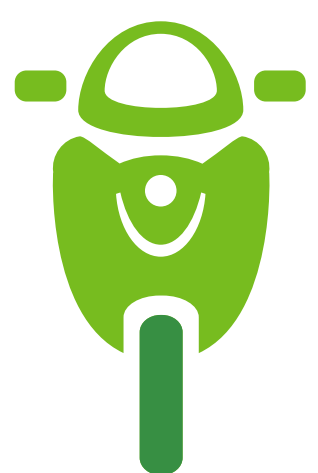
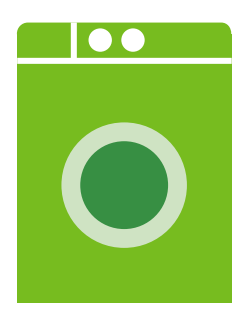


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money3

SECURING THE FUTURE

Annual Report 2015

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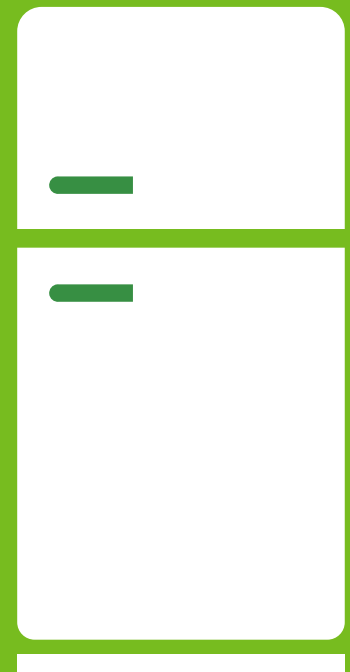
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WE WILL LEAD THE TRANSFORMATION OF THE CONSUMER LENDING INDUSTRY IN AUSTRALIA



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CHAIRMAN'S AND MANAGING DIRECTOR'S REPORT

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On behalf of the board of directors of Money3 Corporation Limited (Money3), it is our pleasure to present the Annual Report for financial year ended 30 June 2015 (FY15).

Once again, through the commitment of our Board, Management and Staff we have achieved an excellent result for FY15 and now boast 9 consecutive years of profitability.

We are continuing to succeed as a scalable financial services company focusing on short to medium term secured and unsecured loans, and we pride ourselves on providing customers with options to better manage their own lives.



Vaughan Webber

Non Executive Chairman



Scott Baldwin

Managing Director

FY15 KEY HIGHLIGHTS

Generated \$20.1 million profit before tax, an **increase** of

84%

(2014: \$11.0 million)

Total revenue of \$69.4 million, an **increase** of

59.5%

(2014: \$43.5 million)

In December 2014 and January 2015 raised \$28.6 million via the issue of 20.2 million shares

Net profit after tax of \$13.9 million, an **increase** of

78%

(2014: \$7.8 million)

Loans receivable **increased** by

77.9%

to \$130.2 million (2014: \$73.2 million)

Diluted EPS of 9.91 cents per share, an **increase** of

29.5%

(2014: 7.65 cents)

Total dividends for the year **increased** by

16.6%

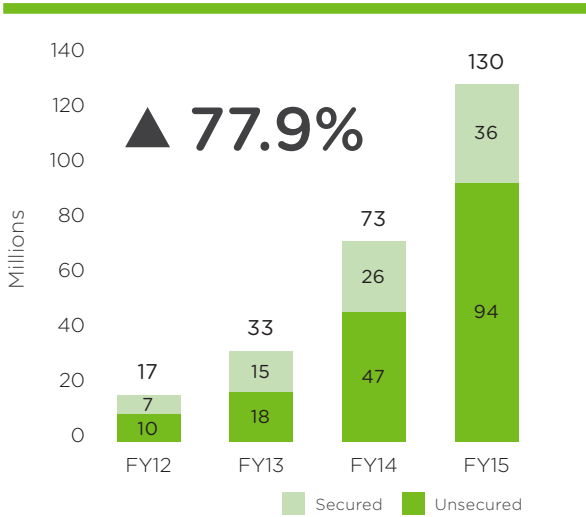
to 5.25 cents (2014: 4.5 cents)

Acquired the digital business 'Cash Train' complementing Money3's distribution network and digital capabilities

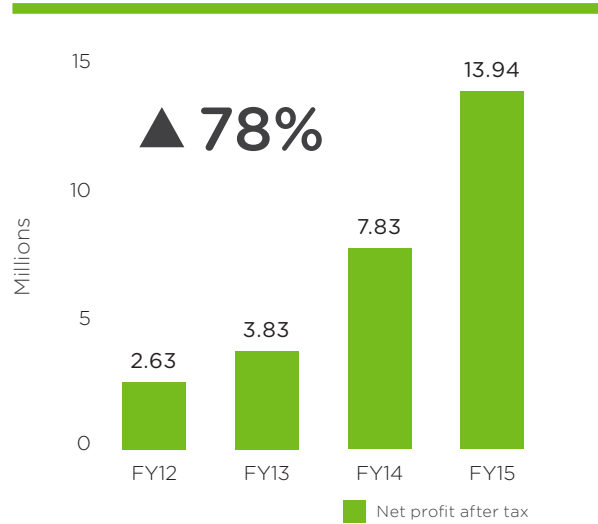
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CHAIRMAN'S AND MANAGING DIRECTOR'S REPORT (continued)

FY15 Loan Receivables up 77.9% on FY14

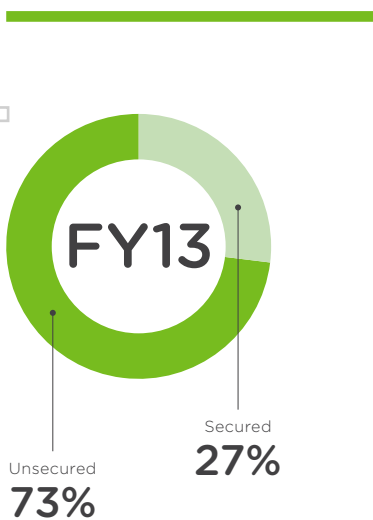


FY15 Profit (NPAT) of \$13.9m up 78% on FY14

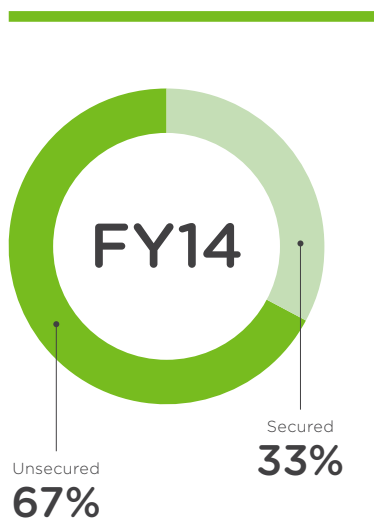


The transformation of Money3 continued this year with further expansion of the secured lending business through all three distribution channels;

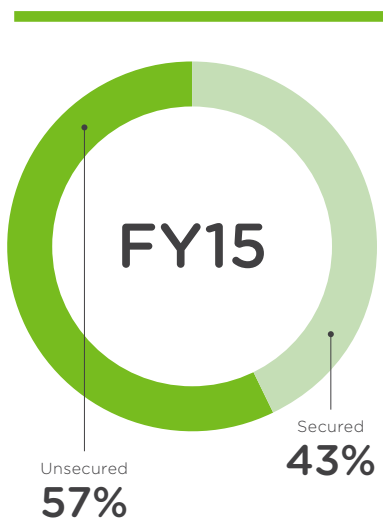
Revenue \$22.8M



Revenue \$43.5M



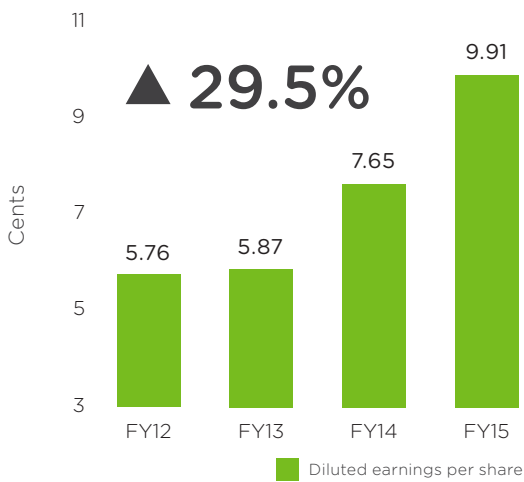
Revenue \$69.4M



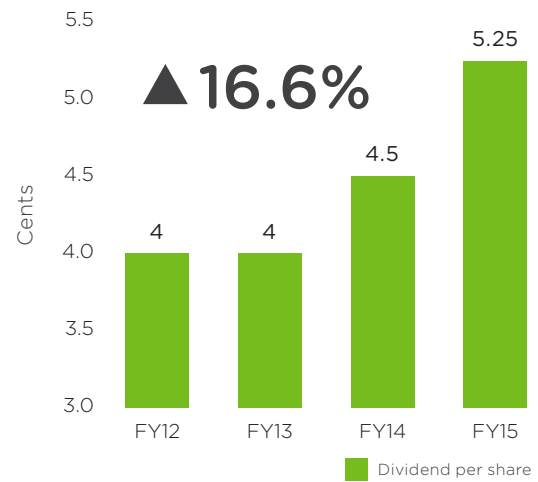
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FY15 Diluted EPS of 9.91 cents up 29.5% on FY14



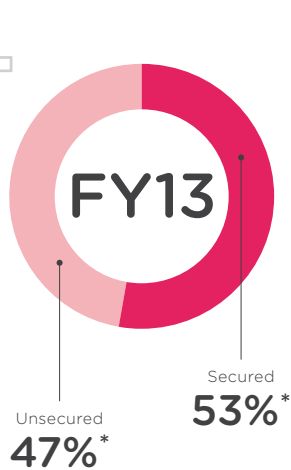
FY15 DPS of 5.25 cents up 31.3% on FY14



Brokers



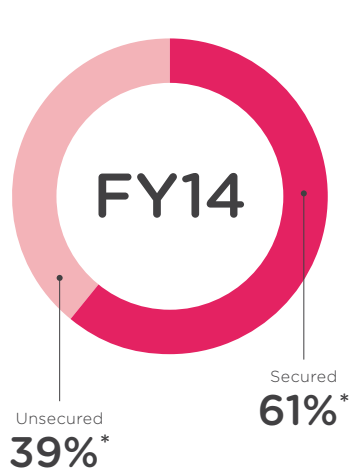
EBIT \$5.5M



Branches



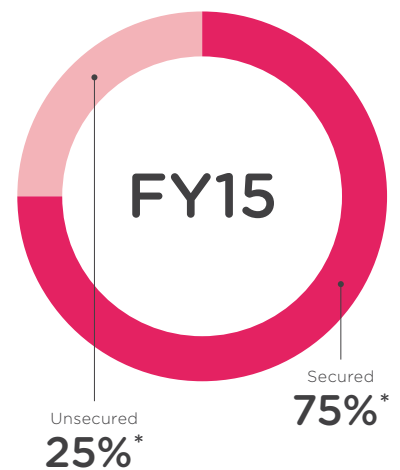
EBIT \$11.8M



Online



EBIT \$23.4M



* Based on management's corporate allocation of overheads.

CHAIRMAN'S AND MANAGING DIRECTOR'S REPORT (continued)

Secured Lending

The secured lending division operates under two business units:

- The Loan Centre, providing loans between \$2,001 and \$35,000 for a period up to 60 months, generated earned income of \$22.5 million (2014: \$11.8 million).
- Micro Motors, providing loans between \$2,001 and \$6,000 for a period of 12 months to 24 months, generated earned income of \$7.2 million (2014: \$2.7 million).

FY15 Financial Achievements:

- Loans receivable increased 101% to \$94.5 million (2014: \$47 million)
- Bad debts as a percentage of revenue for the year were 13.14% (2014: 7.18%)
- The Secured division advanced \$79.3 million in FY15, an 87% increase over the previous year
- Loans receivable of secured loans now represents over 72% of the outstanding balance of all loans.

Unsecured Lending

This division is serviced by our branch and online network. During the year unsecured lending showed an increase in loans receivables of 59%. We continued to see customers being referred from the branch network to our secured division and expect this referral of customers to increase in the coming years.

FY15 Financial Achievements were:

- Earned income increased by 36% to \$39.3 million (2014: \$28.8 million)
- Loans receivable increased by 37% to \$35.7 million (2014: \$26 million)
- Bad debts as a percentage of revenue was 15.86% (2014: 17.6%)

Bad Debts

Money3 lends to customers who have often had issues with credit in the past and it is expected that slow and bad debts will be higher than traditional lenders. Money3 considers

bad debt a cost of doing business therefore we account for bad debt as a percentage of revenue. Bad debt levels normally sit between 11% and 15% of revenue depending on the maturity and profile of the particular portfolio. Managing bad debts remains a priority of Money3 and the investment in an internal debt recovery team is beginning to deliver positive outcomes with debt recovery improving.

Regulations

The Federal Government has announced that the Consumer Credit Legislation Amendment (Enhancement) Act 2012 that encompasses a proportion of the loan products offered by Money3 will be reviewed by a three person government appointed panel. The completion of this Government review is expected by the end of 2015. Money3 believes that the current legislation provides good protection for consumers and expects only minor regulatory changes that will continue to foster innovation, minimise regulatory compliance costs and enable consumers to access credit, while ensuring that they are treated fairly and do not have excessively large debt burdens.

Dividends

The Directors of the company have declared a final dividend of 2.75 cents per share fully franked, payable on the 23 October 2015 to those shareholders on the register at the close of business on the 8 October 2015. The final dividend payable of 2.75 cents per share brings the full year dividend to 5.25 cents per share fully franked, up from 4.5 cents in FY14.

Funding

On the 4 August 2015 Money3 was given notice by Westpac of its intention to cease their banking relationship with certain small amount credit providers, including Money3. At 30 June 2015 Money3 had drawn down \$7.5 million of the \$20 million Westpac facility.

Money3 is currently reviewing alternative funding options and is confident of finalising new funding arrangements soon.



I had a car accident and being a mum to five kids needed a car in a hurry. I previously had a credit default and a part 9 debt agreement, which would have made getting a loan pretty difficult. A finance broker suggested I speak with Money3

When I couldn't find a car, they were really flexible and got me an extra \$1,000 so I could purchase a car I liked. Friendly, helpful, I'll recommend Money3 to family and friends.

— Krystie, South Morang

Outlook

Money3 currently expects a net profit after tax for the financial year ending 30 June 2016 of \$18 million, an increase of 30 per cent on prior year.

Money3 has also announced it will transition out of some unsecured loan products in the near future. This in turn will allow continued focus on expansion of the highly profitable secured lending division and we will be looking to introduce some new product offerings in 2015/16.

Vaughan Webber

Non Executive Chairman
Money3 Corporation Limited
30 September 2015

Scott Baldwin

Managing Director
Money3 Corporation Limited
30 September 2015

Conclusion

The excellent results of FY15 would not have been achieved without the ongoing commitment of staff and management, and we thank them for their efforts and loyalty.

Finally, I would like to thank you, our shareholders, for your continued support as we execute the company's growth strategy. We are excited by the outlook for the business and look forward to continuing to grow shareholder value.

Corporate Governance Statement

The Board of Directors (Board) is responsible for the corporate governance of the Company. The Board guides and monitors the business and affairs of the Company on behalf of the shareholders by whom they are elected and to whom they are accountable.

The Board supports the core principles and best practice recommendations of the ASX Corporate Governance Council. However in view of the Company's size, full adoption of the recommendations is currently not practical. The Board will continue to work towards full adoption of the recommendations in line with growth and development of the Company. The corporate governance policies of the Company and departures from the recommendations are discussed below.

This Corporate Governance Statement is structured with reference to the ASX Corporate Governance Principles and Recommendations.

Principle 1: Lay solid foundations for management and oversight

Money3 has a Board Charter which establishes the functions reserved to the Board and to senior management. The Board is responsible for setting the strategic direction of the Company and for overseeing and monitoring its businesses and affairs. Directors are accountable to the shareholders for the Company's performance. The Board's overriding objective is to increase shareholder value within an appropriate framework that protects the rights and enhances the interests of all shareholders, whilst ensuring that the Company is properly managed.

The functions of the Board include:

- Setting overall financial goals for the Company;
- Approving strategies, objectives and plans for the Company's businesses to achieve these goals;
- Ensuring that business risks are identified and approving systems and controls to manage those risks and monitor compliance;
- Approving the Company's major HR policies and overseeing the development strategies for senior and high performing executives;
- Approving financial plans and annual budget;
- Monitoring financial results on an on-going basis;
- Monitoring executive management and business performance in the implementation and achievement of strategic and business objectives;
- Approving key management recommendations (such as major capital expenditure, acquisitions, divestments, restructuring and funding);
- Appointing and removing the Managing Director (MD) and ratifying the appointment and removal of executives reporting directly to the MD (senior executives);
- Reporting to shareholders on the Company's strategic direction and performance including constructive engagement in the development, execution and modification of the Company's strategies;
- Determining that satisfactory arrangements are in place for auditing the Company's financial affairs; and
- Meeting statutory and regulatory requirements and overseeing the way in which business risks and the assets of the Company are managed.

In carrying out its responsibilities and functions, the Board may delegate any of its powers to a Board committee, a Director, employee or other person. However, the Board acknowledges that it retains ultimate responsibility for the exercise of such powers under the *Corporations Act 2001* (Cth).

The Board requires its Directors to address potential conflicts of interest, including a requirement that they declare their interests as required by the Corporations Act and the ASX Listing Rules.

Principle 2: Structure the Board to add value

The Board of Directors is structured to add long term value to Money3. The Board currently consists of one executive and four non-executive directors. On 22nd July 2015 Mr Robert Bryant retired as a director. The only executive director being Mr Baldwin. The non-executive directors, being Ms Bettina Evert, Mr Kang Tan, Mr Vaughan Webber, and Mr Miles Hampton, are regarded for corporate governance purposes as independent, notwithstanding the existence of certain relationships identified in the ASX's Corporate Governance Principles and Recommendations. [Box 2.1 of Principle 2]

Mr Vaughan Webber has extensive business experience initially in accounting and more than 13 years in corporate finance in stockbroking firms focussing on creating, funding and executing strategies for mid to small ASX listed companies

Ms Bettina Evert is a partner of Holman Webb which has not provided legal services to the Company and subsidiaries.

Mr Kang Tan held the position of Chief Financial Officer until 17 September 2010.

Mr Miles Hampton was managing director of ASX listed agribusiness Roberts Ltd for 20 years. Subsequent to his retirement from Roberts Ltd in 2006, Mr Hampton has been a director of a number of public and private companies, including Australian Pharmaceutical Industries Ltd, Forestry Tasmania, The Van Diemen's Land Company and Impact Fertilisers. He is currently Chairman of ASX listed MyState Limited and TasWater.

Mr Christopher Baldwin (retired 26 November 2014) now consults to Brown Baldwin, in previous years he was a partner. Mr Baldwin holds a significant number of securities in the Company but is not a substantial shareholder as defined in section 9 of the Corporations Act. Mr Baldwin is the uncle of Mr Scott Baldwin who is an executive director of the Company.

Directors are subject to re-election by rotation in accordance with the ASX listing rules, and in any event no less often than every three years.

Principle 3: Promote ethical and responsible decision-making

As part of its commitment to recognising the interests of stakeholders, the Company has established Codes of Conduct to guide all employees, executives and directors in respect of the ethical behaviour expected by the Company. These Codes of Conduct cover conflicts of interest, confidentiality, fair dealing, protection of assets, compliance with laws and regulations; whistle blowing, security trading and commitments to stakeholders.

Accordingly, the Board fully supports the spirit and letter of the law and the listing rules concerning adequate and reasonable disclosure of information relevant to the Company and its securities in line with contemporary continuous disclosure requirements.

Money3 is committed to providing an inclusive workplace and recognises the value individuals with diverse skills, values, backgrounds and experiences will bring to the company. At the core of the company's diversity policy is a commitment to equality and respect. Diversity in recognising and valuing the unique contribution people can make because of their individual background and different skills, experience and perspectives. People differ not just on the basis of race and gender, but also dimensions such as lifestyle, education, physical ability, age and family responsibility.

The total number of staff as at 30 June 2015 was 351 (2014: 240) of which 291 (2014: 195) are female, the Board comprises 6 (2014: 6) members of which 1 (2014: 1) is female, and management has 34 members (2014: 15) of which 16 (2014: 4) are female.

Money3 has a formal Share Trading Policy, in dealing in the company's securities in addition to complying with legislative and regulatory obligations.

The Company's Code of Conduct includes the following key principles: -

1. The Company will conduct its business operations with full regard to and in compliance with all legal obligations.
2. The Company's employees, contractors and agents:
 - a. will strive to the utmost of their abilities to deliver quality services to meet our customers' needs and treat our customers with respect, courtesy and a caring attitude toward their business requirements;
 - b. will present themselves in a fit and tidy condition for work and be fully equipped to perform their work safely and competently;
 - c. will adhere to all workplace and occupational health and safety requirements, work instructions and directives and will refrain from any irresponsible, negligent or unsafe actions or work;
 - d. are expected to work in a supportive and cooperative manner, and the Company will not condone any form of harassment of fellow workers. All cases of harassment will be promptly addressed through counselling and conciliation processes; and
 - e. will not knowingly reveal confidential information, trade secrets or information concerning intellectual property or practices, which could be injurious to our customers or our own business interests.
3. The Company encourages the reporting of unlawful/unethical behaviour by its directors, employees, contractors and agents and will actively promote ethical behaviour and protection for those who report violations in good faith.
4. The Company encourages individuals to join appropriate organisations and associations that can effectively represent their work interests.
5. The Company will communicate the code of conduct to all its employees, contractors and agents.

Principle 4: Safeguard integrity in financial reporting

The Board has in place an Audit Committee which comprises a Miles Hampton as Chairman and Ms Bettina Evert, Vaughan Webber and Kang Tan as members.

The primary role of the Audit Committee is to monitor and review the effectiveness of the Company's control environment in the areas of operational risk, legal/regulatory compliance and financial reporting. It will advise and assist the Board to discharge its responsibility to exercise due care, diligence and skill in relation to:

1. Reporting of financial information to users of financial reports, in particular the quality and reliability of such information;
2. Assessing the consistency of disclosures in the financial statements with other disclosures made by the Company to the financial markets, governmental and other public bodies;
3. Review and application of accounting policies;
4. Financial management;
5. Review of internal and external audit reports to ensure that where weaknesses in controls or procedures have been identified, appropriate and prompt remedial action is taken by management;
6. Evaluation of the Company's compliance and risk management structure and procedures, internal controls and ethical standards;
7. Review of business policies and practices;
8. Conduct of any investigation relating to financial matters, records or accounts, and to report those matters to the Board;
9. Protection of the Company's assets; and
10. Compliance with applicable laws, regulations, standards and best practice guidelines.

Declaration of the Managing Director (MD) and Chief Financial Officer (CFO)

Each year the MD and CFO provide the Board with written confirmation that:

- The financial reports present a true and fair view, in all material respects, of the Company's financial condition and operational results and are in accordance with relevant accounting standards;
- The statement is founded on a sound system of risk management and internal compliance and control which implements the policies adopted by the Board; and
- The Company's risk management and internal compliance and control system is operating effectively in all material respects in relation to financial reporting risks.

The Board has received the above declaration from the MD and CFO for this year.

Principle 5: Make timely and balanced disclosure

The Board is aware of its continuous disclosure obligations in respect of material information, and embraces the principle of providing access to that information to the widest audience.

To ensure that these principles are appropriately actioned, the Board has nominated the Company Secretary as having responsibility for:

- Ensuring that the Company complies with continuous disclosure requirements;
- Overseeing and co-ordinating disclosure of information to ASX, analysts, brokers, shareholders, the media and the public;
- Educating directors and staff on the Company's disclosure policies and procedures and raising awareness of the principles underlying continuous disclosure;
- Ensuring that the Chairman and the MD are aware of all sensitive information that may be required by the ASX Listing Rules and the law to be publicly released through the ASX before disclosing it to any person, including analysts and others outside the Company;
- Ensuring that all information released through the ASX is promptly made available to its bankers and other parties to whom it has a similar reporting responsibility;
- The further dissemination of information, after it has been released through the ASX, to investors and other interested parties;
- Posting such information on the Company's website immediately after the ASX confirms that it has received such announcements; and
- Reviewing all briefings and discussions with media representatives, analysts and major shareholders, to check whether any price sensitive information has been inadvertently disclosed. If so, to immediately announce the information through the ASX.

To safeguard against inadvertent disclosure of price sensitive information, the Board has agreed to keep to a minimum the number of directors and staff authorised to speak on the Company's behalf. In order of precedence, the following combinations of officers have authority to speak on behalf of the Company without the prior approval of the Board:

- The Chairman and/or the Managing Director, separately, then
- The Chairman and a non-executive director, jointly, then
- Any two non-executive directors and the Managing Director, jointly (by majority), and then
- In extreme circumstances, any 2 directors, jointly.

These officers are also authorised to clarify information that the Company has released publicly through the ASX, but must avoid commenting on other price sensitive matters. All ASX announcements of a non-procedural nature are approved by the Chairman before release.

The Company has determined that the Company Secretary must be made aware of any information disclosures in advance, including information to be presented at private briefings. This will minimise the risk of breaching the continuous disclosure requirements.

In accordance with the ASX Listing Rules, the Company immediately notifies the ASX of information:

1. Concerning the Company that a reasonable person would expect to have a material effect on the price or value of the Company's securities; and
2. That would, or would be likely to, influence persons who commonly invest in securities in deciding whether to acquire or dispose of the Company's securities.

Upon confirmation of receipt from the ASX, the Company posts all information disclosed in accordance with this policy on the Company's website in an area accessible by the public.

Principle 6: Respect the rights of shareholders

Money3 recognises the importance of effective communications with shareholders and other parties. Shareholders also have other formal and informal rights provided by the Company's constitution, regulatory bodies and proper public company behaviour. These include their entitlement to financial statements, attendance and voting at shareholder meetings. The auditor is invited to attend the AGM and be available to answer shareholder questions about the conduct of the audit and the preparation and content of the auditor's report. Shareholder meetings are conducted in an open forum with wide discussion encouraged by the Chairman.

Principle 7: Recognise and manage risk

The identification and effective management of risk, including calculated risk-taking is viewed as an essential part of the Company's approach to creating long-term shareholder value.

Money3 has established lending policies which are reviewed on a regular basis.

The MD and CFO in providing written confirmation to the Board in accordance with the requirements of Section 295A (2) of the Corporations Act 2001 must be satisfied that their certification is founded on a sound system of risk management and internal compliance and control, which implements the policies adopted by the Board and that the Company's risk management and internal compliance and control systems are operating efficiently and effectively in all material respects.

Principle 8: Remunerate fairly and responsibly

The Board is responsible for determining and reviewing compensation arrangements for the Directors themselves, the Non-Executive Chairman and the Senior Management team. Money3 has a Remuneration Committee which comprises Mr Kang Tan as Chairman, Mr Miles Hampton, Mr Vaughan Webber and Ms Bettina Evert as the other members.

The primary purpose of the Remuneration Committee is to support and report to the Board in fulfilling their responsibilities to shareholders in relation to:

- Executive remuneration policy;
- The remuneration of executive directors;
- The remuneration of persons reporting directly to the managing director, and as appropriate, other executive directors;
- The Company's recruitment, retention and termination policies and procedures;
- Superannuation arrangements; and
- All equity based remuneration.

The performance of the Board, Committees, individual Directors and key executives is reviewed regularly against both measurable and qualitative indicators.

Performance appraisals are undertaken annually. The performance criteria against which the Board, key executives and committees will be assessed is aligned with key corporate governance needs as well as financial and non-financial objectives.

In relation to the payment of bonuses, options and other incentive payments to executives and other staff, discretion is exercised by the Board having regard to individual, team and Company performance relative to specific targets during the period.

The expected outcomes of the remuneration structure are to retain and motivate Directors and key executives, attract quality management and provide performance incentives which align performance and Company success in a manner that is market competitive, consistent with best practice and in the interests of shareholders. Details of the nature and amount of each element of remuneration, including both monetary and non-monetary components, for each Director and the (Non Director) Officers paid during the year can be found in the Directors' Report.

Directors' Report

The directors present the annual financial report on the consolidated entity, consisting of Money3 Corporation Limited and the entities it controlled at the end of, or during the year ended 30 June 2015. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors' details

The names and details of the Company's Directors in office during the financial year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Vaughan Webber B.Ec

- Non Executive Chairman
- Member of the Audit and Remuneration Committees

Vaughan has extensive business experience initially in accounting and more than 13 years in corporate finance in stockbroking firms focussing on creating, funding and executing strategies for mid to small ASX listed companies. Vaughan is currently a non-executive director of HUB24 Limited (ASX:HUB) and a non-executive director of Anchor Resources Limited (ASX:AHR) and previously Chairman of Wentworth Holdings Limited (ASX:TOP)

Bettina Evert BA LLB MAICD

- Non-Executive Director
- Member of the Audit and Remuneration Committees

Bettina is a partner of Holman Webb, a commercial and insurance law practice established over 60 years ago. She is highly experienced in commercial law and litigation. She was, prior to commencing at Holman Webb, a senior solicitor on the work-out team after the collapse of the Tricontinental Bank in 1991 and worked as a senior solicitor at Telstra Corporation advising senior management in relation to corporate governance. Prior to joining Holman Webb, Bettina was a director of Deloitte Touche Thomatsu. Bettina is currently Deputy Chair of the Law Institute of Victoria, Executive Committee, Litigation Section, the Chair of the Courts Practice Committee of the Law Institute of Victoria and a lay member of the CPA Australia Disciplinary Committee which hears professional disciplinary matters relating to members of CPA Australia.

Robert James Bryant

- Managing Director - Resigned (22 July 2015)
- Member of the Audit and Remuneration Committees

On 22 July 2015 Robert resigned as a director. Before entering the financial services industry in May 2000 he was predominantly involved in agricultural related industries for over 25 years. The shift to financial services in 2000 saw Robert commence a small cash loans franchise in Victoria.

Robert's responsibilities include management and governance, regulation and compliance, expansion and public and government relations.

Kang Hong Tan ACA (UK) FIPA (Aust)

- Non-Executive Director
- Chairman of the Remuneration Committee and Member of the Audit Committee

Kang has been a member of the Institute of Chartered Accountants in England and Wales since 1983, and a Fellow of the Institute of Public Accountants in Australia since 1998. Kang spent 10 years as an Accountant with La Trobe University Union. Before coming to Australia, Kang was the Group Financial Controller of Tanming Corporation Berhad for 4 years.

Scott Joseph Baldwin B.Eng(Hons) MBA GAICD

- Managing Director (Appointed to board 22 July 2015, appointed MD 29 September 2015)
- Chief Operations Officer Executive Director

Scott has previously held a number of management positions with several public listed companies. His previous position was with General Electric as a Marketing Manager covering the Asia region.

Miles L Hampton BEc (Hons), FCIS, FCPA, FAICD

- Non-Executive Director (Appointed on 1 September 2014)
- Chairman of the Audit Committee and Member of Remuneration Committee

Miles Hampton was managing director of ASX listed agribusiness Roberts Ltd for 20 years. Subsequent to his retirement from Roberts Ltd in 2006, Mr Hampton has been a director of a number of public and private companies, including Australian Pharmaceutical Industries Ltd, Forestry Tasmania, The Van Diemen's Land Company and Impact Fertilisers. He is currently Chairman of ASX listed MyState Limited and TasWater.

Christopher James Baldwin CPA

- Non-Executive Director - Retired (26 November 2014)
- Former member of the Audit and Remuneration Committees

Christopher commenced work in 1960 for a public accountant and had continued his accounting professional work in taxation, business and consultancy in Shepparton as a principal that headed the public accounting practice of Brown Baldwin in Shepparton and Melbourne. Christopher now consults to Brown Baldwin as he has extensive experience in business matters, including taxation and accounting.

Company Secretary's details

Craig Alan Harris CPA

- CFO and Company Secretary (appointed 17 September 2010)

Craig is a Certified Practising Accountant with over 20 years' experience in both public and private companies. Craig previous role was as Company Secretary for Wentworth Holdings Ltd, a listed property management company.

Principal activities

The principal activities of the consolidated entity during the year were providing financial services specialising in the delivery of small cash loans, secured and unsecured personal loans, cheque cashing, equipment and motor vehicle rental, and international money transfer. Although the company has discontinued the offering of international money transfer, there has been no significant change in nature of the principal activities during the financial year.

Dividends

The Company paid a fully franked final dividend for the year ended 30 June 2014 of 2.25 cents per share on 28 October 2014.

The Company paid a fully franked interim dividend for the year ended 30 June 2015 of 2.5 cents per share on 24 April 2015.

On 27th August 2015, the directors declared a fully franked final dividend of 2.75 cents per share to the holders of fully paid ordinary shares in respect of the financial year ended 30 June 2015, to be paid to shareholders on 23 October 2015. The dividend will be paid to shareholders on the Register of Members on 8 October 2015. This dividend has not been included as a liability in these financial statements.

Results of operations

The consolidated net profit after tax for the year was \$13,940,615 (2014: \$7,831,643).

Review of operations

Overall the company has continued to perform well in regards to income and profit generation, shareholder value, and growth of loans receivable, with exceptional results from the secured division.

The directors have declared a fully franked dividend of 2.75 cents.

Change in the state of affairs

There was no significant change in the state of affairs of Money3.

Significant matters subsequent to the reporting date

On 27 August 2015, the directors declared a fully franked final dividend of 2.75 cents per share to the holders of fully paid ordinary shares in respect of the financial year ended 30 June 2015, to be paid to shareholders on 23 October 2015. The dividend will be paid to shareholders on the Register of Members as of 8 October 2015.

On 4 August 2015, Money3 Corporation Limited received notice from Westpac of their intent to cease their banking relationship with certain small consumer credit providers including Money3.

Westpac have committed to honour all existing contracts with Money3 and the loan facility has a 12 month run off period ending December 2016.

On 22 July 2015, Mr Robert Bryant resigned as Managing Director and Mr Scott Baldwin was appointed as the acting Chief Executive Officer and Managing Director. On the 29 September 2015 Mr Scott Baldwin was appointed Managing Director.

No other matter or circumstances has arisen since the end of the financial year that has significantly affected or may significantly affect the operations of Money3, the results or the state of affairs of the Company.

Likely developments and expected results

Money3 has announced that it intends to withdraw from a portion of the unsecured SACC loan market. The company has announced that it intends to launch a new 60 month secured loan product targeted at customers seeking a new car, bike, boat or caravan.

Environmental regulation and performance

The Company's operations are not regulated by any environmental regulation under a law of the Commonwealth or of a state or territory.

Share options

As at the date of this report, there were 25,650,000 options to acquire ordinary shares of Money3 Corporation Limited (2014: were 7,850,000).

a) Share options granted to directors and executives

800,000 share options were granted to executives during the current financial year.

b) Share options on issue

Details of unissued ordinary shares in Money3 Corporation Limited under option at the date of this report are:

Issuing entity	Type	No. of shares under option	Exercise Price \$	Expiry Date
Money3 Corporation Ltd	Directors Options	200,000	1.00	31 December 2015
Money3 Corporation Ltd	Employee Options	1,950,000	0.50	30 September 2017
Money3 Corporation Ltd	Director Options	1,000,000	0.50	16 November 2017
Money3 Corporation Ltd	Employee Options	500,000	1.00	21 October 2018
Money3 Corporation Ltd	Directors Options	3,000,000	1.50	30 November 2018
Money3 Corporation Ltd	Employee Options	1,000,000	1.50	30 November 2018
Money3 Corporation Ltd	Bond Options	15,000,000	1.30	16 May 2018
Money3 Corporation Ltd	Employee Options	500,000	1.50	20 October 2019
Money3 Corporation Ltd	Employee Options	2,500,000	1.70	14 April 2020

On exercise options convert into one ordinary share of Money3 Corporation Limited. The options carry neither rights to dividends nor voting rights.

Shares issued as a result of the exercise of options

During the year, Mr Scott Baldwin exercised 200,000 options converting to 200,000 ordinary shares at 85 cents.

Indemnification and insurance of Directors and Officers

The company has indemnified the directors and executives of the company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the company paid a premium in respect of a contract to insure the directors and executives of the company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of liability and the amount of the premium.

Directors' meeting

The following table sets out the number of directors' meetings (including meetings of committees of directors) held during the financial year and the number of meetings attended by each director (while they were a director or committee member). During the financial year, there were ten Board meetings, two Audit Committee meetings and two Remuneration Committee meeting held. No meeting of the Nominations Committee was held during the year.

Director	Board meeting		Audit Committee		Remuneration Committee	
	Held	Attended	Held	Attended	Held	Attended
Vaughan Webber	10	10	2	2	2	2
Bettina Evert	10	9	2	2	2	2
Robert Bryant	10	10	2	2	2	2
Kang Hong Tan	10	10	2	2	2	2
Christopher Baldwin	3	2	1	1	2	-
Scott Baldwin	10	10	2	2	-	-
Miles Hampton	9	8	1	1	1	1

Directors' shareholding

The following table sets out each director's relevant interest in shares or options issued by the Company at the date of this report.

Director	Ordinary Shares	Partly paid ordinary shares	Type of Options	Options over Ordinary Shares
Vaughan Webber	40,345	-	-	-
Bettina Evert	262,356	-	-	-
Kang Hong Tan	5,169,067	-	-	-
Scott Baldwin	2,354,324	-	Director/Employee	2,200,000
Miles Hampton	160,345	-	-	-

Remuneration report (audited)

This report outlines the remuneration arrangements in place for directors and executives of Money3.

Remuneration philosophy

The performance of the Company depends upon the quality of its directors and executives. To prosper, the Company must attract, motivate and retain highly skilled directors and executives.

To that end, the Company embodies the following principles in its remuneration framework:

- Provide competitive rewards to attract high calibre executives;
- Focus on creating sustained shareholder value;
- Significant portion of executive remuneration at risk, dependent upon meeting predetermined performance benchmarks; and
- Differentiation of individual rewards commensurate with contribution to overall results and according to individual accountability, performance and potential.

The Remuneration Committee is responsible for determining and reviewing compensation arrangements for the directors, Managing Director (MD) and the senior management team. The committee assesses the appropriateness of the nature and amount of remuneration of directors and senior managers on a periodic basis by reference to relevant employment market conditions with the overall objective of ensuring maximum stakeholder benefit from the retention of a high quality board and executive team.

Remuneration structure

In line with best practice corporate governance, the structure of non-executive director, executive director and senior manager remuneration is separate and distinct.

Non-executive director remuneration

The Board seeks to set aggregate remuneration at a level which provides the Company with the ability to attract and retain directors of the highest calibre.

The Constitution and the ASX Listing Rules specify that the aggregate remuneration of non-executive directors shall be determined from time to time by a general meeting. An amount not exceeding the amount determined is then divided between the non-executive directors as agreed. The current approved aggregate remuneration is \$400,000.

Senior management and executive director remuneration

The Company aims to reward executives with a level and mix of remuneration commensurate with their position and responsibilities so as to:

- Reward executives for company and individual performance against targets set by reference to appropriate benchmarks;
- Align the interests of executives with those of shareholders;
- Link reward with the strategic goals and performance of the company; and
- Ensure total remuneration is competitive by market standards.

The executive remuneration program is designed to support the Company's reward philosophies and to underpin the Company's growth strategy. The program comprises the following components:

- Fixed remuneration component; and
- Variable remuneration component including short term incentive (STI) and long term incentive (LTI)

Fixed remuneration

The level of fixed remuneration is set so as to provide a base level of remuneration which is both appropriate to the position and is competitive in the market. Senior managers are given the opportunity to receive their fixed (primary) remuneration in a variety of forms including cash and fringe benefits such as motor vehicles.

Variable remuneration – short term incentive (STI)

The objective of the STI program is to link the achievement of the Company's operational targets with the remuneration received by the executives charged with meeting those targets. The total potential STI available is set at a level so as to provide sufficient incentive to the senior manager to achieve the operational targets and such that the cost to the Company is reasonable. The individual performance of each executive is also rated and taken into account when determining the amount, if any, of the short term incentive pool allocated to each executive. The aggregate of annual STI payments available for executives across the Company are usually delivered in the form of a cash bonus. Employees and executives participate in performance incentive program under which a budgeted Earnings Before Interest and Tax (EBIT) was established by the directors where the employees and executives are entitled to a share of the profit which exceeds this budget figure. Under the program cash bonuses of \$1,500,000 (2014: 850,000) have been earned and accrued at 30 June 2015, and approved by the Board on the 27 August 2015.

Variable remuneration - long term incentive (LTI)

The objective of the LTI plan is to reward senior managers in a manner which aligns this element of remuneration with the creation of shareholder wealth. As such, LTI grants are only made to executives who are able to influence the generation of shareholder wealth and thus have a direct impact on the Company's performance against relevant long term performance hurdles. The executive LTI is currently delivered in the form of options. In the 2015 financial year, 800,000 options were granted (2014: 3,000,000) to executive directors and executives. No issue of shares was made in 2015 (2014: nil) under the LTI plan.

Contract of employment

All executives of the Company are employed under a letter of appointment. Various notice periods of up to 6 months are required to terminate the appointment. The letters of appointment do not contain specified option incentive entitlements and are rolling with no fixed term.

Relationship between remuneration policy and company performance

Remuneration paid to key management personnel (KMP) has been set at a level to attract and retain appropriately skilled persons. All executive Directors and KMP receive a base salary, superannuation and fringe benefits. Performance based bonuses of 231,590 (2014: 135,000) were paid by the Group to KMP during the year. During the year 800,000 options were issued (2014: 4,500,000) to KMP.

In considering the consolidated entity's performance and benefits for shareholder wealth, the directors have regard to the indices in respect of the current financial year and the previous four financial years. The following table shows revenue, profits, dividends, share price, EPS and KMP remuneration at the end of each year.

	30 June 2011	30 June 2012	30 June 2013	30 June 2014	30 June 2015
Revenue	13,513,713	15,494,893	22,787,126	43,507,708	69,434,214
Net Profit after tax	2,402,270	2,525,840	3,647,867	7,831,643	13,940,615
Closing share price	\$0.42	\$0.38	\$0.79	1.08	1.14
Price increase/(decrease) \$	(\$0.08)	(\$0.04)	\$0.41	\$0.29	\$0.06
Price increase/(decrease) %	(16%)	(10%)	108%	37%	6%
Earnings per share	7.11	5.87	6.16	8.13	11.82
Dividend paid per share	4.25 cents	4.00 cents	4.00 cents	4.50 cents	5.25 cents
Total key management personnel remuneration	\$831,782	\$815,394	\$784,083	\$1,132,365	1,721,467

The above performance indicators of the consolidated entity since listing on 19 October 2006 are considered when assess the level of KMP's compensation.

Details of remuneration

The KMP of Money3 Corporation Limited includes following:

Mr Vaughan Webber	Non-Executive Chairman
Mr Robert Bryant	Managing Director (Resigned 22 July 2015),
Ms Bettina Evert	Non-Executive Director
Mr Christopher Baldwin	Non-Executive Director (Retired 26 November 2014)
Mr Kang Hong Tan	Non-Executive Director
Mr Scott Joseph Baldwin	Executive Director (from 22 July 2015) and Managing Director (from 29 September 2015)
Mr Miles Hampton	Non-Executive Director (Appointed 1 September 2014)
Mr Craig Harris	Company Secretary and CFO
Mr Michael Rudd	General Manager (Appointed 3 November 2014)
Mr Michael Kanizay	Chief Information Officer (Appointed 2 March 2015)

There are no KMP other than those disclosed above.

The compensation of each member of the KMP of the consolidated entity is set out below:

	Short term employee benefits			Post-employment benefits	Long term benefits	Share based payments (options)	Total
	Salary & fees	Bonus	Annual leave	Superannuation	Long service leave		
	\$	\$	\$	\$	\$	\$	\$
2015							
V. Webber	70,000	-	-	6,650	-	-	76,650
B. Evert	50,000	-	-	4,750	-	-	54,750
R. Bryant	215,692	61,600	20,735	20,900	3,477	49,333	371,737
Kang H. Tan	60,000	-	-	4,750	-	-	64,750
C. Baldwin	16,923	-	-	1,565	-	-	18,488
S. Baldwin	186,036	61,900	20,928	17,575	6,301	41,009	333,749
M. Hampton	54,230	-	-	5,152	-	-	59,382
C. Harris	203,077	68,090	21,562	20,900	12,425	76,833	402,887
M. Rudd	187,623	38,265	17,902	16,673	142	24,779	285,384
M. Kanizay	44,960	-	3,458	3,737	21	1,514	53,690
Total	1,088,541	229,855	84,585	102,652	22,366	193,468	1,721,467
2014							
G. Sam	29,615	-	-	2,739	-	-	32,354
V. Webber	26,307	-	-	2,433	-	-	28,740
B. Evert	39,999	-	-	3,700	-	-	43,699
R. Bryant	206,154	50,000	7,729	18,500	17,496	28,778	328,657
Kang H. Tan	49,149	-	-	3,700	-	-	52,849
C. Baldwin	39,999	-	-	3,700	-	-	43,699
S. Baldwin	175,192	35,000	10,830	15,725	6,169	32,333	275,249
C. Harris	178,462	50,000	21,562	18,500	3,293	55,301	327,118
Total	744,877	135,000	40,121	68,997	26,958	116,412	1,132,365

Except for retirement benefits provided by the superannuation guarantee legislation, there are no retirement benefits for the Directors. The proportion of R. Bryant's remuneration that is linked to performance is 16.57% (2014: 15.21%). The proportion of S. Baldwin's remuneration that is linked to performance is 18.55% (2014: 12.72%). The proportion of C. Harris's remuneration that is linked to performance is 16.90% (2014: 15.43%). The proportion of M. Rudd's remuneration that is linked to performance is 13.41%. Mr M. Kanizay has not received a bonus this financial year. No other KMP remuneration linked to performance (2014: nil).

The proportion of cash bonus paid/payable or forfeited is as follows;

	Cash bonus paid/payable		Cash bonus forfeited	
	2015	2014	2015	2014
R. Bryant	100%	100%	Nil	Nil
C. Baldwin	100%	100%	Nil	Nil
C. Harris	100%	100%	Nil	Nil
M. Rudd	100%	Nil	Nil	Nil

Loans with key management personnel

There is currently no loans with key management personnel

The financial statements include the interest on loans with key management personnel:

	Consolidated 2015 \$	Consolidated 2014 \$
Interest paid to Robert Bryant	-	518
	-	518

Service agreements

Name: Scott Baldwin
Title: Managing Director
Agreement commenced: 13 January 2009
Term of agreement -
Details: Base salary for the year ending 30 June 2016 of \$375,000 inclusive of superannuation, to be reviewed annually by the Remuneration Committee. 6 month termination notice by either party or 12 months in the event of change of control. Short Term Incentive of up to 50% of the employee's fixed annual remuneration on terms prescribed by the Remuneration Committee. Long Term Incentive of up to 50% of the employee's fixed annual remuneration on terms prescribed by the Remuneration Committee. Will be restrained for 6 months post-employment from carrying on or being involved in any business which is in competition with Money3.

Name: Craig Harris
Title: Company Secretary and Chief Financial Officer
Agreement commenced: 31 May 2010
Term of agreement -
Details: Base salary for the year ending 30 June 2016 of \$242,000 plus superannuation, to be reviewed annually by the Remuneration Committee. 3 month termination notice by either party or 12 months in the event of acquisition. Bonus as per Remuneration Committee approval and KPI achievement, non-solicitation and non-compete clauses.

Name: Michael Rudd
Title: General Manager
Agreement commenced: 3 November 2014
Term of agreement -
Details: Base salary for the year ending 30 June 2016 of \$192,781 plus superannuation and use of company car, to be reviewed annually by the Remuneration Committee. 1 month termination notice by either party. Bonus as per Remuneration Committee approval and KPI achievement, non-solicitation and non-compete clauses.

Name: Michael Kanizay
Title: Chief Information Officer
Agreement commenced: 2 March 2015
Term of agreement -
Details: Base salary for the year ending 30 June 2016 of \$146,118 plus superannuation, to be reviewed annually by the Remuneration Committee. 1 month termination notice by either party. Bonus as per Remuneration Committee approval and KPI achievement, non-solicitation and non-compete clauses.

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Value of options

The value of options is determined at grant date using the Binomial Option Pricing Model taking into account factors including exercise price, expected volatility and option life and is included in remuneration on a proportion basis from grant date to vesting date.

Value of options issued to directors and key management personnel

The following table discloses the value of options granted, exercised or lapsed during the year:

Directors	Value of options granted during the year \$	Value of options exercised during the year \$	Value of options lapsed during the year \$	Expiry Date	Exercise Date	Percentage of total remuneration for the year that consists of options %	Proportion of option remuneration	
							Performance related %	Non-Performance related
2015								
S Baldwin	-	7,860	Nil	31/12/2014	25/09/2014	2	Nil	100
M Rudd	87,000	Nil	Nil	20/10/2019	20/10/2017	30	Nil	100
M Rudd	43,620	Nil	Nil	14/04/2020	15/04/2018	15		
M Kanizay	21,810	Nil	Nil	14/04/2020	15/04/2018	41	Nil	100
2014								
R Bryant	148,000	Nil	Nil	30/11/2018	30/11/2016	48	Nil	100
S Baldwin	-	9,100	Nil	31/12/2013	22/10/2013	3	Nil	100
S Baldwin	74,000	Nil	Nil	30/11/2018	30/11/2016	28	Nil	100
C Harris	109,500	Nil	Nil	21/10/2018	21/10/2016	34	Nil	100
C Harris	74,000	Nil	Nil	30/11/2018	30/11/2016	23	Nil	100

Options granted during the 2015 financial year were granted as an incentive to drive the continuing performance of the Company. The total fair value of these options on grant date was \$152,430 (2014: 405,500).

As the options vest over time the cost is expensed in accordance with AASB2 over the vesting period. In the 2015 financial year the expense for key management personnel is \$193,468 (2014: \$116,412).

During the year, Mr Scott Baldwin exercised 200,000 options converting to 200,000 ordinary shares at 85 cents.

Inputs into the determination of the fair value of options issued to the KMP are set out below.

	Director - Expire 31/12/2015	Employee- Expire 30/09/2017	Employee- Expire 16/11/2017	Employee- Expire 21/10/2018	Employee- Expire 30/11/2018	Director- Expire 30/11/2018	Employee- Expire 20/10/2019	Employee- Expire 14/04/2020
Exercise price	\$1.00	\$0.50	\$0.50	\$1.00	\$1.50	\$1.50	\$1.50	\$1.70
Grant date	27/11/2009	30/09/2012	16/11/2012	21/10/2013	30/11/2013	30/11/2013	20/10/2014	15/04/2015
Expiry date	31/12/2015	30/09/2017	16/11/2017	21/10/2018	30/11/2018	30/11/2018	20/10/2019	14/04/2020
Share price at grant date	\$0.45	\$0.43	\$0.43	\$1.05	\$1.00	\$1.00	\$1.20	\$1.52
Expected volatility	40%	40%	40%	32%	32%	32%	31%	31%
Expected dividend yield	7.33%	9.50%	9.50%	4.25%	4.25%	4.25%	3.5%	3.5%
Risk free rate	5.000%	2.52%	2.52%	3.4%	3.4%	3.4%	1.84%	1.84%

Share based compensation

Options

Options are granted under the Money3 Corporation Limited's Director and Employee Share Option Plan. Options are granted under the plan for no consideration. The board determines the quantity and terms of options to be granted.

The valuations of options are independently determined by independent experts using the Binomial option pricing model taking into account the terms and conditions upon which the instruments were granted.

The following table discloses terms and conditions of each grant of options provided as compensation.

	Issue Date	Options Granted	Exercise Price	Expiry Date	Vesting Date	Maximum total value of issue yet to vest \$
S Baldwin	27 Nov 2009	200,000	\$1.00	31 Dec 2015	31 Dec 2014	6,086
S Baldwin	16 Nov 2012	1,000,000	\$0.50	16 Nov 2017	16 Nov 2015	47,000
C Harris	30 Sep 2012	1,000,000	\$0.50	30 Sep 2017	30 Sep 2015	47,000
C Harris	21 Oct 2013	500,000	\$1.00	21 Oct 2018	21 Oct 2016	109,500
R Bryant	30 Nov 2013	2,000,000	\$1.50	30 Nov 2018	30 Nov 2016	148,000
C Harris	30 Nov 2013	1,000,000	\$1.50	30 Nov 2018	30 Nov 2016	74,000
S Baldwin	30 Nov 2013	1,000,000	\$1.50	30 Nov 2018	30 Nov 2016	74,000
M Rudd	20 Oct 2014	500,000	\$1.50	20 Oct 2019	21 Oct 2017	87,000
M Rudd	15 April 2015	200,000	\$1.70	14 April 2020	14 April 2018	43,620
M Kanizay	15 April 2015	100,000	\$1.70	14 April 2020	14 April 2018	21,810

The options will vest if an event occurs which gives rise to a change in control of the Company. Options issued during the 30 June 2015 financial year were 800,000 (2014: 4,500,000).

Share options carry no rights to dividends and no voting rights. In accordance with the terms of the share option schemes, options may be exercised at any time from the date on which they vest to the date of their expiry, subject to any additional specific requirements of the particular allocation.

At the company's 2014 Annual General Meeting Money3 Corporation Limited received more than 99.38% of "yes" votes on its remuneration report for the 2014 financial year.

Key management personnel equity holdings

Details of key management personnel equity holdings of the Group, including their personally related parties are disclosed below. There were no shares granted during the reporting period as compensation.

	Balance at 1 July 2014	Granted as remuneration	On exercise of options	Net change other*	Balance as at 30 June 2015
Vaughan Webber	30,000	-	-	10,345	40,345
Robert Bryant	9,756,849	-	-	(339,628)	9,417,221
Kang Hong Tan	5,127,687	-	-	41,380	5,169,067
Christopher Baldwin	1,115,928	-	-	(1,115,928)^	-
Scott Baldwin	2,000,108	-	200,000	154,216	2,354,324
Bettina Evert	248,482	-	-	13,874	262,356
Craig Harris	244,747	-	-	21,710	266,457
Miles Hampton	-	-	-	160,345	160,345
Michael Rudd	105,000	-	-	95,652	200,652
Michael Kanizay	-	-	-	38,937	38,937
Total	18,628,801	-	200,000	(919,097)	17,909,704

*Net change other refers to the shares purchased, sold, or issued under the DRP.

^Equity holdings not included as no longer a director at balance date.

Options over ordinary shares in Money3 Corporation Limited held during the financial year by each director of Money3 Corporation Limited and key management personnel of the consolidated entity, including their personally related parties are set out below.

	Balance as at 1 July 2014	Received as remuneration	Options exercised	Net change other	Balance as at 30 June 2015	Total exercisable and vested	Total options vested	Total options unvested
S Baldwin	2,400,000	-	(200,000)	-	2,200,000	200,000	200,000	2,000,000
C Harris	2,500,000	-	-	-	2,500,000	-	-	2,500,000
R Bryant	2,000,000	-	-	-	2,000,000	-	-	2,000,000
M Rudd	-	700,000	-	-	700,000	-	-	700,000
M Kanizay	-	100,000	-	-	100,000	-	-	100,000
Total	6,900,000	800,000	(200,000)	-	7,500,000	200,000	200,000	7,300,000

End of Remuneration Report (Audited)

Proceedings on behalf of the company

No person has applied to the Court for leave to bring proceedings to which the Company is a party, for the purpose of taking responsibility on behalf of the Company for all or part of these proceedings.

No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237 of the Corporations Act 2001.

Non-Audit Services

There were no non audit services provided by the auditor during the 2015 or 2014 financial years.

Auditor's independence declaration

The auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 24 of the financial report.

Signed in accordance with a resolution of the Directors

On behalf of the directors



Vaughan Webber
Chairman
Melbourne
Dated 30 September 2015

Auditor's Independence Declaration



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DECLARATION OF INDEPENDENCE BY DAVID GARVEY TO THE DIRECTORS OF MONEY3 CORPORATION LIMITED

As lead auditor of Money3 Corporation Limited for the year ended 30 June 2015, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Money3 Corporation Limited and the entities it controlled during the period.

A handwritten signature in blue ink that reads 'David Garvey'.

David Garvey
Partner

BDO East Coast Partnership

Melbourne, 30 September 2015

BDO East Coast Partnership ABN 83 236 985 726 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO East Coast Partnership and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation, other than for the acts or omissions of financial services licensees.

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BDO Independent Auditors Report



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INDEPENDENT AUDITOR'S REPORT

To the members of Money3 Corporation Limited

Report on the Financial Report

We have audited the accompanying financial report of Money3 Corporation Limited, which comprises the consolidated statement of financial position as at 30 June 2015, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, 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 of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1(a), 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. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 company's preparation of the financial report that gives a true and fair view 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 company'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 opinion.

BDO East Coast Partnership ABN 83 236 985 726 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO East Coast Partnership and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation, other than for the acts or omissions of financial services licensees.

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BDO Independent Auditors Report (continued)



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*, which has been given to the directors of Money3 Corporation Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In our opinion:

- (a) the financial report of Money3 Corporation Limited 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 2015 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
- (b) the financial report also complies with *International Financial Reporting Standards* as disclosed in Note 1(a).

Report on the Remuneration Report

We have audited the Remuneration Report included in pages 17 to 23 of the directors' report for the year ended 30 June 2015. 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.

Opinion

In our opinion, the Remuneration Report of Money3 Corporation Limited for the year ended 30 June 2015 complies with section 300A of the *Corporations Act 2001*.

BDO East Coast Partnership

A handwritten signature in blue ink, appearing to read 'David Garvey', is written over a small, stylized BDO logo.

David Garvey
Partner

Melbourne, 30 September 2015

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Directors' Declaration

The directors of Money3 Corporation Limited declare that:

1. in the directors' opinion the financial statements and notes and the Remuneration report in the Directors Report set out on pages 13 to 19, are in accordance with the Corporations Act 2001, including:
 - 1(a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance, for the financial year ended on that date; and
 - 1(b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations), Corporations Regulations 2001 and other mandatory professional reporting requirements;
2. the financial report also complies with International Financial Reporting Standards issued by the International Accounting Standards Board (IASB) as disclosed in Note 1(a); and
3. there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

The directors have been given the declarations required by Section 295A of the Corporations Act 2001 by the Managing Director and chief financial officer for the financial year ended 30 June 2015.

Signed in accordance with a resolution of the directors pursuant to section 295(5) of the Corporations Act 2001.

On behalf of the Directors



Vaughan Webber
Chairman
Melbourne
Dated 30 September 2015

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Statement of Profit or Loss and Other Comprehensive Income

for the year ended 30 June 2015

	Notes	Consolidated 2015 \$	Consolidated 2014 \$
Revenue from continuing operations	2	69,434,214	43,507,708
Other Income	3	20,731	-
Total Income		69,454,945	43,507,708
Expenses from operating activities:			
Employee benefit	3	21,254,959	14,950,930
Occupancy		3,826,731	3,427,428
Advertising		3,104,186	1,455,477
Legal and professional		1,835,884	1,141,621
Bad debts and allowance for impairment losses		10,147,231	6,121,261
Depreciation & amortisation	3	932,598	1,168,665
Other expenses	3	4,490,860	2,724,122
Finance Costs	3	3,727,262	978,018
Loss on sale of property, plant and equipment		-	387,972
Impairment of property, plant and equipment		-	190,741
Total Expenses		49,319,711	32,546,235
Profit before income tax from continuing operations		20,135,234	10,961,473
Income tax expense	5	(6,194,619)	(3,129,830)
Profit after income tax for the year from continuing operations		13,940,615	7,831,643
Total comprehensive income for the year net of tax		13,940,615	7,831,643
Profit attributable to:			
Owners of Money3 Corporation Limited		13,940,615	7,831,643
Total comprehensive income attributable to:			
Owners of Money3 Corporation Limited		13,940,615	7,831,643
Basic earnings per share (cents)	6	11.82	8.13
Diluted earnings per share (cents)	6	9.91	7.65

The statement of profit or loss and other comprehensive income is to be read in conjunction with the attached notes.

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Statement of Financial Position

as at 30 June 2015

	Notes	Consolidated 2015 \$	Consolidated 2014 \$
ASSETS			
Current assets			
Cash and cash equivalents	9	12,418,206	23,679,063
Loans and other receivables	10	88,547,170	47,027,290
Other assets	11	309,884	143,062
Total current assets		101,275,260	70,849,415
Non current assets			
Loans and other receivables	10	41,708,689	26,179,159
Other assets	11	507,291	340,869
Property, plant & equipment	12	2,571,109	2,051,323
Intangible assets	13	19,374,237	15,363,487
Deferred tax assets	5(d)	2,906,934	1,925,958
Total non current assets		67,068,260	45,860,796
Total assets		168,343,520	116,710,211
LIABILITIES			
Current liabilities			
Trade and other payables	14	4,710,406	2,292,740
Derivative financial liabilities	16	55,323	-
Borrowings	17	7,472,982	-
Current tax payables	5(c)	4,264,389	3,013,825
Provisions	15	1,264,996	881,225
Total current liabilities		17,768,096	6,187,790
Non current liabilities			
Borrowings	17	27,738,750	29,340,000
Provisions	15	108,948	86,823
Total non current liabilities		27,847,698	29,426,823
Total liabilities		45,615,794	35,614,613
Net assets		122,727,726	81,095,598
EQUITY			
Issued capital	18	102,180,510	71,195,425
Reserves	19	2,791,311	187,064
Retained earnings	4	17,755,905	9,713,109
Total equity		122,727,726	81,095,598

The statement of financial position is to be read in conjunction with the attached notes

Statement of Changes in Equity

for the year ended 30 June 2015

Consolidated

	Issued Capital \$	Retained Earnings \$	Reserves \$	Total \$
At 1 July 2013	45,097,588	6,062,399	55,769	51,215,756
Profit after income tax expense for the year	-	7,831,643	-	7,831,643
Other comprehensive loss for the year, net of tax	-	-	-	-
Total comprehensive income/(loss) for the year	-	7,831,643	-	7,831,643
Transactions with owners in their capacity as owners:				
Issue of shares	25,556,918	-	-	25,556,918
Transaction costs arising for share issue	(996,209)	-	-	(996,209)
Deferred tax asset due to transaction costs arising for share issue	298,863	-	-	298,863
Employee share options -value of employees service	-	-	131,295	131,295
Options exercised	140,000	-	-	140,000
Dividend paid	1,098,265*	(4,180,933)	-	(3,082,668)
Closing balance as at 30 June 2014	71,195,425	9,713,109	187,064	81,095,598
At 1 July 2014	71,195,425	9,713,109	187,064	81,095,598
Profit after income tax expense for the year	-	13,940,615	-	13,940,615
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	13,940,615	-	13,940,615
Transactions with owners in their capacity as owners:				
Issue of shares	29,523,442	-	-	29,523,442
Transaction costs arising for share issue	(753,755)	-	-	(753,755)
Deferred tax asset due to transaction costs arising for share issue	226,127	-	-	226,127
Employee share options -value of employees service	-	-	249,247	249,247
Options exercised	170,000	-	-	170,000
Bond Options Issued	-	-	2,355,000	2,355,000
Dividend paid	1,819,271*	(5,897,819)	-	(4,078,548)
Closing balance as at 30 June 2015	102,180,510	17,755,905	2,791,311	122,727,726

*Shares issued to shareholders that elect to participate in the Dividend Reinvestment Plan.

The statement of changes in equity is to be read in conjunction with the attached notes.

Statement of Cash Flows

for the year ended 30 June 2015

	Notes	Consolidated 2015 \$	Consolidated 2014 \$
Cash flows from operating activities			
Net fees and charges from customers		58,866,744	37,308,163
Net funds advanced to customers for loans		(55,865,599)	(40,501,197)
Payments to suppliers and employees (GST Inclusive)		(33,378,655)	(22,202,015)
Interest received		420,239	122,745
Finance costs		(2,637,092)	(1,638,018)
Income tax paid		(5,698,905)	(2,023,441)
Net cash used in operating activities	20(b)	(38,293,268)	(28,933,763)
Cash flows from investing activities			
Payment for property, plant and equipment		(1,287,402)	(1,289,375)
Proceeds from disposal of property, plant and equipment		120,000	772,241
Payments for purchase of business	21	(3,987,238)	-
Net cash used in investing activities		(5,154,640)	(517,134)
Cash flows from financing activities			
Proceeds from share issue		28,792,617	24,700,709
Proceeds from borrowings		10,972,982	30,624,000
Repayment of borrowings		(3,500,000)	(3,554,000)
Dividend paid		(4,078,548)	(3,082,668)
Net cash provided by financing activities		32,187,051	48,688,041
Net increase/(decrease) in cash held		(11,260,857)	19,237,144
Cash and cash equivalents at the beginning of the year		23,679,063	4,441,919
Cash and cash equivalents at end of the year	20(a)	12,418,206	23,679,063

The statement of cash flows is to be read in conjunction with the attached notes.

Notes to the financial statements

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Notes to the Financial Statements for the year ended 30 June 2015

Introduction

The financial report covers Money3 Corporation Limited (“Money3” or “Company”) and its controlled entities. Money3 is a Company limited by shares whose shares are publicly traded on the Australian Securities Exchange (“ASX”). Money3 is incorporated and domiciled in Australia. The presentation currency and functional currency of the Group is Australian dollars and amounts are rounded to the nearest dollar.

Separate financial statements for Money3 Corporation Limited as an individual entity are no longer presented as the consequence of a change to the Corporations Act 2001, however, limited financial information for Money3 Corporation Limited as an individual entity is included in Note 30.

The principal activity of the Group during the financial year was to provide small cash loans in the form of line of credit and personal loans, car loans, cheque cashing, equipment and motor vehicle rental.

The financial report was authorised for issue by the Board of Directors of Money3 Corporation Limited at a directors meeting on the date shown on the Declaration by the Board of Directors attached to the Financial Statements.

1. Summary of significant accounting policies

a) Basis of accounting

The financial report is a general purpose financial report which has been prepared in accordance with the Corporations Act 2001, Australian Accounting Standards and Interpretations and complies with other requirements of the law, as appropriate for profit oriented entities. The financial report comprises the consolidated financial statements of the group.

The financial statements comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

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

The financial statements have been prepared in accordance with Australian Accounting Standards, which are based on the Company continuing as a going concern which assumes the realisation of assets and the extinguishment of liabilities in the normal course of business and at the amounts stated in the financial report.

The following significant accounting policies have been adopted in the preparation and presentation of the financial report. The accounting policies have been consistently applied and except where there is a change in accounting policy, are consistent with those of the previous year.

New, revised or amending accounting standards and Interpretations adopted

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities

The consolidated entity has applied AASB 2012-3 from 1 July 2014. The amendments add application guidance to address inconsistencies in the application of the offsetting criteria in AASB 132 'Financial Instruments: Presentation', by clarifying the meaning of 'currently has a legally enforceable right of set-off'; and clarifies that some gross settlement systems may be considered to be equivalent to net settlement.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

1. Summary of significant accounting policies (continued)

AASB 2013-3 Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets

The consolidated entity has applied AASB 2013-3 from 1 July 2014. The disclosure requirements of AASB 136 'Impairment of Assets' have been enhanced to require additional information about the fair value measurement when the recoverable amount of impaired assets is based on fair value less costs of disposals. Additionally, if measured using a present value technique, the discount rate is required to be disclosed.

AASB 2014-1 Amendments to Australian Accounting Standards (Parts A to C)

The consolidated entity has applied Parts A to C of AASB 2014-1 from 1 July 2014. These amendments affect the following standards: AASB 2 'Share-based Payment': clarifies the definition of 'vesting condition' by separately defining a 'performance condition' and a 'service condition' and amends the definition of 'market condition'; AASB 3 'Business Combinations': clarifies that contingent consideration in a business combination is subsequently measured at fair value with changes in fair value recognised in profit or loss irrespective of whether the contingent consideration is within the scope of AASB 9; AASB 8 'Operating Segments': amended to require disclosures of judgements made in applying the aggregation criteria and clarifies that a reconciliation of the total reportable segment assets to the entity's assets is required only if segment assets are reported regularly to the chief operating decision maker; AASB 13 'Fair Value Measurement': clarifies that the portfolio exemption applies to the valuation of contracts within the scope of AASB 9 and AASB 139; AASB 116 'Property, Plant and Equipment' and AASB 138 'Intangible Assets': clarifies that on revaluation, restatement of accumulated depreciation will not necessarily be in the same proportion to the change in the gross carrying value of the asset; AASB 124 'Related Party Disclosures': extends the definition of 'related party' to include a management entity that provides KMP services to the entity or its parent and requires disclosure of the fees paid to the management entity; AASB 140 'Investment Property': clarifies that the acquisition of an investment property may constitute a business combination.

b) New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2015. The consolidated entity's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the consolidated entity, are set out below.

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

AASB 9 Financial Instruments

This standard is applicable to annual reporting periods beginning on or after 1 January 2018. The standard replaces all previous versions of AASB 9 and completes the project to replace IAS 39 'Financial Instruments: Recognition and Measurement'. AASB 9 introduces new classification and measurement models for financial assets. A financial asset shall be measured at amortised cost, if it is held within a business model whose objective is to hold assets in order to collect contractual cash flows, which arise on specified dates and solely principal and interest. All other financial instrument assets are to be classified and measured at fair value through profit or loss unless the entity makes an irrevocable election on initial recognition to present gains and losses on equity instruments (that are not held-for-trading) in other comprehensive income ('OCI'). For financial liabilities, the standard requires the portion of the change in fair value that relates to the entity's own credit risk to be presented in OCI (unless it would create an accounting mismatch). New simpler hedge accounting requirements are intended to more closely align the accounting treatment with the risk management activities of the entity. New impairment requirements will use an 'expected credit loss' ('ECL') model to recognise an allowance. Impairment will be measured under a 12-month ECL method unless the credit risk on a financial instrument has increased significantly since initial recognition in which case the lifetime ECL method is adopted. The standard introduces additional new disclosures. The consolidated entity will adopt this standard from 1 July 2018 but the impact of its adoption is yet to be assessed by the consolidated entity.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

1. Summary of significant accounting policies (continued)

b) New Accounting Standards and Interpretations not yet mandatory or early adopted

AASB 15 Revenue from Contracts with Customers

This standard is applicable to annual reporting periods beginning on or after 1 January 2017. The standard provides a single standard for revenue recognition. The core principle of the standard is that an entity will recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The standard will require: contracts (either written, verbal or implied) to be identified, together with the separate performance obligations within the contract; determine the transaction price, adjusted for the time value of money excluding credit risk; allocation of the transaction price to the separate performance obligations on a basis of relative stand-alone selling price of each distinct good or service, or estimation approach if no distinct observable prices exist; and recognition of revenue when each performance obligation is satisfied. Credit risk will be presented separately as an expense rather than adjusted to revenue. For goods, the performance obligation would be satisfied when the customer obtains control of the goods. For services, the performance obligation is satisfied when the service has been provided, typically for promises to transfer services to customers. For performance obligations satisfied over time, an entity would select an appropriate measure of progress to determine how much revenue should be recognised as the performance obligation is satisfied. Contracts with customers will be presented in an entity's statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the entity's performance and the customer's payment. Sufficient quantitative and qualitative disclosure is required to enable users to understand the contracts with customers; the significant judgments made in applying the guidance to those contracts; and any assets recognised from the costs to obtain or fulfil a contract with a customer. The consolidated entity will adopt this standard from 1 July 2017 but the impact of its adoption is yet to be assessed by the consolidated entity.

c) Parent entity financial information

The financial information for the parent entity Money3 Corporation Limited, disclosed in note 30 has been prepared on the same basis as the consolidated financial statements.

d) Principles of consolidation

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Money3 Corporation Limited ('company' or 'parent entity') as at 30 June 2015 and the results of all subsidiaries for the year then ended. Money3 Corporation Limited and its subsidiaries together are referred to in these financial statements as the 'consolidated entity'.

Subsidiaries are all those entities over which the consolidated entity has control. The consolidated entity controls an entity when the consolidated entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. 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.

Intercompany transactions, balances and unrealised gains on transactions between entities in the consolidated entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the consolidated entity.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the consolidated entity. Losses incurred by the consolidated entity are attributed to the non-controlling interest in full, even if that results in a deficit balance.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**1. Summary of significant accounting policies (continued)****d) Principles of consolidation (continued)**

Where the consolidated entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The consolidated entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

e) Critical accounting estimates, assumptions and judgements

In the application of Australian Accounting Standards, management is required to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revisions affect both current and future periods.

Judgments made in the application of Australian Accounting Standards that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable in the relevant notes to the financial statements.

Judgments made in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements concern the estimated impairment of investments in subsidiaries in the parent entity, associated goodwill on consolidation of subsidiaries, allowance for doubtful debts and share based payments.

Goodwill

The consolidated entity tests annually whether goodwill has suffered any impairment in accordance with the accounting policy stated in Note 1(j). The Directors are of the opinion that there has been no impairment of goodwill. Refer to Note 13 for further details.

Allowance for doubtful debts

The Company assesses impairment regularly. The allowance for impairment losses represents management's estimate of the losses incurred in the loan book as at 30 June 2015 based on past experience and judgement. At 30 June 2015, the allowances for impairment losses were \$6,818,734 (2014: \$3,912,677).

Share based payments

Share based payments are accounting for at fair valued using the Black Scholes and in previous years Binomial model was used. See Note 8 for further discussion.

f) Cash and cash equivalents

Cash and cash equivalents in the Statement of Financial Position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

g) Loans and other receivables

Loans and other receivables are non-derivative financial assets, with fixed and determinable payments that are not quoted in an active market. Loans and other receivables are initially recognised at fair value, including direct transaction costs, and are subsequently measured at amortised cost using the effective interest method.

Collectability of receivables are reviewed on an ongoing basis, and an allowance for impairment losses is recognised when there is objective evidence that the collection of the full amount is no longer probable. Bad debts are written off when identified.

Receivables from related parties are recognised and carried at the nominal amount due.

Loans and other receivables are due for settlement at various times in line with the terms of their contracts.

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Notes to the Financial Statements for the year ended 30 June 2015 (continued)**1. Summary of significant accounting policies (continued)****h) Investments and other financial assets (continued)****h) Investments and other financial assets**

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. They are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on the purpose of the acquisition and subsequent reclassification to other categories is restricted.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the consolidated entity has transferred substantially all the risks and rewards of ownership.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are either: i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit; or ii) designated as such upon initial recognition, where they are managed on a fair value basis or to eliminate or significantly reduce an accounting mismatch. Except for effective hedging instruments, derivatives are also categorised as fair value through profit or loss. Fair value movements are recognised in profit or loss.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets, principally equity securities, that are either designated as available-for-sale or not classified as any other category. After initial recognition, fair value movements are recognised in other comprehensive income through the available-for-sale reserve in equity. Cumulative gain or loss previously reported in the available-for-sale reserve is recognised in profit or loss when the asset is derecognised or impaired.

Impairment of financial assets

The consolidated entity assesses at the end of each reporting period whether there is any objective evidence that a financial asset or group of financial assets is impaired. Objective evidence includes significant financial difficulty of the issuer or obligor; a breach of contract such as default or delinquency in payments; the lender granting to a borrower concessions due to economic or legal reasons that the lender would not otherwise do; it becomes probable that the borrower will enter bankruptcy or other financial reorganisation; the disappearance of an active market for the financial asset; or observable data indicating that there is a measurable decrease in estimated future cash flows.

The amount of the impairment allowance for financial assets carried at cost is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the current market rate of return for similar financial assets.

Available-for-sale financial assets are considered impaired when there has been a significant or prolonged decline in value below initial cost. Subsequent increments in value are recognised in other comprehensive income through the available-for-sale reserve.

i) Business combinations

The acquisition method of accounting is used to account for business combinations regardless of whether equity instruments or other assets are acquired.

The consideration transferred is the sum of the acquisition-date fair values of the assets transferred, equity instruments issued or liabilities incurred by the acquirer to former owners of the acquiree and the amount of any non-controlling interest in the acquiree. For each business combination, the non-controlling interest in the acquiree is measured at either fair value or at the proportionate share of the acquiree's identifiable net assets. All acquisition costs are expensed as incurred to profit or loss.

On the acquisition of a business, the consolidated entity assesses the financial assets acquired and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic conditions, the consolidated entity's operating or accounting policies and other pertinent conditions in existence at the acquisition-date.

Where the business combination is achieved in stages, the consolidated entity remeasures its previously held equity interest in the acquiree at the acquisition-date fair value and the difference between the fair value and the previous carrying amount is recognised in profit or loss.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**1. Summary of significant accounting policies (continued)****i) Business combinations**

Contingent consideration to be transferred by the acquirer is recognised at the acquisition-date fair value. Subsequent changes in the fair value of contingent consideration classified as an asset or liability is recognised in profit or loss. Contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity.

The difference between the acquisition-date fair value of assets acquired, liabilities assumed and any non-controlling interest in the acquiree and the fair value of the consideration transferred and the fair value of any pre-existing investment in the acquiree is recognised as goodwill. If the consideration transferred and the pre-existing fair value is less than the fair value of the identifiable net assets acquired, being a bargain purchase to the acquirer, the difference is recognised as a gain directly in profit or loss by the acquirer on the acquisition-date, but only after a reassessment of the identification and measurement of the net assets acquired, the non-controlling interest in the acquiree, if any, the consideration transferred and the acquirer's previously held equity interest in the acquirer.

Business combinations are initially accounted for on a provisional basis. The acquirer retrospectively adjusts the provisional amounts recognised and also recognises additional assets or liabilities during the measurement period, based on new information obtained about the facts and circumstances that existed at the acquisition-date. The measurement period ends on either the earlier of (i) 12 months from the date of the acquisition or (ii) when the acquirer receives all the information possible to determine fair value.

j) Intangible assets

All intangible assets acquired in a business combination are identified and recognised separately from goodwill where they satisfy the definition of an intangible asset and their fair value can be measured reliably.

Goodwill

Goodwill represents the excess of the cost of acquisition over the fair value of the entity's share of the net identifiable assets of the acquired business at the date of acquisition. Goodwill is not amortised. Instead, goodwill is tested for impairment, annually or more frequently if events or changes in circumstances indicate that it might be impaired and is carried at cost less accumulated impairment losses.

Customer lists

The customer list acquire in a business combination are amortised on a straight line basis over the period of their expected benefit, being their finite life of 5 years.

Software

Costs incurred in developing products or systems that will contribute to future periods through revenue generation and/or cost reduction are capitalised to software and systems. Costs capitalised include external direct costs of materials and service, direct payroll and payroll related costs of employees' time spent on the project.

k) Impairment of non-financial assets

Goodwill and intangible assets that have an indefinite useful life are not subject to amortization and are tested annually for impairment or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are tested for impairment whenever events or changes in circumstances indicate the carrying amount may not be recoverable. An impaired loss is recognized for the amount by which the assets carrying amount may not be recoverable.

At each reporting date, the consolidated entity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the consolidated entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

1. Summary of significant accounting policies (continued)

l) Acquisition of assets

The cost method of accounting is used for all acquisitions of assets regardless of whether shares or other assets are acquired. Cost is determined as the fair value of the assets given up, shares issued or liabilities undertaken at the date of acquisition. Acquisition related costs are expensed as incurred. Where shares are issued in an acquisition, the value of the shares is determined having reference to existing markets.

m) Property, plant and equipment

Plant and equipment, leasehold improvements and equipment under finance lease are stated at cost less accumulated depreciation and any impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the item.

Depreciation is provided on property, plant and equipment and is calculated on a diminishing value basis over its estimated useful life net of estimated residual values. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period.

The following rates are used in the calculation of depreciation:

Class of Fixed Asset	Depreciation Rate
Leasehold Improvements	20% to 30% or remaining life of the lease
Motor Vehicles	20% to 50%
Furniture, Equipment and Fittings	20% to 37.5%
Rental Assets	33% to 50%

Impairment

The carrying values of plant and equipment are reviewed for impairment at each reporting date, with recoverable amount being estimated when events or changes in circumstances indicate that the carrying value may be impaired. Impairment exists when the carrying value of an asset or cash-generating unit exceeds its estimated recoverable amount. The asset or cash-generating unit is then written down to its recoverable amount. Impairment losses are recognised in the Profit or Loss.

Disposals

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal.

Any gain or loss arising on disposal of an asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is disposed.

n) Trade and other payables

Trade and other payables are recognised when the consolidated entity becomes obliged to make future payments resulting from the purchase of goods and services. The amounts are unsecured and are usually paid within 30 days of recognition.

o) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST) except:

- where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense, or
- for receivables and payables which are recognised inclusive of GST, the net amount of GST recoverable from, or payable to the taxation authority is included as part of receivables or payables in the Statement of Financial Position. Receivables and payables are stated with the amount of GST included.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority, is classified as an operating cash flow.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**1. Summary of significant accounting policies (continued)****p) Provisions**

Provisions are recognised when the economic entity has a present obligation (legal, equitable or constructive) as a result of a present or past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the discounted present value of those cash flows. As that discount is unwound it gives rise to interest expense in the Profit or Loss.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that recovery will be received and the amount of the receivable can be measured reliably.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

q) Issued capital

Issued and paid up capital is recognised at the fair value of the consideration received by the Company. Transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

r) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the economic entity and the revenue can be reliably measured.

Loan fees and charges

Revenue associated with loans such as application and credit fees are deferred and recognised over the life of the loans using the effective interest rate method over the loan period.

Interest income for financial institutions

Revenue is recognised as the interest accrues (using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument) to the net carrying amount of the financial asset.

Dividends

Revenue is recognised when Money3 Corporation Limited has the right to receive the payment.

Cheque Cashing

Revenue is recognised in the Profit or Loss when the service is performed and there are no unfulfilled service obligations that will restrict the entitlement to receive the sales consideration.

Rental income

Rental income is recognised in the Profit or Loss as rent accrues on a daily basis in line with lease agreements. The company has a policy of ceasing to recognise income on operating leases when a rental payment is not made on time. Revenue will only recommence accruing when payments recommence.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**1. Summary of significant accounting policies (continued)****s) Employee benefits*****Wages and salaries and short term employee benefits***

The provision for employee benefits relates to liabilities for wages and salaries and annual leave expected to be settled within 12 months of the reporting date and is recognised in respect of employees' service up to the reporting date measured at the amounts expected to be paid when the liabilities are settled.

Long term employee benefits

The liability for long service leave and annual leave not expected to be settled within 12 months 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. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Superannuation

The amount charged to the Profit or Loss in respect of superannuation represents the contributions made by the consolidated entity to the employees' nominated superannuation funds.

t) Income tax

Current tax is calculated by reference to the amount of income taxes payable or recoverable in respect of the taxable profit or loss for the period. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by the reporting date. Current tax for current and prior periods is recognised as a liability (or asset) to the extent that it is unpaid (or refundable).

Deferred tax is accounted for using the comprehensive balance sheet liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax base for those items.

In principle, deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognized to the extent that it is probable that sufficient taxable amounts will be available against deductible temporary differences or unused tax losses and tax offsets can be utilised. However, deferred tax assets and liabilities are not recognised if the temporary differences giving rise to them arise from the initial recognition of assets and liabilities (other than as a result of a business combination) which affects neither taxable income nor accounting profit. Furthermore, a deferred tax liability is not recognised in relation to taxable temporary differences arising from goodwill.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries, branches, associates and joint ventures except where the consolidated entity is able to control the reversal of the temporary differences and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with these investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period(s) when the assets and liabilities giving rise to them are realised or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the consolidated entity expects, at reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset where there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances they relate to are levied by the same taxation authority.

Current tax assets and liabilities are offset where the entity has a legally enforceable right to offset and the entity intends to settle its current tax assets and liabilities on a net basis.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**1. Summary of significant accounting policies (continued)****t) Income tax**

Current and deferred tax is recognised as an expense or income in the Statement of Profit or Loss and Other Comprehensive Income, except when it relates to items credited or debited directly to equity, in which case the deferred tax is also recognised directly in equity, or where it arises from the initial accounting for a business combination, in which case it is taken into account in the determination of goodwill.

On 1 July 2010 Money3 Corporation Limited ('the head entity') and its wholly-owned Australian controlled entities formed a tax consolidated group under the tax consolidation regime. The head entity and the controlled entities in the tax consolidated group continue to account for their own current and deferred tax amounts. The tax consolidated group has applied the group allocation approach in determining the appropriate amount of taxes to allocate to members of the tax consolidated group.

In addition to its own current and deferred tax amounts, the head entity also recognises the current tax liabilities (or assets) and the deferred tax assets arising from unused tax losses and unused tax credits assumed from controlled entities in the tax consolidated group.

Assets or liabilities arising under tax funding agreements with the tax consolidated entities are recognised as amounts receivable from or payable to other entities in the tax consolidated group. The tax funding arrangement ensures that the intercompany charge equals the current tax liability or benefit of each tax consolidated group member, resulting in neither a contribution by the head entity to the subsidiaries nor a distribution by subsidiaries to the head entity.

u) Leases

Leases under which the Company or its controlled entities assume substantially all the risks and benefits of ownership are classified as finance leases. Other leases are classified as operating leases.

The Group as lessee**Operating leases**

Leases where the lessor retains substantially all the risks and benefits of ownership of the asset are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit or Loss and Other Comprehensive Income on a straight line basis over the term of the lease.

The Group as lessor

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

v) Borrowings

Borrowings are initially measured at fair value, net of transaction costs. Borrowings are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period.

The fair value of the liability portion of a convertible bond is determined using a market interest rate for an equivalent non-convertible bond. This amount is recorded as a liability on an amortised cost basis until extinguished on conversion or maturity of the bonds. The remainder of the proceeds is allocated to the conversion option. This is recognised and included in shareholders' equity, net of income tax effects.

Borrowings are classified as current liabilities unless the consolidated entity has an unconditional right to defer settlement of the liability for at least 12 month after the reporting date.

Borrowing costs are recognised as an expense in the period in which they are incurred except borrowing costs that are directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period to get ready for its intended use or sale. In this case the borrowing costs are capitalised as part of the cost of such a qualifying asset.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**1. Summary of significant accounting policies (continued)****w) Derivative financial instruments**

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The accounting for subsequent changes in fair value depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged.

x) Share based payment arrangements

Goods or services received or acquired in a share-based payment transaction are recognised as an increase in equity if the goods or services were received in an equity-settled share based payment transaction or as a liability if the goods and services were acquired in a cash settled share-based payment transaction.

For equity settled share-based payments, goods or services received are measured directly at the fair value of the goods and services received provided this can be estimated reliably. If a reliable estimate cannot be made the value of the goods or services is determined indirectly by reference to the fair value of the equity instruments issued. The share option reserve is used to record the grant of share options to directors and senior employees. Amounts are transferred out of the reserve account into issued capital when the options are exercised or to retained earnings if the options lapse unexercised.

y) Earnings per share***Basic earnings per share***

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Where a net loss is made for the period, basic EPS and diluted EPS are the same, because, the inclusion of options in the earnings per share calculations does not result in further dilution.

z) Dividends

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 reporting date.

aa) Comparative figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

2. Revenue

	Consolidated 2015 \$	Consolidated 2014 \$
Revenue from operating activities		
Loan fees and charges	67,849,590	40,680,231
Cheque cashing fees	996,088	949,870
Rental income	91,180	1,030,636
Other	77,117	724,226
	<u>69,013,975</u>	<u>43,384,963</u>
Revenue from non-operating activities		
Interest income from financial institutions	420,239	122,745
Total revenue from continuing operations	<u>69,434,214</u>	<u>43,507,708</u>

3. Other items included in net profit from continuing operations

Profit before income tax has been determined after:

Other Income

Profit on sale property, plant and equipment	20,731	-
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Employee benefit expense

Salary and employee benefits expense	15,925,587	11,360,661
Share based payments	249,247	131,295
Defined contributed superannuation	1,347,606	963,625
Annual bonus provision	1,500,000	850,000
Payroll tax	788,331	548,721
Other employment costs	1,444,188	1,096,628
Total Employee benefit expense	<u>21,254,959</u>	<u>14,950,930</u>

Depreciation and amortisation expense

Leasehold improvements	289,441	217,920
Motor vehicles	12,074	16,209
Furniture, equipment and fittings	366,833	334,714
Rental assets	-	599,822
Intangible Asset – Client list	264,250	-
Total depreciation and amortisation expense	<u>932,598</u>	<u>1,168,665</u>

Other expenses

Communication	1,762,201	1,018,816
Other expenses	2,728,659	1,705,306
Total other expenses	<u>4,490,860</u>	<u>2,724,122</u>

Operating lease

Minimum rent payments	2,783,758	2,423,745
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Finance costs (a)

Interest on loans and bonds	2,973,512	510,518
Amortisation of bond issue costs	753,750	467,500
Total finance costs	<u>3,727,262</u>	<u>978,018</u>

(a) The weighted average interest rate on funds borrowed generally is 8.5% p.a. (2014: 11.6% p.a.)

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

4. Retained Earnings

	Consolidated 2015 \$	Consolidated 2014 \$
Retained earnings at 1 July	9,713,109	6,062,399
Net profit	13,940,615	7,831,643
Dividends Paid (note 7)	(5,897,819)	(4,180,933)
Retained earnings at 30 June	17,755,905	9,713,109

5. Income Tax

a) Income tax expense recognised in the Statement of profit and loss and other comprehensive income

Current tax expense

Current tax expense in respect of current year	6,949,468	4,239,231
Adjustments recognised in current year in relation to the current tax of previous years	-	(306,105)

Deferred tax

Deferred tax income related to the origination and reversal of temporary differences in relation to deferred tax assets	(754,849)	(803,296)
Total tax expense in the Statement of profit or loss and other comprehensive Income	6,194,619	3,129,830

b) The prima facie income tax expense on pre-tax accounting profit from operations reconciles to the income tax expense in the financial statements as follows

Profit from continuing operations before income tax expense	20,135,234	10,961,473
Income tax calculated at 30% (2014: 30%)	6,040,570	3,288,441
Add/(less) tax effect of:		
Share based payments	74,774	39,389
Amortisation of customer contacts	79,275	-
Deductible finance costs	-	(121,932)
Other timing differences	-	230,037
	6,194,619	3,435,935
Over provision in prior years	-	(306,105)
Income tax expense	6,194,619	3,129,830

The tax rate used in the above reconciliation is the corporate tax rate of 30% payable by Australian corporate entities on taxable profits under Australian tax law. There has been no change in the corporate tax rate when compared with the previous reporting period.

c) Current tax liabilities

Income tax payable attributable to:		
Entities in the consolidated group	4,264,389	3,013,825
	4,264,389	3,013,825

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**5. Income Tax (continued)**

d) Deferred tax balances	Consolidated 2015 \$	Consolidated 2014 \$
Deferred tax assets comprises:		
Capital raising costs	446,780	387,810
Provisions and accruals	2,460,154	1,538,148
	<u>2,906,934</u>	<u>1,925,958</u>
Movements:		
Opening balance	1,925,958	823,799
Credited to profit or loss	754,849	803,296
Credited to equity	226,127	298,863
Closing balance	<u>2,906,934</u>	<u>1,925,958</u>
e) Tax losses		
Unused tax losses for which no deferred tax assets has been recognised	-	-

6. Earnings per share

	Consolidated 2015 Cents	Consolidated 2014 Cents
a) Basic and diluted earnings per share		
Basic earnings per share (cents per share)	11.82	8.13
Diluted earnings per share (cents per share)	9.91	7.65
b) The earnings and weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share are as follows:		
Earnings used in basic and diluted earnings per share (net profit after tax)	<u>13,940,615</u>	<u>7,831,643</u>
	Number	Number
Weighted average number of ordinary shares for the purpose of basic earnings per share	<u>117,967,909</u>	<u>96,328,124</u>
Weighted average number of ordinary and potential ordinary shares used in the calculation of diluted earnings per share as follows:		
Weighted average number of ordinary shares basic	117,967,909	96,328,124
Dilutive potential ordinary shares	22,701,781	6,080,959
Weighted average number of ordinary shares and potential ordinary shares used in calculation of diluted earnings per share	<u>140,669,690</u>	<u>102,409,083</u>

(i) Options

Options granted to employees are considered to be potential ordinary shares and have been included in the determination of diluted earnings per share to the extent to which they are dilutive. The options have not been included in the determination of basic earnings per share. Details relating to options are set out in note 8.

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Notes to the Financial Statements for the year ended 30 June 2015 (continued)

7. Dividends

	2015 Cents per share	2015 \$	2014 Cents per share	2014 \$
Recognised amounts				
Fully paid ordinary shares				
Final dividend fully franked at 30% tax rate	2.5	2,688,221	2.25	2,079,410
Interim dividend fully franked at 30% tax rate	2.5	3,209,598	2	2,101,523
Unrecognised amounts				
Fully paid ordinary shares				
Final dividend fully franked at 30% tax rate	2.75	3,554,463	2.5	2,679,683

On 27 August 2015, the directors declared a fully franked final dividend of 2.75 cents per share to the holders of fully paid ordinary shares in respect of the financial year ended 30 June 2015, to be paid to shareholders on 23 October 2015. The dividend will be paid to shareholders on the Register of Members on 8 October 2015. This dividend has not been included as a liability in these financial statements. The total estimated dividend to be paid is \$3,554,463.

Franking Credits

	Consolidated 2015 \$	Consolidated 2014 \$
Franking credits available for subsequent financial years based on a tax rate of 30% (2014 – 30%) (i)	10,179,782	5,582,115
Impact on franking account balance of dividends not recognised (ii)	(1,523,341)	(1,148,435)

- (i) The above amounts represent the balance of the franking account as at the end of the financial year, adjusted for:
- franking credit that will arise from the payment of the amount of the provision for income tax;
 - franking debits that will arise from the payment of dividends recognised as a liability at the reporting date; and
 - franking credits that will arise from the receipt of dividends recognised as receivables at the reporting date.
- (ii) The consolidated group has been formed into a consolidated tax group therefore the franking credits have been consolidated to the parent entity to pay fully franked dividends to shareholders on 23 October 2015. The impact on the franking account of the dividend recommended by the directors since year end, but not recognised as liability at year end, will be a reduction in the franking account of \$1,523,341(2014: \$1,148,435).

8. Share based payments

Movement in the share options of the consolidated entity during the financial year are summarized below.

	2015 Number	2014 Number
Balance at 1 July	7,850,000	3,550,000
Lapsed during the financial period	-	-
Exercised during the financial period	(200,000)	(200,000)
Granted during the financial period	18,000,000	4,500,000
Balance at 30 June	25,650,000	7,850,000

No options were forfeited, or expired during the period.

The Company has a total of 4,200,000 options on issue (2014: 4,400,000 options) to the Directors (or their nominees) ("Director Options").

	Issue Date	Options Granted	Exercise Price	Expiry Date	Vesting Date
Scott Baldwin	27 November 2009	200,000	\$1.00	31 December 2015	31 December 2014
Scott Baldwin	16 November 2012	1,000,000	\$0.50	16 November 2017	16 November 2015
Scott Baldwin	30 November 2013	1,000,000	\$1.50	30 November 2018	30 November 2016
Robert Bryant	30 November 2013	2,000,000	\$1.50	30 November 2018	30 November 2016

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

8. Share based payments (continued)

Options on issue have the following conditions:-

- The options vest in full when an event occurs which give rise to a change in control of the Company.
- If the Company after having granted these options restructures its issued share capital, ASX Listing Rules will apply to the number of Shares issued to the option holder on exercise of an option.
- Employee and director options will not be listed on ASX but application will be made for quotation of the shares resulting from the exercise of the options.
- Options issued in relation to the bond issue are listed on the ASX under the ASX code MNYO.
- On issue of the resulting shares, they will rank equally with ordinary shares on issue at that time.
- Share options carry no rights to dividends and no voting rights. In accordance with the terms of the share option schemes, options may be exercised at any time from the date on which they vest to the date of their expiry, subject to any additional specific requirements of the particular allocation

Consideration received on the exercise of options is recognised as contributed equity. During the financial year ended 30 June 2015, 200,000 options were exercised (2014: 200,000).

The weighted average share price during the year was \$1.32 (2014: \$0.98)

Options are granted under the Money3 Corporation Limited's Director and Employee Share Option Plan. Options are granted under the plan for no consideration. The board meets to determine eligibility for the granting of options, and to determine the quantity and terms of options that will be granted. The valuation of options is determined by an independent expert using the Black Scholes or Binomial option pricing models taking into account the terms and conditions upon which the instruments were granted. Options granted under the plan carry no dividend or voting rights. The expected price volatility is based on the historical volatility (based on the remaining life of the options), adjusted for any expected changes to future volatility due to publicly available information.

The model inputs for options on issue at 30 June 2015 included:

	Director - Expire 31/12/2015	Employee- Expire 30/09/2017	Employee- Expire 16/11/2017	Employee- Expire 21/10/2018	Employee- Expire 30/11/2018	Director- Expire 30/11/2018	Employee- Expire 20/10/2019	Bond Expire 16/5/2018	Employee- Expire 14/04/2020
Exercise price	\$1.00	\$0.50	\$0.50	\$1.00	\$1.50	\$1.50	\$1.50	\$1.30	\$1.70
Grant date	27/11/2009	30/09/2012	16/11/2012	21/10/2013	30/11/2013	30/11/2013	20/10/2014	21/7/2014	15/04/2015
Expiry date	31/12/2015	30/09/2017	16/11/2017	21/10/2018	30/11/2018	30/11/2018	20/10/2019	16/5/2018	14/04/2020
Share price at grant date	\$0.45	\$0.43	\$0.43	\$1.05	\$1.00	\$1.00	\$1.20	\$1.04	\$1.52
Expected volatility	40%	40%	40%	32%	32%	32%	31%	33%	31%
Expected dividend yield	7.33%	9.50%	9.50%	4.25%	4.25%	4.25%	4%	4%	3.5%
Risk free rate	5.000%	2.52%	2.52%	3.4%	3.4%	3.4%	1.84%	2.85%	1.84%

The following reconciles the outstanding share options granted under Option Plan at the beginning and end of the financial year.

	2015		2014	
	No of options	Weighted average exercise price \$	No of options	Weighted average exercise price \$
Balance at beginning of year	7,850,000	1.06	3,550,000	0.56
Granted during the year	18,000,000	1.36	4,500,000	1.44
Forfeited during the year	-	-	-	-
Exercised during year	(200,000)	0.85	(200,000)	0.70
Lapsed during year	-	-	-	-
Expired during the year	-	-	-	-
Balance at end of year	25,650,000	1.27	7,850,000	1.06
Weighted average remaining contractual life	3.10 years	-	3.82 years	-
Exercisable at the end of the financial year	15,200,000	1.30	200,000	0.85

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

9. Cash and cash equivalents

	Consolidated 2015 \$	Consolidated 2014 \$
Cash at bank and in hand	12,418,206	23,679,063
<i>Reconciliation to cash and cash equivalents at the end of financial year</i>		
The above figures are reconciled to cash and cash equivalents at the end of the financial year as shown in the statement of cash flows as follows:		
Cash and cash equivalents	12,418,206	23,679,063
Cash at bank and in hand	12,418,206	23,679,063

The Group's exposure to interest rate risk is discussed in note 26. The maximum exposure to credit risk at the end of the financial year is the carrying amount of each class of cash and cash equivalents mentioned above.

10. Loans and other receivables

Loans and other receivables	137,074,593	77,119,126
Allowance for impairment losses	(6,818,734)	(3,912,677)
	130,255,859	73,206,449
Current receivables	88,547,170	47,027,290
Non-current receivables	41,708,689	26,179,159
Total receivables	130,255,859	73,206,449

Loans and other receivables have been aged according to their original due date in the below ageing analysis, including where repayment terms for certain long outstanding trade receivables have been renegotiated. The carrying value of loan receivables after allowance for impairment losses is considered a reasonable approximation of fair value.

The following basis has been used to assess the allowance for impairment losses required for loans:

- an individual account by account assessment based on past credit history;
- any prior knowledge of debtor insolvency or other credit risk; and
- working with client managers on weekly basis to assess past due items to determine recoverability.

An allowance has been made for estimated irrecoverable loans amounts arising from the past provision of services, determined by reference to past default experience. During the current financial year, the allowance for doubtful debts increased by \$2,906,057 (2014: increased by \$2,923,941) in the Group. These amounts relate mainly to customers experiencing financial hardships. This movement was recognised in the Profit or Loss. During the year the Group's bad debt expense increased by \$4,025,970 (2014: increased by \$3,669,286). The consolidated entity actively reviews loans receivable for their recoverability and these debts are expensed immediately when non recoverability is identified.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements. The Group does not hold any collateral as security over loans below \$5,000, and as such did not take possession of any collateral for loans in this category. Security is generally taken for loans above \$5,000 and is secured by collateral of approximately \$83,023,583 (2014: \$43,356,664). The total fair value of securities held for certain loans receivable is impracticable to determine for accounting disclosure as is the fair value of any collateral sold or repledged. However, the security position against individual debtors is considered by management in their evaluation of the recoverable amount.

Refer to Note 26 for more information on the risk management policy of the Group and the credit quality of the entity's loans and other receivables.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**10. Loans and other receivables (continued)**

The following table provides an analysis of past due receivables;

Consolidated	2015			2014		
	Gross \$	Allowance \$	Net \$	Gross \$	Allowance \$	Net \$
The ageing of the receivables past due is:						
1 to 3 months	19,074,527	(4,728,990)	14,345,537	9,142,061	(2,738,874)	6,403,187
3 to 6 months	4,524,699	(1,133,452)	3,391,247	2,612,017	(782,535)	1,829,482
More than 6 months	3,706,182	(956,292)	2,749,890	1,306,009	(391,268)	914,741
Total	27,305,408	(6,818,734)	20,486,674	13,060,087	(3,912,677)	9,147,410

A reconciliation of the movement in the provision for impairment of loans and other receivables is shown below:

	Consolidated 2015 \$	Consolidated 2014 \$
Opening balance	3,912,677	988,736
Additional provisions	10,147,231	6,121,261
Receivables written off as uncollectible	(8,909,303)	(3,917,075)
Bad debts recovered	1,668,129	719,755
Closing balance	6,818,734	3,912,677

The creation and release of provision for impaired receivables has been included in the profit and loss. Amounts charged to the allowance account are generally written off when there is no expectation of recovering additional cash.

11. Other assets**Current**

Prepayments	298,172	131,199
Other	11,712	11,863
	309,884	143,062

Non-Current

Rental deposits	507,291	340,869
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There were no past due and impaired other debtors.

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Notes to the Financial Statements for the year ended 30 June 2015 (continued)

12. Property, plant and equipment

2015	Motor vehicles	Rental Assets	Leasehold Improvements	Furniture, Equipment and Fittings	Total
	\$	\$	\$	\$	\$
Gross carrying amount					
Balance at 1 July 2014	200,843	526,719	2,057,500	2,594,710	5,379,772
Additions	-	-	635,277	565,851	1,201,128
Disposals	(70,927)	(104,753)	-	(936)	(176,616)
Balance at 30 June 2015	129,916	421,966	2,692,777	3,159,625	6,404,284
Accumulated Depreciation					
Balance at 1 July 2014	129,640	526,719	1,028,939	1,643,151	3,328,449
Depreciation expense	12,074	-	289,441	366,833	668,348
Disposals	(58,317)	(104,753)	-	(552)	(163,622)
Balance at 30 June 2015	83,397	421,966	1,318,380	2,009,432	3,833,175
Net carrying amount					
As at 30 June 2015	46,519	-	1,374,397	1,150,193	2,571,109
2014					
	Motor vehicles	Rental Assets	Leasehold Improvements	Furniture, Equipment and Fittings	Total
	\$	\$	\$	\$	\$
Gross carrying amount					
Balance at 1 July 2013	237,927	2,563,717	1,393,855	2,342,175	6,537,674
Additions	30,286	342,909	663,645	252,535	1,289,375
Disposals	(67,370)	(2,379,907)	-	-	(2,447,277)
Balance at 30 June 2014	200,843	526,719	2,057,500	2,594,710	5,379,772
Accumulated Depreciation					
Balance at 1 July 2013	165,460	971,192	811,019	1,308,437	3,256,108
Depreciation expense	16,209	599,822	217,920	334,714	1,168,665
Impairment of assets	-	190,741	-	-	190,741
Disposals	(52,029)	(1,235,036)	-	-	(1,287,065)
Balance at 30 June 2014	129,640	526,719	1,028,939	1,643,151	3,328,449
Net carrying amount					
As at 30 June 2014	71,203	-	1,028,561	951,559	2,051,323

See accounting policy in Note 1(m), regarding useful life assumptions.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

13. Intangible assets

	Consolidated 2015 \$	Consolidated 2014 \$
Goodwill allocated to:		
Secured operations	10,294,854	10,294,854
Unsecured operations	7,078,633	5,068,633
	17,373,487	15,363,487
Customer contacts	2,265,000	-
Less Accumulated amortisation	(264,250)	-
	2,000,750	-
Total	19,374,237	15,363,487

Reconciliations

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

	Goodwill	Customer contacts	Total
Balance at 1 July 2013	15,363,487	-	15,363,487
Balance at 30 June 2014	15,363,487	-	15,363,487
Addition from business acquisition	2,010,000	2,265,000	4,275,000
Amortisation expense	-	(264,250)	(264,250)
Balance at 30 June 2015	17,353,487	2,000,750	19,374,237

Background

Goodwill is allocated for impairment testing purposes to two cash generating units (CGU's), being the secured operations and unsecured operations. The recoverable amount of the cash generating unit is based on a number of key assumptions as detailed below.

Due to the growth of the business the directors have reorganised the reporting structure and monitor operations on the basis of secured lending, unsecured lending. In accordance with the requirement of accounting standard AASB 136 Impairment of Assets the reallocation of goodwill between the new segments was based on a relative value approach.

Goodwill Impairment tests and key assumptions used

As at 30 June 2015, the directors have approved the 2016 Budget and the assumptions that it is based as reasonable taking into consideration the historic performance of the company. Therefore directors concluded that there is no impairment of goodwill (2014: \$nil).

The following are the key assumptions used in testing the recoverable value of goodwill:

a. Secured operations

Cash flows

The value in use calculations use cash flow projections based on past operating results and budgets approved by the directors for the 30 June 2016 financial year extended over a further four year period, in total covering a five-year period and a terminal value. The 30 June 2016 financial year budget allows a growth in operating expenses of 19% and an increase in revenue of 22%, which is supported by the increase in funding during the 2015 financial year.

Growth rate

The terminal value growth used to extrapolate cash flows beyond the five year period is 2.5%. Projected revenue growth beyond the one-year period has been extrapolated using a 4% per annum growth rate. Projected operating costs beyond the one-year period have been extrapolated using a 2.5% to 4% growth rate.

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Notes to the Financial Statements for the year ended 30 June 2015 (continued)**13. Intangible assets (continued)****Impairment tests and key assumptions used (continued)****Discount rate**

The discount rate applied to the cash flow projections is 11% pre tax. The discount rate is derived using the capital asset pricing model by estimating the company's weighted average cost of capital with appropriate adjustment for cost of equity, risk free rate of interest, market risk premium and the beta of GICS Class 17 – Diversified Financials sector.

Based on the above, the recoverable amount of the secured operations division exceed the carrying amount by \$292,701,211.

b. Unsecured operations**Cash flows**

The value in use calculations use cash flow projections based on past operating results and budgets approved by the directors for the 30 June 2016 financial year extended over a further four year period, in total covering a five-year period and a terminal value. The 30 June 2016 financial year budget allows for a growth in operating expenses of 17% and an increase in revenue of 15%.

Growth rate

The terminal value growth used to extrapolate cash flows beyond the five year period is 2.5%. Projected revenue growth beyond the one-year period have been extrapolated using a steady 4% per annum growth rate. Projected operating costs beyond the one-year period have been extrapolated using a 2.5% to 4% growth rate.

Discount rate

The discount rate applied to the cash flow projections is 13% pre tax. The discount rate is derived using the capital asset pricing model by estimating the company's weighted average cost of capital with appropriate adjustment for cost of equity, risk free rate of interest, market risk premium and the beta of GICS Class 17 – Diversified Financials sector.

Based on the above, the recoverable amount of the unsecured operations division exceed the carrying amount by \$183,173,356.

c. 2015 assumptions

In 2014 the key assumptions used to calculate cash flows were a growth in operating expenses of 30% in 2015 and in the following years of 2.5% to 3.5%, increase of revenue of 39% in 2015 and in the following years of 2.5% to 5%.

Management believe that any reasonable possible change in the key assumptions on which the recoverable amount is based would not cause the carrying amount to exceed the recoverable amount of the CGU's.

14. Trade and other payables

	Consolidated 2015 \$	Consolidated 2014 \$
Current		
Trade and other payables	4,710,406	2,292,740

Trade creditors and other creditors are non-interest bearing liabilities. Trade creditor payments are processed once they have reached 30 days from the date of invoice for electronic funds transfer payments or cheque payment or 30 days from the end of the month of invoice for other payments. No interest is charged on trade payables.

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

15. Provisions

Current

Employee benefits – current (i)	1,239,996	806,255
Lease make good	25,000	74,970
	<u>1,264,996</u>	<u>881,225</u>

Non-Current

Employee benefits – non-current	<u>108,948</u>	<u>86,823</u>
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- (i) The current provision for employee benefits includes accrued annual leave and long service leave. For long service leave it covers all unconditional entitlements where employees have completed the required period of service and also those where employees are entitled to pro-rata payments in certain circumstances. The entire amount of the provision of \$1,264,996 (2014: \$806,255) is presented as current, since the group does not have an unconditional right to defer settlement for any of these obligations. However based on past experience, the group does not expect all employees to take the full amount of accrued long service leave or require payment within the next 12 months. The current leave obligations expected to be settled after 12 months is \$108,948 (2014: \$86,823)

Lease make good

The provision represents the present value of the estimated costs to make good the premises leased by the consolidated entity at the end of the respective lease terms.

Movement in provisions

Movements in each class of provision during the financial year, other than employee benefits, are set out below:

Lease make good	Consolidated 2015 \$	Consolidated 2014 \$
Carrying amount at start of the year	74,970	100,000
Additional provisions recognised	25,000	74,970
Amounts used	(35,970)	(58,620)
Amounts reversed	(39,000)	(41,380)
	<u>25,000</u>	<u>74,970</u>

16. Derivative financial liabilities

Current

Interest rate swap	<u>55,323</u>	-
	<u>55,323</u>	-

The interest rate swap was taken out to mitigate the interest rate risk associated the receivables funding facility. The interest rate swap expires on the 22/12/2017

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

17. Borrowings

Current

Bank loan	7,472,982	-
	7,472,982	-

Non Current

Bonds		
-Bonds face value	30,000,000	30,000,000
-Unamortised bond issue and option costs	(2,261,250)	(660,000)
	27,738,750	29,340,000

Fair value disclosures

The fair value of current borrowings approximates their carrying amount as the impact of discounting is not significant.

Fair values of long term financial liabilities are based on cash flows discounted using fixed effective market interest rates available to the Group. Finance costs of \$3,015,000 have been recognised to be amortised over the life of the bonds, which in effect discounts the \$30,000,000 face value of the bonds to \$26,985,000.

No fair value changes have been included in profit or loss for the period as financial liabilities are carried at amortised cost in the Statement of Financial Position.

Bank loans

Bank liabilities are denominated in Australian dollars. The bank facility is secured by a floating charge over the Group's assets.

Bank overdraft, bank loans and bills of exchange when utilised, bear interest at commercially negotiated rates. All bank borrowings are subject to adherence to gearing and interest covenants and are subject to annual review. The loan bears interest at the bank's prime rates plus a margin payable monthly in arrears.

Receivables funding

A \$20,000,000 securitised funding facility has been established using Money3 secured trade debtors that meet specific criteria. As at the 30 June \$18,794,280 of Money3 trade debtor's meet the specific criteria of the securitisation funding facility. The facility term is 12 months extendable annually at the discretion of Westpac, and the interest rate is based on a base rate plus a margin.

Bonds

On the 14 May 2014 the first tranche of the bond issue was made of \$15,000,000 and the second tranche was issued on 30 June 2014 of \$15,000,000. The bonds have a maturity of 4 years and an interest rate of 9% paid quarterly. There is a general security deed over all the company's assets. The initial subscribers under the bond issue will receive 50 options for every \$100 invested. The exercise price of the options is \$1.30 and can be exercised any time prior to maturity date.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

16. Borrowings (continued)

Financing facilities available

	Consolidated 2015 \$	Consolidated 2014 \$
Total facilities		
- Bank overdraft	-	1,000,000
- Receivables funding facilities	20,000,000	-
	20,000,000	1,000,000
Facilities used at reporting date		
- Bank overdraft	-	-
- Receivables funding facilities	7,472,982	-
	7,472,982	-
Facilities unused at reporting date		
- Bank overdraft	-	1,000,000
- Receivables funding facilities	12,527,018	-
	12,527,018	1,000,000
Total facilities		
- Facilities used at reporting date	7,472,982	-
- Facilities unused at reporting date	12,527,018	1,000,000
	20,000,000	1,000,000
Assets pledged as security		
Non-current		
Floating charge	18,794,280	-
- Receivables funding facilities	-	-
- Plant and equipment	2,571,109	2,051,323
Total assets pledged as security	21,365,389	2,051,323

Under the arrangement of the bank borrowing facilities, all property, plant and equipment of the Group has been pledged as security. The holder of the security does not have the right to sell or re-pledge the assets.

Details of the Groups risk exposure arising from borrowings are provided in Note 26.

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Notes to the Financial Statements for the year ended 30 June 2015 (continued)

18. Issued capital

	Consolidated 2015 \$	Consolidated 2014 \$
Fully paid ordinary shares	102,180,209	71,195,425

(a) Movement in shares on issue

Movement in the shares on issue of the consolidated entity during the financial year are summarized below.

	Consolidated 2015		Consolidated 2014	
	Number of ordinary shares	Value \$	Number of ordinary shares	Value \$
Balance at the beginning of the financial year	107,187,327	71,195,425	78,222,432	45,097,588
Issued during the year:				
Issue of shares to public at \$1.45 each	13,793,105	20,000,002		
Issue of shares to public at \$1.00 each	-	-	12,000,000	12,000,000
Issue of shares to public at \$0.85 each	-	-	14,000,000	11,900,000
Issue of shares to public at \$0.9954 each	-	-	1,615,349	1,607,918
Issue of shares to shareholders under the Share Purchase Plan at \$1.45 each	6,466,462	9,376,370	-	-
Share issue costs	-	(753,755)	-	(996,209)
Deferred tax credit	-	226,127	-	298,863
Issue of shares due to exercise of options at \$0.70 each	-	-	200,000	140,000
Issue of shares due to exercise of options at \$0.85 each	200,000	170,000	-	-
Issue of shares to employees at \$1.00 each	-	-	49,000	49,000
Issue of shares to employees at \$1.04 each	141,414	147,071	-	-
Issue of shares on DRP	1,464,895	1,818,969	1,100,546	1,098,265
Balance at end of financial year 30 June	129,253,203	102,180,209	107,187,327	71,195,425

(b) Movements in share options

Movement in the share options of the consolidated entity during the financial year are summarized below.

	2015 Number	2014 Number
Balance at 1 July	7,850,000	3,550,000
Granted during the financial period	18,000,000	4,500,000
Exercised during the financial period	(200,000)	(200,000)
Lapsed during the financial period	-	-
Balance at the end of the financial period	25,650,000	7,850,000

(c) Terms and conditions of issued capital

Ordinary shares

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held.

Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

The company does not have limited authorised capital and issued shares have no par value.

Options

The company has 25,650,000 options on issue at the end of the financial year. The holders of the options are not permitted to exercise those options until after the vesting date.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

19. Reserves

	Consolidated 2015 \$	Consolidated 2014 \$
Share option reserve		
Balance at 1 July	187,064	55,769
Share based payments expensed for the year	249,247	131,295
Bond Options issued	2,355,000	
Lapsed options transferred to accumulated profits	-	-
Balance at 30 June	2,791,311	187,064

The share option reserve is used to recognise the fair value of options issued to employees and bond holders but not exercised.

20. Statement of cash flows

(a) Reconciliation of cash

Cash at the end of the year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash at bank and on hand	12,418,206	23,679,063
Bank overdraft	-	-
Cash at bank and on hand	12,418,206	23,679,063

(b) Reconciliation of operating profit after income tax to net cash flows from operating activities

Net Profit after tax	13,940,615	7,831,643
Non cash items:		
Depreciation and amortisation expense	932,598	1,168,665
Impairment of property, plant and equipment	-	190,741
Profit on sale of property, plant and equipment	(20,731)	387,972
Bad and doubtful debts allowance	10,147,231	2,923,941
Amortisation of cost of bonds	753,750	-
Interest capitalised	-	(660,000)
Share based payments	249,247	131,295
Changes in Movements in assets and liabilities:		
(Increase)/decrease in assets		
Trade and other receivables	(67,529,885)	(43,378,993)
Deferred tax assets	(754,849)	(1,102,159)
Increase/(decrease) in liabilities		
Trade and other payables	2,480,038	962,212
Current tax payable	1,250,564	2,208,548
Derivative financial liabilities	55,323	
Provisions	202,831	402,372
Cash flows from operations	(38,293,268)	(28,933,763)

(c) Non cash financing and investment activities:

There were no non cash financing and investing activities during the year.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

21. Business combinations

On 8 December 2014 Money3 Corporation Ltd purchased the business of Paid International Ltd for consideration of \$3,987,238. The acquisition of the business added \$6,410,504 of revenue from operations and generated a profits of \$603,928 before tax. The acquisition adds to Money3 Corporations Limited's web presence and complements the existing business. Goodwill of \$2,000,000 represents the expected synergies with other parts of the business and the increased web presence that Money3 Corporation Ltd will obtain. The other intangible assets – customer contacts have been valued at what is commonly paid for leads in the market by the number of customer contacts received, and will be amortised over 5 years. If the acquisition occurred on 1 July 2014, the full year contribution would have been revenues of \$10,800,000 and a profit before tax of \$1,340,000. The accounting for this acquisition has only been provisionally accounted for at 30 June 2015 as valuations for customer contact and the associated tax effect are yet to be finalised.

Details of the acquisition are as follows;

	Consolidated
	2015
	\$
Employee Benefits	(203,065)
Creditors	(84,697)
Intangible assets – customer contacts	2,265,000
	<hr/>
Net assets acquired	1,977,238
Goodwill	2,010,000
	<hr/>
Acquisition date fair value of the total consideration transferred	3,987,238
	<hr/>
Representing:	
Cash paid or payable to vendor	3,987,238
	<hr/>
Cash used to acquire business, net of cash acquired:	
Acquisition- date fair value of the total consideration transferred	3,987,238
Net cash used	3,987,238
	<hr/>

22. Significant matters subsequent to the reporting date

On 22 July 2015, Mr Robert Bryant retired as Managing Director and executive director and Mr Scott Baldwin was appointed as the acting Chief Executive Officer and Managing Director. On the 29 September 2015 Mr Scott Baldwin was appointed Managing Director.

On 4 August 2015, Money3 Corporation Limited received notice from Westpac of their intent to cease their banking relationship with certain small consumer credit providers including Money3.

The Westpac securitisation facility is currently drawn down to approximately \$10 million. Westpac have committed to honour all existing contracts with Money3. The existing facility has a 12 month run off period after December 2015.

No other matters or circumstances has arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the Company, the results or the state of affairs of the Company in future years.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

23. Segment information

A segment is a component of the consolidated entity that engages in business activities to provide products or services within a particular economic environment. Management has identified two distinct operating segments that are used to make decisions on the allocation of resources and assess their performance. The two segments are as follows:

Secured operations

This segment provides lending facilities based on the provision of an underlying asset as security.

Unsecured operations

This segment provides services and lending facilities without the provision of an underlying asset as security.

The performance of each segment is measured by the segment profit earned by each segment without the allocation of central administration costs and directors' salaries, interest income and expense in relation to corporate facilities, bad debt collection and tax expense. This is the measure reported to the Managing Director for the purpose of resource allocation and assessment of segment performance.

The unallocated assets include various corporate assets held at a corporate level that have not been allocated to the underlying segments.

The unallocated liabilities include various corporate liabilities held at a corporate level that have not been allocated to the underlying segments.

Money3 Corporation Ltd only operates in Australia and therefore does not provide segment information of geographic location.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

23. Segment information (continued)

Consolidated – 2015	Secured	Unsecured	Segment Total	Eliminations /Unallocated	Total
	\$	\$	\$	\$	\$
Revenue					
Revenue from continuing operations	29,704,458	39,232,399	68,936,857	-	68,936,857
Interest revenue	4,958	14,419	19,377	400,862	420,239
Other revenue	9,222	71,635	80,857	(3,739)	77,118
Total Revenue	29,718,638	39,318,453	69,037,091	397,123	69,434,214
EBITDA					
	20,455,340	11,643,232	32,098,572	(7,723,717)	24,374,855
Depreciation, amortisation, and impairment					(932,598)
Finance costs					(3,727,262)
Interest revenue					420,239
Profit before income tax					20,135,234
Income Tax					(6,194,619)
Profit after income tax					13,940,615
Assets					
Segment assets	104,072,939	51,998,223	156,071,161	(2,601,722)	153,469,440
<i>Unallocated assets:</i>					
Cash and cash equivalents					10,394,321
Property, plant and equipment					1,220,800
Other receivables					70,088
Other assets					129,761
Prepayments					152,176
Deferred tax assets					2,906,934
Total assets					168,343,520
Liabilities					
Segment liabilities	59,964,008	18,942,948	78,906,956	(68,887,842)	10,019,114
<i>Unallocated assets:</i>					
Trade and other payables					2,164,273
Derivative financial liabilities					55,323
Current tax payables					4,264,389
Provisions					1,373,945
Borrowings					27,738,750
Total liabilities					45,615,794

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

23. Segment information (continued)

Consolidated – 2014	Secured	Unsecured	Segment Total	Eliminations /Unallocated	Total
	\$	\$	\$	\$	\$
Revenue					
Revenue from continuing operations	14,516,797	28,868,166	43,384,963	-	43,384,963
Interest revenue	-	-	-	122,745	122,745
Other revenue	-	-	-	-	-
Total Revenue	14,516,797	28,868,166	43,384,963	122,745	43,507,708
EBITDA	9,479,453	9,403,747	18,883,200	(5,707,048)	13,176,152
Depreciation, amortisation, and impairment					(1,359,406)
Finance costs					(978,018)
Interest revenue					122,745
Profit before income tax					10,961,473
Income Tax					(3,129,830)
Profit after income tax					7,831,643
Assets					
Segment assets	50,682,262	42,309,188	92,991,450	(1,542,610)	91,448,840
<i>Unallocated assets:</i>					
Cash and cash equivalents					22,159,914
Property, plant and equipment					928,171
Other receivables					37,517
Other assets					209,811
Deferred tax assets					1,925,958
Total assets					116,710,211
Liabilities					
Segment liabilities	30,855,793	17,441,586	48,297,379	(46,708,316)	1,589,063
<i>Unallocated assets:</i>					
Trade and other payables					703,677
Current tax payables					3,013,825
Provisions					968,048
Borrowings					29,340,000
Total liabilities					35,614,613

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Notes to the Financial Statements for the year ended 30 June 2015 (continued)

24. Contingent liabilities

The Company has no contingent liabilities as at 30 June 2015 (2014: Nil).

25. Controlled entities

The consolidated financial statements incorporate the assets and liabilities and results of the following subsidiaries in accordance with the accounting policy described in Note 1 (d).

Controlled entities of Money3 Corporation Limited (parent entity)

Name	Country of Incorporation	Percentage of equity held by the consolidated entity		Acquisition Date	Investment	
		2015	2014		2015	2014
					\$	\$
Money3 Loans Pty Ltd (formerly Money3 Ballarat Pty Ltd)	Australia	100	100	1 November 2006	2	2
Money3 Services Pty Ltd (formerly Money3 Dandenong Pty Ltd)	Australia	100	100	1 November 2006	2	2
Money3 Franchising Pty Ltd	Australia	100	100	16 April 2007	2	2
Money3 Branches Pty Ltd (formerly Money3 Reservoir Pty Ltd)	Australia	100	100	1 November 2006	2	2
Money3 Wodonga Pty Ltd	Australia	100	100	13 March 2008	2	2
Antein Pty Ltd (Glenroy)	Australia	100	100	1 July 2006	3,100,500	3,100,500
Bellavita Pty Ltd (Northcote)	Australia	100	100	1 July 2006	3,037,500	3,037,500
Hallowed Holdings Pty Ltd (Clayton)	Australia	100	100	1 July 2006	2,970,000	2,970,000
Kirney Pty Ltd (Coburg)	Australia	100	100	1 July 2006	483,750	483,750
Nexia Pty Ltd (Werribee)	Australia	100	100	1 July 2006	1,665,000	1,665,000
Pechino Pty Ltd (Frankston)	Australia	100	100	1 July 2006	1,687,500	1,687,500
Salday Pty Ltd (St Albans)	Australia	100	100	1 July 2006	483,750	483,750
Tannaster Pty Ltd (Moonee Ponds)	Australia	100	100	1 July 2006	2,898,000	2,898,000
Tristace Pty Ltd (Geelong)	Australia	100	100	1 July 2006	1,741,500	1,741,500
M3 Auto Trust No1	Australia	100	100	28 November 2014	-	-
Australian Car Leasing Pty Ltd	Australia	100	100	3 May 2013	1	1
Total					18,067,511	18,067,511

All entities operated solely in their place of incorporation.

The Group does not actively engage in the trading of financial assets for speculative purposes. The most significant financial risks to which the Group is exposed to are described below. There have been no changes to these risks since the previous financial year.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**26. Financial instruments**

The Group is exposed to a variety of financial risks through its use of financial instruments.

This note discloses the Group's objectives, policies and processes for managing and measuring these risks.

The Group's overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets.

The Board of Directors ensures that the Group maintains a competent management structure capable of defining, analysing, measuring and reporting on the effective control of risk inherent in the Group's underlying financial activities and the instruments used to manage risk. Key financial risks including interest rate risk and credit risk are reviewed by management on a regular basis and are communicated to the board so that it can evaluate and impose its oversight responsibility. The Group does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

Specific risks

- Market risk (including foreign currency risk, interest rate risk and price risk)
- Credit risk
- Liquidity risk

Financial assets / liabilities used

The principal categories of financial assets / liabilities used by Money3 Corporation Limited are:

- Loans and other receivables
- Cash at bank
- Borrowings
- Derivative financial liabilities
- Trade and other payables

Objectives, policies and processes

The risk management policies of Money3 Corporation Limited seek to mitigate the above risks and reduce volatility on the financial performance of the Group. Financial risk management is carried out centrally by the Finance Department of Money3 Corporation Limited.

Capital risk management

The Group manages its capital to ensure that entities in the Group will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.

The group overall strategy remains unchanged from 2014.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The capital structure of the Group consists of debt, which includes the borrowings disclosed in Note 17, cash and cash equivalents and equity attributable to equity holders of the parent, comprising issued capital, reserves and retained earnings as disclosed in Notes 18,19 and 4 respectively. None of the Group's entities is subject to externally imposed capital requirements. Under the arrangement of the hire purchase and bank borrowing facilities, all property, plant and equipment of the Group has been pledged as security. The holder of the security does not have the right to sell or re-pledge the assets.

Gearing ratio

The Group's Board of Directors reviews the capital structure on a semi-annual basis. As a part of this review the board considers the cost of capital and the risks associated with each class of capital. Based on recommendations of the board the Group will balance its overall capital structure through the payment of dividends, new share issues and share buy-backs as well as the issue of new debt or the redemption of existing debt.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)

26. Financial instruments (continued)

Capital risk management (continued)

	Note	Consolidated 2015 \$	Consolidated 2014 \$
Financial assets			
Debt (a)	17	(35,211,732)	(29,340,000)
Cash and cash equivalents	9	12,418,205	23,679,063
Net cash/(debt)		(22,793,527)	(5,660,937)
Equity – issued capital	18	102,180,510	71,195,425
Debt to equity ratio		34.5%	41.2%

(a) Debt is defined as long-term and short-term borrowings, as detailed in Note 17.

(a) Market risk**(i) Foreign currency risk**

Money3 Corporation Limited has no significant exposure to foreign currency risk.

(ii) Interest rate risk

The company's exposure to market interest rates relates primarily to the company's short term deposits held, deposits at call and borrowings. The interest income earned or paid on these balances can vary due to interest rate change.

Money3 Corporation Limited does not have a significant interest rate risk as its long term borrowing are at a fixed rate and interest rate risk on the short term borrowings has been minimised by the use of an interest rate swap .

(iii) Price risk

Price risk is the risk that future cashflows derived from financial instruments will be changed as a result of a market price movement, other than interest rates. The company and group are not exposed to any material price risk.

(b) Credit risk

Credit risk is managed on the Group basis. Credit risk arises from cash and cash equivalents and deposits with banks and financial institutions, as well as credit exposures to outstanding receivables, net of any allowance for impairment losses, as disclosed in the Statement of Financial Position and notes to the financial report.

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the consolidated entity. With the exception of its dealings with core customers, the consolidated entity has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from defaults. The consolidated entity measures credit risk on a fair value basis.

Money3's core customers are financially challenged and generally have a bad credit history and are lacking in budgeting ability. Money3 obtains security on loans greater than \$5,000.

The company assesses credit risk by reference to historical information such as existing customers and whether loans are secured or unsecured. At balance date, loans neither past due or impaired are \$109,769,185 (2014:\$ 46,059,039), with \$75,239,156 representing secured loans (2014:\$ 43,591,938) and \$27,711,295 representing unsecured loans (2014:\$ 19,960,344)

The consolidated entity does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics, given the number and diversity of debtors.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**26. Financial instruments (continued)****Capital risk management (continued)****(b) Credit risk analysis (continued)**

The management of Money3 manages credit risk by adopting the procedures and policies which:

- Assess each application on the borrower's capacity to service the loan;
- Match repayment dates to borrowers pay dates and pay cycles;
- Lend for short term;
- Where possible, obtain security on loans greater than \$5,000;
- Require repayment of loans by direct debit or pay deductions or during settlements;
- Implement prompt follow up when a repayment is missed;
- Have the ability to adjust repayments when customers face further financial difficulties; and
- Align debt collection processes with the Consumer Credit Code.

This strategy is consistent with the prior year.

(c) Liquidity risk analysis

Liquidity risk is the risk that the company will not be able to pay their debts as and when they fall due. The company has borrowings and finance lease liability; and the directors ensure that the cash on hand is sufficient to meet the commitments of the company and group at all times.

Liquidity risk arises from the Group's management of working capital and the finance charges and principal repayments on its debt instruments. It is the risk that the Group will encounter difficulty in meeting its financial obligations as they fall due. This strategy is consistent with the prior year.

Liquidity risk includes the risk that, as a result of our operational liquidity requirements Money3:

- will not have sufficient funds to settle a transaction on the due date;
- will be forced to sell financial assets at a value which is less than what they are worth; and
- may be unable to settle or recover a financial asset at all.

To help reduce these risks, where possible Money3's strategy is to borrow long term and lend short term, maintain an overdraft facility and adequate cash reserves. The ratio of current borrowings to Current Debtors is considered to be low.

Maturity of financial liabilities

The Group holds the following financial instruments. Amounts presented below represent the future undiscounted principal and interest cash flows.

2015	Consolidated			Total \$
	< 1 year \$	1-5 years \$	> 5 years \$	
Financial Liabilities:				
Borrowings	10,180,379	35,400,000	-	45,580,379
Derivative financial liabilities	60,232	-	-	60,232
Trade and other payables	4,710,406	-	-	4,710,406
Total Financial Liabilities	14,951,017	35,400,000	-	50,351,017

2014	Consolidated			Total \$
	< 1 year \$	1-5 years \$	> 5 years \$	
Financial Liabilities:				
Borrowings	2,700,000	38,107,397	-	40,807,397
Trade and other payables	2,292,740	-	-	2,292,740
Total Financial Liabilities	4,992,740	38,107,397	-	43,100,137

The above contractual maturities reflect the gross cash flows, which may differ to the carrying values of the liabilities at the reporting date.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**26. Financial instruments (continued)****Maturity of financial liabilities (continued)**

Also affecting liquidity are cash at bank and non interest bearing receivables and payables. Liquidity risk associated with these financial instruments is represented by the carrying amounts as shown above.

d) Fair value estimation

The carrying amount of financial assets and financial liabilities recorded in the financial statements approximates their net fair values.

The net fair values of financial assets and financial liabilities are determined as follows:

- the net fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices; and
- the net fair value of other financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow theory.

The carrying value less impairment provision of trade receivables and payables is a reasonable approximation of their fair values due to the short-term nature of trade receivables. 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 Group for similar financial instruments. The decrease in interest rates by 0.5% effects the present value of the bonds by increasing their value by \$491,339 which has not been taken to account.

27. Leases**Operating leases**

Operating leases relate to branch premises which have lease terms of up to 5 years with in some instances an unexercised option to extend for a further 5 years. All operating leases contain market rent review clauses when an option to renew is exercised.

	Consolidated 2015 \$	Consolidated 2014 \$
Lease expenditure commitments		
Operating leases (non-cancellable)		
Minimum lease payments		
- not later than one year	2,246,602	2,353,933
- later than one year but not later than five years	2,371,893	2,694,802
- more than five years	-	-
Total minimum payments	<u>4,618,495</u>	<u>5,048,735</u>

Leases as lessor

The consolidated entity leases out its rental assets under operating leases. The future minimum lease payments under non-cancellable operating leases are as follows:

Minimum lease payments receivable		
- not later than one year	11,211	109,519
- later than one year but not later than five years	8,640	40,893
Total minimum payments receivable	<u>19,851</u>	<u>150,412</u>

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**28. Auditors remuneration**

Amounts received or due and receivable by the auditors for:	Consolidated 2015 \$	Consolidated 2014 \$
Auditing or reviewing the financial reports	138,050	134,695
Taxation services	5,181	-
Total remuneration of auditors	<u>143,231</u>	<u>134,695</u>

29. Related party disclosures**(a) Parent and ultimate controlling entity**

The parent and ultimate controlling entity is Money3 Corporation Limited which is incorporated and domiciled in Australia.

(b) Key management personnel's remuneration

The aggregate compensation of the key management personnel of the Group is set out below:

Short term employee benefits	1,402,981	919,998
Post employment benefits	102,652	68,997
Long term benefits	22,366	26,958
Share based payments	193,468	116,412
Total	<u>1,721,467</u>	<u>1,132,365</u>

(c) Equity interests in controlled entities

Details of the percentage of ordinary shares held in controlled entities are disclosed in Note 25 to the financial statements.

(d) Loan disclosures

Mr Geoffrey Baldwin holds bonds from the Company to the value of \$250,000 (2014: \$250,000) Mr Baldwin is the father of Mr Scott Baldwin (executive director). During the year, 125,000 options were issued to Mr Geoffrey Baldwin in relation to the previously mentioned bonds.

Mr Brian Baldwin holds bonds from the Company to the value of \$50,000 (2014: \$50,000), the brother of Mr Scott Baldwin. During the year, 25,000 options were issued to Mr Brian Baldwin in relation to the previously mentioned bonds.

These bonds are made on normal commercial terms and conditions and at market rates. Interest is charged at a commercial rate of 9%.

There are no loans made by the disclosing entity or any of its subsidiaries to any key management personnel, including their personally related entities.

Notes to the Financial Statements for the year ended 30 June 2015 (continued)**29. Related party disclosures (continued)****(e) Other transactions with key management personnel or their related entities**

The financial statements include the following items of expenses that resulted from transactions other than compensation or equity holdings with key management personnel or their related entities:

Interest paid to:	Consolidated 2015 \$	Consolidated 2014 \$
Geoffrey Baldwin	22,209	23,928
Brian Baldwin	4,442	5,260
Simon Baldwin	-	11,014
G&V Livestock Pty Ltd	-	1,299
Robert Bryant	-	518
	26,651	42,019

Transactions between the consolidated entity and these parties are conducted on normal commercial terms.

(f) Transactions with other related parties

Vaughan Webber is an employee of Wilson HTM with which Money3 has engaged to place equity. Wilson HTM has been paid for services of \$686,169 (2014: \$2,048,200).

Marian Harris was an employee of Money3 until January 2015 and is also the wife of Mr Craig Harris.

All transactions with related parties are at arm's length on normal commercial terms and conditions and at market rates.

There are no other related party transactions

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Notes to the Financial Statements for the year ended 30 June 2015 (continued)

30. Parent entity financial information

a) Summary financial information

The financial position and results of Money3 Corporation Ltd, the parent entity, are as follows:

Statement of financial position

	Company 2015 \$	Company 2014 \$
Total current assets	10,632,849	22,348,343
Total assets	142,295,212	108,950,862
Total current liabilities	8,768,998	5,986,242
Total liabilities	385,778,410	35,413,065
Net assets	106,516,802	73,537,797
EQUITY		
Issued capital	103,481,026	72,495,941
Share option reserves	2,791,311	187,064
Retained earnings	244,465	854,792
Total equity	106,516,802	73,537,797

Statement of profit or loss and other comprehensive income

Profit for the period from continuing operations	5,287,492	2,527,882
Total comprehensive income	5,287,492	2,527,882

b) Guarantees entered into by the parent entity

The parent entity has not entered into guarantees for any of its subsidiaries.

c) Contingent liabilities of the parent entity

The parent entity has no contingent liabilities at the time of the report.

d) Contractual commitments by the parent entity

The parent entity has no contractual commitments at the time of the report.

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ASX Additional Information

Additional information required by the Australian Securities Exchange and not shown elsewhere in this report is as follows. The information is current as at 19 August 2015.

(a) Distribution of equity securities

The number of shareholders, by size of holding, in each class of share are:

Distribution of Shareholdings	Ordinary Shares		Unlisted Options		Listed Options	
	Number of Holders	Number of Shares	Number of Holders	Number of Options	Number of Holders	Number of Options
100,001 and Over	136	101,822,801	14	9,550,000	11	13,613,624
10,001 to 100,000	714	21,641,462	11	1,100,000	30	1,171,500
5,001 to 10,000	404	2,983,437	-	-	22	207,700
1,001 to 5,000	876	2,521,153	-	-	3	6,176
1 to 1,000	493	270,438	-	-	1	1,000
Total	2,623	129,239,291	25	10,650,000	67	15,000,000

The number of shareholders holding less than a marketable parcel of shares are

	202	27,149
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(b) Twenty largest holders of quoted shares are:

Name of Holder	Listed Ordinary Shares	
	No. of Shares	% of Holding
1 Citicorp Nominees Pty Limited	8,469,850	6.55
2. Tiga Trading Pty Ltd	7,241,732	5.60
3. Hosking Financial Investments Pty Ltd <Hosking Investment A/C>	6,985,137	5.40
4. Rocsange Pty Ltd <S Superannuation Fund A/C>	6,154,366	4.76
5. Thorney Opportunities Ltd	5,677,797	4.39
6. HSBC Custody Nominees (Australia) Limited	3,887,504	3.01
7 Rubi Holdings Pty Ltd <John Rubino S/F A/C>	3,770,345	2.92
8. Platey Pty Ltd	3,641,774	2.82
9. BNP Paribas Noms Pty Ltd <DRP>	3,276,786	2.54
10 J P Morgan Nominees Australia Limited	2,878,169	2.23
11. Picton Cove Pty Ltd	2,185,173	1.69
12. Cranchi Pty Ltd	2,010,345	1.56
13. Belstock Pty Ltd	1,900,288	1.47
14. Matooka Pty Ltd <Mako A/C>	1,792,118	1.39
15 RBC Investor Services Australia Nominees Pty Limited <BkCust A/C>	1,755,000	1.36
16. Baldwin Brothers Investments Pty Ltd <Inspiration A/C>	1,534,874	1.19
17. Mr Kang Hong Tan & Mrs Hwea Chong Tan <Tan Superannuation A/C>	1,354,113	1.05
18. Citicorp Nominees Pty Limited <Colonial First State Inv A/C>	1,353,038	1.05
19. Thirty-Fifth Celebration Pty Ltd <JC McBain Super Fund A/C>	1,270,449	0.98
20. Aust Executor Trustees Ltd <DS Capital Growth Fund>	1,200,791	0.93
Top twenty shareholders	68,339,649	52.88
Total issued capital	129,239,291	100.00

(c) Substantial shareholders

The names of the substantial shareholders who have notified the Company in accordance with section 671B of the Corporations Act 2001 are:

	No. of Shares	% Held
Tiga Trading Pty Ltd & Associated entities	12,919,529	10.00%
Roscange Pty Ltd	7,992,221	6.18%
Hosking Financial Investments Pty Ltd	7,473,240	6.97%
Pie Fund Management Limited	6,767,927	5.27%

(d) Voting rights

The company only has ordinary shares on issue.

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

(e) Option holders information

The Company has issued (or may issue in the future) Options over unissued capital. The Company has a total of 25,650,000 (2014: 7,850,000) options on issue as follows:

Director Options

The Company has issued nil options during the year (2014: 3,000,000) to the Directors (or their nominees) ("Director Options").

	Issue Date	Options Granted	Exercise Price	Expiry Date	Vesting Date
Scott Baldwin	27 November 2009	200,000	\$1.00	31 December 2015	31 December 2014
Scott Baldwin	30 September 2012	1,000,000	\$0.50	16 November 2017	16 November 2015
Scott Baldwin	30 November 2013	1,000,000	\$1.50	30 November 2018	30 November 2016

- The options vest in full when an event occurs which give rise to a change in control of the Company.
- If the Company after having granted these options restructure its issued share capital, ASX Listing Rules will apply to the number of Shares issued to the option holder on exercise of an option.
- Options will not be listed on ASX but application will be made for quotation of the shares resulting from the exercise of the options.
- On issue of the resulting shares, they will rank equally with ordinary shares on issue at that time.

(f) On-market buy-back

There is a current on-market buy-back of the Company's securities.

Corporate Information

Money3 Corporation Limited is a company incorporated and domiciled in Australia.

Company Directors

Vaughan Webber B.Ec
Non Executive Chairman

Bettina Evert BA LLB MAICD
Non Executive Director

Robert James Bryant
Managing Director (Resigned 22 July 2015)

Kang Hong Tan ACA (UK) FIPA (Aust)
Non Executive Director

Christopher James Baldwin CPA
Non Executive Director (Retired 26 November 2014)

Scott Joseph Baldwin B.Eng (Hons) MBA GAICD
Executive Director

Miles L Hampton B.Ec (Hons), FCIS, FCPA, FAICD
Non Executive Director (Appointed 1 September 2014)

Company Secretary

Craig Alan Harris CPA

Head Office

Level 1, 40 Graduate Road
Bundoora Victoria 3083
Telephone 03 9093 8255 Facsimile 03 9093 8227

Share Registry

Link Market Services Limited
Level 1, 333 Collins Street
Melbourne Victoria 3000

Solicitors

Foster Nicholson Legal Pty Ltd
Level 7, 420 Collins Street
Melbourne Victoria 3000

Registered Office

Level 1, 48 High Street
Northcote Victoria 3070

Auditors

BDO East Coast Partnership
Level 14, 140 William Street
Melbourne Victoria 3000

Bankers

Westpac Banking Corporation
150 Collins Street
Melbourne Victoria 3000

Stock Exchange Listing

Money3 Corporation Limited shares are listed on the Australian Securities Exchange (ASX code **MNY**)

Website

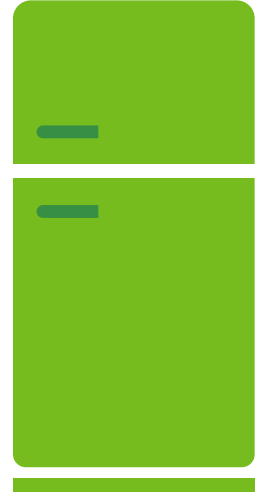
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