

Half-Year Report of *Global Properties Limited* for the Half-Year Ended 31 December 2006

ACN 094 384 273

This Half-Year Report is provided to the Australian Stock Exchange (ASX) under ASX Listing Rule 4.2A.3.

Current Reporting Period: Half year ended 31 December 2006

Previous Corresponding Period: Half year ended 31 December 2005

GLOBAL PROPERTIES LIMITED

Results for Announcement to the Market

Revenue and Net Profit/(Loss)

		Percentage Change %	Amount
Revenue from ordinary activities	up	14.9	To \$166,676
Profit from ordinary activities after tax attributable to members	down	39.4	To 17,809
Net profit attributable to members	down	39.4	To 17,809

Dividends (Distributions)

	Amount per security	Franked amount per security
Final dividend	Nil¢	Nil¢
Interim dividend	Nil¢	Nil¢
Record date for determining entitlements to the dividend:		
• final dividend		N/A
• interim dividend		N/A

Brief Explanation of Revenue, Net Profit/(Loss) and Dividends (Distributions)

Refer to Directors' Report

GLOBAL PROPERTIES LIMITED

Directors' Report

The directors of Global Properties Limited submit herewith the financial report for the half-year ended 31 December 2006. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

The names of the directors of the company during or since the end of the half year are:

Mr Fred Bart (Chairman)
Mr Ian Dennis
Ms Cheryl Bart

Review of Operations

The entity continues to operate in the property investment sector and seek out new investment opportunities.

Further information concerning the operations and financial condition of the entity can be found in the financial report and in releases made to the Australian Stock Exchange (ASX) during the half year.

Auditor's independence declaration

The auditor's independence declaration is included on page 4 of the half-year financial report.

Signed in accordance with a resolution of the directors made pursuant to s.306(3) of the Corporations Act 2001.

On behalf of the Directors



I.A Dennis
Director
Sydney, 19 January 2007

The Board of Directors
Global Properties Limited
Suite 2, Level 12
75 Elizabeth Street
Sydney NSW 2000

19 January 2007

Dear Board Members


Global Properties Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Global Properties Limited.

As lead audit partner for the review of the financial statements of Global Properties Limited for the half-year ended 31 December 2006, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



David Black
Partner
Chartered Accountants

Independent Auditor's Review Report to the Members of Global Properties Limited

We have reviewed the accompanying half-year financial report of Global Properties Limited, which comprises the balance sheet as at 31 December 2006, and the income statement, cash flow statement, statement of recognised income and expense for the half-year ended on that date, selected explanatory notes and the directors' declaration as set out on pages 6 to 13.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2006 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Global Properties Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

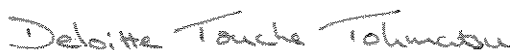
Auditor's Independence Declaration

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

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

- (a) giving a true and fair view of the company's financial position as at 31 December 2006 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



DELOITTE TOUCHE TOHMATSU



David Black
Partner
Chartered Accountants
Canberra, 19 January 2007

GLOBAL PROPERTIES LIMITED

Directors' Declaration

The directors declare that:

- a) in the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the entity.

Signed in accordance with a resolution of the directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Directors



I A Dennis
Director
Sydney, 11 January 2007

GLOBAL PROPERTIES LIMITED

Income statement for the half-year ended 31 December 2006

	Note	Half-year ended 31 Dec 2006 \$	Half-year Ended 31 Dec 2005 \$
Revenue	2(a)	166,676	145,060
Administrative expenses		(51,158)	(35,181)
Directors fees		(15,000)	(15,000)
Finance costs		(34,857)	(35,812)
Property expenses		(39,305)	(16,221)
Other expenses		(649)	(870)
Profit before income tax expense	2	25,437	41,976
Income tax expense/ benefit		(7,628)	(12,593)
Profit for the period	5	17,809	29,383
Earnings per share:			
Basic (cents per share)		0.11 cents	0.18 cents
Diluted (cents per share)		0.11 cents	0.18 cents

Notes to the financial statements are included on pages 11 to 13

GLOBAL PROPERTIES LIMITED

Balance sheet as at 31 December 2006

	Note	31 Dec 2006 \$	30 June 2006 \$
Current Assets			
Cash and cash equivalents		2,126,637	2,086,793
Trade and other receivables		58,958	67,099
Other financial assets		1,940	1,940
Total Current Assets		2,187,535	2,155,832
Non-Current Assets			
Investment property		2,000,000	2,000,000
Total Non-Current Assets		2,000,000	2,000,000
Total Assets		4,187,535	4,155,832
Current Liabilities			
Trade and other payables		12,366	6,100
Current tax payables		20,369	2,255
Borrowings		900,000	900,000
Total Current Liabilities		932,735	908,355
Non Current Liabilities			
Deferred tax liabilities		1,772	12,258
Total Non Current Liabilities		1,772	12,258
Total Liabilities		934,507	920,613
Net Assets		3,253,028	3,235,219
Equity			
Issued capital		3,200,025	3,200,025
Retained earnings	3	53,003	35,194
Total Equity		3,253,028	3,235,219

Notes to the financial statements are included on pages 11 to 13

GLOBAL PROPERTIES LIMITED

**Statement of recognised income and expense for the half-year
ended 31 December 2006**

	Note	Half-year ended 31 Dec 2006 \$	Half-year Ended 31 Dec 2005 \$
Net income recognised directly in equity		-	-
Profit for the period		17,809	29,383
Total recognised income and expense for the period		17,809	29,383

Notes to the financial statements are included on pages 11 to 13

GLOBAL PROPERTIES LIMITED

Cash flow statement for the half-year ended 31 December 2006

	Half-year ended 31 Dec 2006 \$	Half-year ended 31 Dec 2005 \$
Cash Flows From Operating Activities		
Receipts from customers	93,155	84,910
Payments to suppliers and employees	(76,124)	(78,328)
Interest and bill discounts received	57,600	59,578
Interest and other costs of finance paid	(34,857)	(35,812)
Net cash provided by/ (used in) operating activities	39,774	30,348
Cash Flows From Investing Activities		
Dividends received	70	60
Proceeds on sale of investment securities	-	60
Net cash provided by/ (used in) investing activities	70	120
Cash Flows From Financing Activities		
Proceeds from issue of equity securities	-	-
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Net cash provided by financing activities	-	-
Net Increase In Cash Held	39,844	30,468
Cash and cash equivalents at the beginning of the half-year	2,086,793	2,067,875
Cash and cash equivalents at the end of the half-year	2,126,637	2,098,343

Notes to the financial statements are included on pages 11 to 13

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**Notes to the Condensed Financial Statements
for the half-year ended 31 December 2006**

1. Significant accounting policies

Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 Interim Financial Reporting. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS34 "Interim Financial Reporting". The half-year financial report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

Basis of preparation

The condensed financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are expressed in Australian dollars, unless otherwise stated.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2006 annual financial report for the financial year ended 30 June 2006.

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**Notes to the Financial Statements
for the half-year ended 31 December 2006**

	Half-year to 31 Dec 2006 \$	Half-year to 31 Dec 2005 \$
2. Profit/ (Loss) for the period		
Profit from ordinary activities before income tax includes the following items of revenue and expense:		
(a) Revenue		
Interest received	57,600	59,578
Dividend received	70	60
Rental income	109,006	85,422
Total revenue	<u>166,676</u>	<u>145,060</u>
(b) Expenses		
Finance costs	34,857	35,812
3. Retained Earnings		
Balance at beginning of financial period	35,194	(21,586)
Net profit for the period	<u>17,809</u>	<u>29,383</u>
Balance at end of financial period	<u>53,003</u>	<u>7,797</u>

4. Results for the period

The result for the current period was consistent with the result for the previous corresponding period with no material differences.

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**Notes to the Financial Statements
for the half-year ended 31 December 2006**

5. Earnings Per Share

	2006 ¢ per share	2005 ¢ per share
Basic EPS	0.11 cents	0.18 cents
Diluted EPS	0.11 cents	0.18 cents

Basic Earnings per Share

The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

	Half-year to 31 Dec 2006 \$	Half-year to 31 Dec 2005 \$
Earnings (a)	17,809	29,383

	2006 No.	2005 No.
Weighted average number of ordinary shares used in the calculation of basic earnings per share	16,000,125	16,000,125

(a) Earnings used in the calculation of basic earnings per share is the same as net profit in the income statement.

Diluted Earnings per Share

There are no options or other securities currently issued which would result in the dilution of the share capital. Accordingly the basic earnings per share is the same as diluted earnings per share.

5. Net tangible assets per security

	31 December 2006 ¢ per share	31 December 2005 ¢ per share
Net tangible assets per security	20.33 cents	20.01 cents

6. Segment information

The Company operates in the one segment being the property investment industry in New South Wales, Australia.