

Appendix 4E

Preliminary Final Report to the Australian Securities Exchange

Part 1 - Details of Entity and Reporting Period

Name of Entity	Threat Protect Australia Limited
ABN	36 060 774 227
Financial Year Ended	30 June 2016
Previous Corresponding Reporting Period	30 June 2015

Part 2 - Results for Announcement to the Market

	\$'000	Percentage increase /(decrease) over previous corresponding period
Revenue from ordinary activities	7,244	53%
Profit (Loss) from ordinary activities after tax attributable to members	(5,749)	(143%)
Net Profit (loss) attributable to members	(5,749)	(143%)

Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend	Nil	Nil
Interim Dividend	Nil	Nil
Record date for determining entitlements to the dividends (if any)	Not Applicable	

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

This report is based on the Annual Report which is in the process of being audited.
Please refer to attached presentation for commentary on results.

All documents comprise the information required by Listing Rule 4.3A

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Part 3 – Contents of ASX Appendix 4E

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Part 4 - Consolidated Statement of Comprehensive Income

	Year Ended 30 June 2016 \$	Year Ended 30 June 2015 \$
Revenue	7,244,718	4,808,618
Other income	159,113	42,627
	<u>7,403,831</u>	<u>4,851,245</u>
Cost of sales	<u>(5,836,157)</u>	<u>(3,798,611)</u>
	1,567,674	1,052,634
Administrative expenses	(220,022)	(223,308)
Business acquisition and integration costs	(871,750)	(185,299)
Compliance and regulatory costs	(454,382)	(763,747)
Depreciation and amortisation	(293,073)	(83,846)
Employment costs	(1,175,493)	(1,282,547)
Finance costs	(399,772)	(443,837)
Impairment	(30,560)	(6,209)
Legal and consulting fees	(57,397)	(73,794)
Marketing and business development	(135,807)	(27,462)
Occupancy costs	(287,549)	(328,193)
Share-based payments	(983,549)	-
Corporate transaction accounting expense	(2,407,444)	-
Loss before tax	<u>(5,749,125)</u>	<u>(2,365,608)</u>
Income tax benefit / (expense)	-	-
Net (loss) / profit for the year	<u>(5,749,125)</u>	<u>(2,365,608)</u>
Other comprehensive income, net of income tax		
- Items that will not be reclassified subsequently to profit or loss:	-	-
- Items that may be reclassified subsequently to profit or loss:	-	-
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year attributable to members of the parent entity	<u>(5,749,125)</u>	<u>(2,365,608)</u>

Part 5 - Consolidated Accumulated losses

	Year Ended 30 June 2016 \$	Year Ended 30 June 2015 \$
Balance at start of the period	(7,772,412)	(5,406,803)
Total comprehensive income for the year attributable to the owners of the parent	(5,749,125)	(2,365,609)
Balance at the end of the period	<u>(13,521,537)</u>	<u>(7,772,412)</u>

Part 6 - Consolidated Statement of Financial Position

	30 June 2016 \$	30 June 2015 \$
Current assets	\$	\$
Cash and cash equivalents	448,581	51,338
Trade and other receivables	1,138,018	407,943
Financial assets	167,969	305,172
Inventories	13,005	3,982
Other current assets	137,764	45,301
Total current assets	<u>1,905,337</u>	<u>813,736</u>
Non-current assets		
Plant and equipment	375,962	246,799
Intangible assets	4,163,165	-
Total non-current assets	<u>4,539,127</u>	<u>246,799</u>
Total assets	<u>6,444,464</u>	<u>1,060,535</u>
Current liabilities		
Trade and other payables	1,803,249	2,772,406
Short term provisions	1,027,277	815,058
Short term borrowings	1,183,826	3,878,572
Total current liabilities	<u>4,014,352</u>	<u>7,466,036</u>
Non-current liabilities		
Long term provisions	63,795	-
Long term borrowings	1,619,609	19,609
Total non-current liabilities	<u>1,683,404</u>	<u>19,609</u>
Total liabilities	<u>5,697,756</u>	<u>7,485,645</u>
Net assets	<u>746,708</u>	<u>(6,425,110)</u>
Equity		
Issued capital	13,284,696	1,347,303
Reserves	983,549	-
Accumulated losses	(13,521,537)	(7,772,413)
Total equity	<u>746,708</u>	<u>(6,425,110)</u>

Part 7 - Consolidated Statement of Cash Flows

	Year Ended 30 June 2016 \$	Year Ended 30 June 2015 \$
Cash flows from operating activities		
Receipts from customers	7,604,399	5,506,087
Interest received	5,374	-
Interest and borrowing costs paid	(282,036)	(331,751)
Payments to suppliers and employees	(10,912,913)	(6,331,814)
Net cash used in operating activities	(3,585,176)	(1,157,478)
Cash flows from investing activities		
Payments for businesses, net of cash acquired	2,348,578	(279,940)
Payments for intangible assets	(1,091,772)	-
Payments for property, plant and equipment	(15,215)	(10,519)
Net cash provided by/(used in) investing activities	1,241,592	(290,459)
Cash flows from financing activities		
Net proceeds from issue of shares	2,850,364	235,964
Repayment of borrowings	(109,538)	1,265,560
Net cash provided by financing activities	2,740,826	1,501,524
Net increase / (decrease) in cash held	397,242	53,587
Cash and cash equivalents at the beginning of the period	51,338	(2,249)
Cash and cash equivalents at the end of the period	448,580	51,338

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Part 8 - Basis of Preparation

This preliminary final report has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E.

Part 9 - Profit/(Loss) from Ordinary Activities

The profit / (loss) from ordinary activities before income tax includes the following items of revenue and expense:

	Year Ended 30 June 2016 \$	Year Ended 30 June 2015 \$
Revenue		
Income from provision of goods and services	7,239,344	4,808,618
Interest income	5,374	-
	<u>7,244,718</u>	<u>4,808,618</u>
Other income		
Gains on disposal of property, plant and equipment	41,812	-
Supplier bonuses	50,890	-
Other	66,411	42,627
	<u>159,113</u>	<u>42,627</u>
Depreciation and amortisation		
Depreciation of property, plant and equipment	(116,813)	(83,846)
Amortisation of intangible assets	(176,260)	-
	<u>(293,073)</u>	<u>(83,846)</u>
Employment costs		
Directors' remuneration	(390,333)	(323,916)
Wages, salaries and superannuation	(674,489)	(789,029)
Other employment related costs	(93,201)	(101,236)
Accrual of employment benefits provision	(17,470)	(68,366)
	<u>(1,175,493)</u>	<u>(1,282,547)</u>

Part 10 - Commentary on Results

Please refer to attached presentation for commentary on results.

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Part 11 – Segment Information (Current Year)

Year ended 30 June 2016	Monitoring (\$)	Guarding (\$)	Services (\$)	Total (\$)
Revenue				
Revenue	2,841,312	3,930,483	467,549	7,239,344
Total Segment Revenue	2,841,312	3,930,483	467,549	7,239,344
<i>Reconciliation of segment revenue to group revenue:</i>				
Interest				5,374
Other income				159,113
Total group revenue and other income				7,403,831
Segment net profit / (loss) from continuing operations before tax	1,165,388	482,053	(363,712)	1,283,729
<i>Reconciliation of segment profit / (loss) to group profit / (loss):</i>				
Amounts not included in segment results but reviewed by the board:				
Administrative expenses				206,043
Business acquisition and integration costs				871,750
Compliance and regulatory				454,382
Depreciation				293,073
Employee benefits				1,175,493
Finance costs				399,772
Impairment				30,560
Legal costs				57,397
Marketing & business development				135,807
Occupancy expenses				182,071
Share-based payments				983,549
Corporate transaction accounting expense				2,407,444
Net (loss)/profit for the year				(5,749,125)
Segment Assets	4,024,164	2,116,205	-	6,140,368
<i>Reconciliation of segment assets to group assets:</i>				
Unallocated assets				304,096
Total Assets				6,444,464
Segment Liabilities	547,595	337,490	25,515	910,600
<i>Reconciliation of segment liabilities to group liabilities:</i>				
Unallocated liabilities				4,787,156
Total Liabilities				5,697,756

Part 11 – Segment Information (Prior Year)

Year ended 30 June 2015	Monitoring (\$)	Guarding (\$)	Services (\$)	Total (\$)
Revenue				
Revenue	1,482,864	2,534,136	791,618	4,808,618
Total Segment Revenue	1,482,864	2,534,136	791,618	4,808,618
<i>Reconciliation of segment revenue to group revenue:</i>				
Other income				42,627
Total group revenue and other income				4,851,245
Segment net profit / (loss) from continuing operations before tax	420,458	505,907	(40,015)	886,350
<i>Reconciliation of segment profit / (loss) to group profit / (loss):</i>				
Amounts not included in segment results but reviewed by the board:				
Administrative expenses				222,606
Business acquisition and integration costs				185,299
Compliance and regulatory				763,748
Depreciation				15,696
Employee benefits				1,282,547
Finance costs				443,837
Impairment				6,209
Legal costs				73,794
Marketing & business development				27,463
Occupancy expenses				273,386
Net (loss)/profit for the year				(2,365,609)
Segment Assets	463,888	98,238	3,982	566,109
<i>Reconciliation of segment assets to group assets:</i>				
Unallocated assets				494,426
Total Assets				1,060,535
Segment Liabilities	622,466	73,829	-	696,295
<i>Reconciliation of segment liabilities to group liabilities:</i>				
Unallocated liabilities				6,789,350
Total Liabilities				7,485,645

Part 12 - Notes to Consolidated Statement of Financial Position

The following notes are relevant to form an understanding of the consolidated statement of financial position:

	Year Ended 30 June 2016 \$	Year Ended 30 June 2015 \$
Trade and other receivables		
Trade receivables	831,927	341,978
Less: provision for impairment	(18,676)	(11,627)
Accrued income receivable	271,568	47,592
Loans to other parties and other receivables	31,060	30,000
Goods and Services Tax receivable	22,139	-
	1,138,018	407,943
Financial assets		
Security bonds and guarantees	167,969	25,232
Option fee - business acquisition	-	279,940
	167,969	305,172
Other assets		
Prepayments	137,764	45,301
	137,764	45,301
Plant and equipment		
Plant and equipment	973,022	742,888
Accumulated depreciation	(597,060)	(496,089)
	375,962	246,799
Intangible assets		
Customer related intangibles	2,797,174	828,000
Accumulated impairment	(828,000)	(828,000)
Accumulated amortisation	(166,030)	-
	1,803,144	-
Software development costs	78,049	-
Accumulated amortisation	(10,231)	-
	67,818	-
Intellectual property	6,065	-
	6,065	-
Goodwill	1,487,605	-
Provisional goodwill related to recent business acquisitions	798,533	-
	2,286,138	-
	4,163,165	-

**Part 12 - Notes to Consolidated Statement of Financial Position
(Continued)**

	Year Ended 30 June 2016 \$	Year Ended 30 June 2015 \$
Trade and other payables		
Trade payables	611,736	345,847
Accrued expenses	298,569	356,067
Interest payable	310,421	214,436
ATO liabilities	344,213	1,128,555
Payroll tax liabilities	119,959	245,244
Superannuation payable	110,219	474,206
Other payables	8,132	8,050
	1,803,249	2,772,405
Provisions		
Current provisions		
Short term employee provisions	471,495	385,865
Provision for fines and penalties related to historically late superannuation payments	555,782	429,193
	1,027,277	815,058
Non-current provisions		
Long term employee provisions	63,795	-
	63,795	-
Borrowings		
Current borrowings		
Hire purchase and equipment finance	145,811	79,197
<i>Less: Unexpired interest</i>	(23,631)	(5,368)
Short-term borrowings	526,646	40,774
Loans	535,000	2,320,535
Convertible notes	-	590,000
Director loans	-	294,958
Vendor finance	-	558,476
	1,183,826	3,878,572
Non-current borrowings		
Loans	1,600,000	-
Related entity loans	19,609	19,609
	1,619,609	19,609

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Part 13 - Notes to the Consolidated Statement of Cash Flows

	Year Ended 30 June 2016 \$	Year Ended 30 June 2015 \$
(a) Reconciliation of cash:		
For the purposes of the Statement of Cashflows, cash includes cash on hand, and in banks, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the statements of cash flows is reconciled to the related items in the Balance Sheet as follows:		
Cash and cash equivalents	448,581	51,338
	<u>448,581</u>	<u>51,338</u>
(b) Reconciliation of net cash used in operating activities to loss after income tax		
Profit (loss) after income tax	(5,749,125)	(2,365,609)
<i>Add non-cash items:</i>		
Depreciation	293,073	83,846
Gain on disposal of property, plant and equipment	(41,812)	-
Corporate transaction accounting expense	2,407,444	-
Impairment	30,560	6,209
Share-based payments expense	983,549	-
Interest converted to equity	21,752	-
<i>Changes in assets and liabilities:</i>		
(Increase)/decrease in receivables	(433,536)	173,980
(Increase) / decrease in prepayments and other assets	44,740	15,265
(Increase)/(decrease) in inventories	(56)	94,195
(Increase)/(decrease) in trade and other payables	(1,418,622)	370,150
Increase/(decrease) in provisions	276,857	464,486
Net cash used in operating activities	<u><u>(3,585,176)</u></u>	<u><u>(1,157,478)</u></u>

Part 14 - Details Relating to Dividends

Date the dividend is payable	Not Applicable
Record date to determine entitlement to the dividend	Not Applicable
Amount per security	Not Applicable
Total dividend	Not Applicable
Amount per security of foreign sourced dividend or distribution	Not Applicable
Details of any dividend reinvestment plans in operation	Not Applicable
The last date for receipt of an election notice for participation in any dividend reinvestment plans	Not Applicable

Part 15 - Earnings/Loss per Share

	Consolidated	
	Year Ended 30 June 2016	Year Ended 30 June 2015
From continuing operations		
Basic earnings/(loss) per share (cents)	(1.02)	(1.81)
The Company's potential ordinary shares are not considered dilutive and accordingly basic loss per share is the same as diluted loss per share.		
Weighted average number of ordinary shares for the purpose of basic earnings per share	562,633,880	130,762,296

Part 16 - Net Tangible Assets per Security

	30 June 2016	30 June 2015
Net tangible asset backing per ordinary security (cents)	(0.47)	(3.89)

Part 17 - Details of Entities Over Which Control has been Gained or Lost

Name of entity	Threat Protect Australia Limited (formerly East Africa Resources Limited)
Date of acquisition	4 September 2015
Contribution of the controlled entity (or group of entities) to the profit/(loss) from ordinary activities during the period, from the date of gaining or losing control	\$ (4,127,534)
Profit (loss) from ordinary activities of the controlled entity (or group of entities) for the whole of the previous corresponding period	\$ (3,949,153)
Contribution to consolidated profit/(loss) from ordinary activities from acquisition date	Not Applicable

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Part 17 - Details of Entities Over Which Control has been Gained or Lost (Continued)

(Threat Protect Australia Limited Continued)

Description of acquisition:

Threat Protect Australia Limited (formerly East Africa Resources Limited) (“Threat Protect”) completed the legal acquisition of Threat Protect Group Pty Ltd (“TPG”) on 4 September 2015 as detailed in the prospectus and supplementary prospectus announced by the Company.

TPG (the legal subsidiary) was deemed to be the acquirer for accounting purposes as it has obtained control over the operations of the legal acquirer Threat Protect (the accounting subsidiary).

Accordingly, the consolidated financial statements of Threat Protect Australia Limited have been prepared as a continuation of the financial statements of TPG. TPG (as the deemed acquirer) has accounted for the acquisition of Threat Protect Australia Limited from 4 September 2015.

Name of entity	Chipla Holdings Pty Ltd (Trading as “Monitoring Excellence”)
Date of acquisition	1 October 2015
Contribution of the controlled entity (or group of entities) to the profit/(loss) from ordinary activities during the period, from the date of gaining or losing control	\$483,851
Profit (loss) from ordinary activities of the controlled entity (or group of entities) for the whole of the previous corresponding period	\$258,584
Contribution to consolidated profit/(loss) from ordinary activities from sale of interest leading to loss of control	Not Applicable
Description of acquisition:	
On 1 October 2015, Threat Protect Australia Limited acquired 100% of the ordinary share capital and voting rights in Chipla Holdings Pty Ltd (“Monitoring Excellence”).	
Monitoring Excellence is a security services provider which has in excess of 10,000 clients as of acquisition date. The security control room of Monitoring Excellence was closed during the period and its clients were combined with Threat Protect’s in our A1 graded security control room. This has improved the quality of the service to Monitoring Excellence customers as well as reduced the group’s costs through economies of scale which is part of Threat Protect’s core strategy.	

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Part 18 - Details of Associates and Joint Venture Entities

	Ownership Interest		Contribution to net profit/(loss)	
	As at 30/6/16 %	As at 30/6/15 %	Year ended 30/6/16 \$A'000	Year ended 30/6/15 \$A'000
Name of entity	Mkuju Resources Limited	N/A	Mkuju Resources Limited	N/A
Associate	N/A	N/A	N/A	N/A
Joint Venture Entities	72%	N/A	-	N/A
Aggregate Share of Losses	-	N/A	-	N/A

Part 19 - Issued Securities

	30 June 2016 \$	30 June 2015 \$
Issued capital		
A - Fully paid ordinary shares	<u>13,284,696</u>	<u>1,347,303</u>
<i>The following movements in issued capital occurred during the period:</i>		
	Number of Shares	Number of Shares
Opening balance	17,554	10,000
Transactions as a result of reverse acquisition on 4 September 2015:		
- Elimination of existing legal acquiree (Threat Protect Group Pty Ltd ("TPG")) shares	(17,554)	-
- Shares of legal acquirer (Threat Protect Australia Limited ("Threat Protect")) at acquisition date	368,198,180	-
- Issue of shares to TPG vendors	165,000,000	-
- Settlement of accrued liabilities	15,565,653	-
- Part settlement of borrowings	15,000,000	-
- Conversion of convertible notes	38,234,503	-
Other share issues during the period:		
- Issue of shares on 23 December 2014	-	7,554
- Issue of shares on 16 February 2016	102,899,995	-
- Issue of shares on 22 February 2016	333,334	-
- Issue of shares on 31 May 2016	16,666,666	-
Closing balance (Number of shares)	<u><u>721,898,331</u></u>	<u><u>17,554</u></u>

Part 19 – Issued Securities (continued)

	30 June 2016 \$	30 June 2015 \$
Issued capital (continued)		
A - Fully paid ordinary shares (continued)		
Opening balance	1,347,303	1,111,339
Transactions as a result of reverse acquisition on 4 September 2015:		
- Issue of shares to TPG vendors	7,363,964	-
- Settlement of accrued liabilities	311,313	-
- Part settlement of borrowings	300,000	-
- Conversion of convertible notes	611,752	-
Other share issues during the period:		
- Issue of shares on 23 December 2014	-	235,964
- Issue of shares on 16 February 2016	3,087,000	-
- Issue of shares on 22 February 2016	10,000	-
- Issue of shares on 31 May 2016	500,000	-
Share issue costs	(246,686)	-
Closing balance (\$)	13,284,696	1,347,303

	30 June 2016 \$	30 June 2015 \$
A – Options reserve		
<i>The following movements in options occurred during the period:</i>		
	Number of Options	Number of Options
Opening balance	-	-
- Options of legal acquirer (Threat Protect) as at acquisition date 4 September 2015	3,600,000	-
- Consolidation of options in line with reverse acquisition transaction (1:4)	(2,700,000)	-
Transactions as a result of reverse acquisition on 4 September 2015:		
- Issue of consultant and adviser options <i>Options to acquire one ordinary share at 2.5 cents per share on or before 4 September 2018</i>	100,000,000	-
- Issue of non-executive director options <i>Options to acquire one ordinary share at 4.85 cents per share on or before 4 September 2018</i>	15,000,000	-
- Issue of tranche 1 executive director options <i>Options to acquire one ordinary share at 3.8 cents per share on or before 31 October 2020</i>	10,000,000	-
Balance carried forward to following page	125,900,000	-

Part 19 – Issued Securities (continued)

Issued capital (continued)	30 June 2016	30 June 2015
A – Options (continued)	Number of Options	Number of Options
Balance brought forward from previous page	<u>125,900,000</u>	<u>-</u>
Transactions as a result of reverse acquisition on 4 September 2015 (continued):		
- Issue of tranche 2 executive director options <i>Options to acquire one ordinary share at 4.67 cents per share on or before 31 October 2020</i>	10,000,000	-
- Issue of tranche 3 executive director options <i>Options to acquire one ordinary share at 5.11 cents per share on or before 31 October 2020</i>	10,000,000	-
Closing balance (Number of options)	<u>145,900,000</u>	<u>-</u>

	30 June 2016 \$	30 June 2015 \$
A – Options reserve		
<i>The following movements in the options reserve occurred during the period:</i>		
Opening balance	<u>-</u>	<u>-</u>
- Options of legal acquirer (Threat Protect) as at acquisition date 4 September 2015	69,600	-
Transactions as a result of reverse acquisition on 4 September 2015:		
- Balance of options reserve eliminated	(69,600)	-
- Issue of non-executive director options <i>Options to acquire one ordinary share at 4.85 cents per share on or before 4 September 2018</i>	323,501	-
- Issue of tranche 1 executive director options <i>Options to acquire one ordinary share at 3.8 cents per share on or before 31 October 2020</i>	229,578	-
- Issue of tranche 2 executive director options <i>Options to acquire one ordinary share at 4.67 cents per share on or before 31 October 2020</i>	217,842	-
- Issue of tranche 3 executive director options <i>Options to acquire one ordinary share at 5.11 cents per share on or before 31 October 2020</i>	212,628	-
Closing balance of options reserve (\$)	<u>983,549</u>	<u>-</u>

Part 20 – Subsequent Events

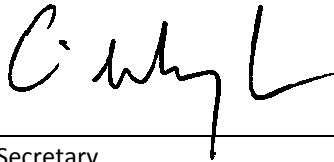
No material events occurred subsequent to reporting date.

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Part 21 - Audit/Review Status

This report is based on accounts to which one of the following applies: (Tick one)			
The accounts have been audited	<input type="checkbox"/>	The accounts have been subject to review	<input type="checkbox"/>
The accounts are in the process of being audited or subject to review	<input checked="" type="checkbox"/>	The accounts have not yet been audited or reviewed	<input type="checkbox"/>

<p>If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:</p> <p>Not Applicable</p>
<p>If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:</p> <p>Not Applicable</p>



Signed: _____
Company Secretary

Dated: 31 August 2016

Print name: Simon Whybrow

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A leading provider of security services in Western Australia

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SECURITY WITHOUT COMPROMISE

Threat Protect Australia Limited

FY2016 Results Presentation

ASX Code: TPS

Demetrios Pynes, Managing Director



Monitored Security Systems | CCTV and Access Control | Corporate Risk Consultancy | Security Personnel

Threat Protect Australia Limited
ABN 36 060 774 227
www.threatprotect.com.au

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Caution Regarding Forward Looking Information.

This document may contain forward looking statements concerning Threat Protect. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company’s actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability. Forward looking statements in this document are based on Threat Protect’s beliefs, opinions and estimates of Threat Protect as of the dates the forward looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments

Threat Protect Overview



Threat Protect offers security based services to help protect people, property and enterprise

Monitored Security Systems

- ▶ Alarms, access control, CCTV
- ▶ Tracking and duress



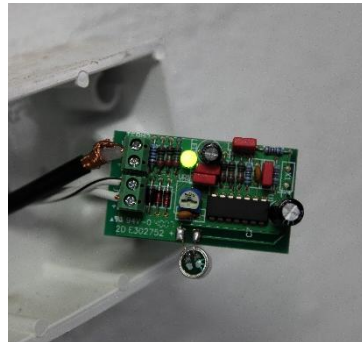
Manpower Services

- ▶ Security officers
- ▶ Security advisors
- ▶ Close personal protection



Risk Consultancy

- ▶ Threat Assessments
- ▶ Counter surveillance
- ▶ Investigations



FYE 2016 Highlights

Activity Highlights

- September 2015 After completion of reverse take over (“RTO”), Threat Protect Australia Limited reinstated onto ASX “TPS”
- RTO Capital raising of \$5.5M, February share placement raising \$3.1M
- Acquired and integrated 5 additional security businesses, in WA and NSW
- Obtained NSW Security license as part of expansion into NSW market

Revenue

- Total Revenue \$7.24M , in line with FY16 Guidance Update
- Monitoring revenue generally 36 or 48 month contracts paid via direct debit, quarterly in advance
- Guarding revenue expanding in both WA and NSW with the acquisition of AEP and IRG in February 2016
- 60% of non monitoring revenue, up from 48% reported at half year, is contracted predominantly with large corporate or government clients

Statutory & Normalised Financial Results

- Increased costs of the RTO and ongoing acquisition and integration expenses have impacted on the annual financial result.
- Statutory NPAT (\$5.7M) / Statutory EBITDA (\$5.0M).
- Reconciliation of Statutory EBITDA to normalised EBITDA below

Statutory & Normalised Financial Results Reconciliation

Statutory Results for the year ended 30 June 2016 (000's)		
Revenue	7,245	
Other Income	159	
Statutory Profit/(Loss) before tax	-5,749	
Statutory Profit/(Loss) after tax	-5,749	
Statutory EBITDA	-5,026	
Reconciliation of Statutory EBITDA to normalised EBITDA (000's)		
EBITDA reported for the half year	-5,026	
Add Corporate Transaction Accounting Expense	2,407	<i>Difference between the fair value of consideration paid for Threat Protect business at the date of the RTO and represents a one off non cash cost to the entity</i>
Add Business Acquisition and Integration Costs	861	<i>Costs associated with acquisitions by the Threat Protect group, and integrating costs into the business</i>
Add Share Based Payments	984	<i>Non cash expense incurred by the Company in relation to provision of option incentive packages for the board of the Company at the November 2015 annual general meeting.</i>
Add Other non recurring costs in the period	278	<i>Additional costs incurred by the Company of a one off or extraordinary basis associated with the integration of the new security businesses, organisational change and the listing process</i>
"Normalised" EBITDA for the FY2016	-496	

Looking Forward

Organic Growth Plan & Existing Operations

- Delivery of premium integrated security services to large corporate and government clients.
- Growing national presence with operations expanding on eastern seaboard
- White labelling of Threat Protect's monitoring services to smaller security firms (6 completed in FY2016)
- Focused on efficiencies of operations, and restructure of installation and servicing operations
- Continued expansion of the Safe Haven security monitored app

Capital Structure Initiatives

- Additional equity was raised in February 2016 and used for acquisitions and working capital
- Refinanced company debt facilities, reducing annual finance costs by approx. \$220,000
- Legacy resource assets have been sold and the company is now moving to dispose of the associated subsidiaries

Acquisition Strategy

- Completed acquisition of Sydney-based Integral Risk Group and Perth-based Australian Event Protection
- Pipeline of national expansion of monitoring business, with ongoing discussions held with potential opportunities
- The company continues to review acquisition opportunities to take advantage of the highly fragmented industry

Capital Structure as at 30 June 2016

Share Price	A\$	0.016
No. of Ordinary Shares on Issue	m	721.9
Market Capitalisation	A\$m	11.6
Cash*	A\$m	0.4
Bank Debt	A\$m	2.6
Net Debt	A\$m	2.2
Enterprise Value	A\$m	9.4

Top Shareholders as at 30 June 2016

Alison Howe	4.40%
Demetrios Pynes (MD)	4.36%
Christina Michael	4.20%
Redun Pty Ltd	4.20%
Paul Ferrara (ED)	4.03%
Top 20 Shareholders	47.6%

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Board & Management

Derek La Ferla – Non-executive Chairman

- Experienced corporate lawyer and company director
- Current directorships include Sandfire Resources NL and OTOC Ltd

Demetrios Pynes – Managing Director

- Experienced businessman with specialist finance and security knowledge

Paul Ferrara – Executive Director, Operations

- Experienced in management and information systems, specialising in telecommunications

Ian Olson – Non-executive Director

- Experienced chartered accountant and company director
- Current directorships include Gage Roads Brewing Co Ltd and Pointerra Ltd



Demetrios Pynes

Managing Director

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