



AGENIX LIMITED

ABN 58 009 213 754

Appendix 4E
Preliminary Financial Report

for the year ended
30 June 2008

In compliance with Listing Rule 4.3A

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1. Reporting period

Reporting Period: Year ended 30 June 2008
Previous Period: Year ended 30 June 2007

2. Results for announcement to the market

Results to be announced to the market		A\$'000
Revenue from ordinary activities	Up 11% to	1,066
Profit/(Loss)/ from ordinary activities	Up 309%	(23,283)
Net (Loss)/Gain for the year attributable to members	Up 309%	(23,283)

Commentary

The FY 2008 results were substantially impacted by the debacle in China inherited by the current Board, resulting in a loss for the consolidated entity of \$23,283,000 which included an impairment of the investment in China of \$10,900,000 and a further \$1,209,000 out of a total of \$3,865,000 in relation to the alleged conduct of former CEO, Neil Leggett. For further information refer to the Director's Report in the annual financial report of the company.

3. Income Statement

Refer to the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.

4. Balance Sheet

Refer to the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.

5. Statement of Cash Flows

Refer to the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.

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6. Dividends

No dividends have been paid or proposed by the Company.

7. Statement of Retained Earnings

Refer to the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.

8. Net tangible assets per security

Net tangible asset backing per ordinary security at 30 June 2008 is 1.6 cents and for the previous corresponding period (restated) was 5.8 cents.

9. Details of entities over which control has been gained or lost during the period

In the prior year Agenix entered into contracts to acquire the business and assets of Shanghai Rua Guang Bi-Pharma Development Co (SHRG) and a 96% interest in *Shanghai Yi Sheng Yuan Pharmaceutical Co. Ltd* (YSY) as outlined in the 2007 Annual Report at Note 24 Business Combinations. Following extensive negotiations it was evident that, despite Agenix having a valid claim to beneficial ownership of the shares and related assets in China, there was a legal impediment in completing the acquisition. As a result the 2007 comparatives have been restated in the 2008 financial report. The 96% interest in YSY is not considered to be a 'controlled entity' in accordance with Accounting Standards. The economic entity is in the process of recovering amounts spent on this investment. Refer to the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.

10. Significant information relating to the financial performance and financial position of Agenix

Refer to the commentary in item's 2 & 9 above and the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.

11. Australian Accounting Standards

The financial information provided in this Appendix 4E is based on the annual financial report, which has been prepared in accordance with Australian Accounting Standards.

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12. Commentary on the results for the period

Refer to the commentary in item's 2 & 9 above and the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.

Earnings per share information for the company is as follows:

	FY2008	<u>FY2007</u>
Overall Operations		
Basic and diluted earnings per share (cents per share)	(6.76)	(2.49)
Continuing Operations		
Basic and diluted earnings per share (cents per share)	(6.72)	(5.51)
Discontinued Operations		
Basic and diluted earnings/(loss) per share (cents per share)	(0.04)	3.02

13. Audit of the financial report

The preliminary final report is based on the audited financial report, which is not subject to audit dispute, but which includes a modification for a material uncertainty regarding continuation as a going concern. Refer to the Agenix Limited Annual Financial Report for the year ended 30 June 2008, to be released today.