

WAG Limited

ABN 63 008 666 233

**Half yearly report
period ended 31 December 2007**

Lodged with the ASX under Listing Rule 4.3A

Contents

Results for Announcement to the Market

Other Appendix 4D Information

Half yearly report

APPENDIX 4D

WAG Limited

Half-year ended 31 December 2007

Results for Announcement to the Market

	31 Dec 06	31 Dec 07
	\$	\$
Revenue from ordinary activities	-	9,175
Other income	-	-
Loss from discontinuing operations	(5,116,139)	-
Loss attributable to members of the company	(5,116,139)	(192,737)

Dividends

No Dividends have been declared or paid.

Explanation of Comparative Results

The Company was under external administration from 21 March 2006 to 20 December 2006 and entered into a deed of company arrangement during that time. The Company was released from external administration on 20 December 2006 and subsequently re-instated to the official list of ASX. The result of the deed of company arrangement was a one-off extraordinary loss from discontinued operations which adversely affected the results to 31 December 2006. The Company had not recommenced operations prior to the end of the half year ended 31 December 2006 and hence no income or expense from continued operations was reported. Since that time the Company has recommenced operations and incurred losses from ordinary activities.

Net tangible assets per security	31 Dec 06	31 Dec 07
	Cents / Share	Cents / Share
	0 cents	0.4 cents

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

Not applicable

2. Details of individual and total dividends or distributions and dividend or distribution payments. The details must include the date on which each dividend or distribution is payable, and (if known) the amount per security of foreign sourced dividend or distribution.

Not applicable – no dividends have been declared or paid.

3. Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan.

Not applicable.

4. Details of associates and joint venture entities including the name of the associate or joint venture entity and details of the reporting entity's percentage holding in each of these entities and – where material to an understanding of the report - aggregate share of profits (losses) of these entities, details of contributions to net profit for each of these entities, and with comparative figures for each of these disclosures for the previous corresponding period.

Not applicable

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WAG LIMITED

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**Interim Report
31 December 2007**

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This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual financial report dated 30 June 2007 and any public announcements made by the Company during the period from 1 July 2007 to the date of this report in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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Corporate Directory

Directors	Mr David Steinepreis (non-executive chairman) Mr Patrick Burke (non-executive director) Mr Gary Steinepreis (non-executive director) Mr Ben Zikmundovsky (non-executive director) Mr James Allchurch (non-executive director)
Company Secretary	Gary Steinepreis
Registered Office	Level 1, 33 Ord Street West Perth WA 6005 Telephone: 08 9420 9300
Share Register	Computershare Investor Services Pty Limited Level 2, 45 St Georges Terrace Perth WA 6000 Telephone: 1300 787 575
Auditor	WHK Horwath Level 6, 256 St Georges Terrace Perth WA 6000
Bankers	Westpac Banking Corporation 109 St Georges Terrace Perth WA 6000
Stock Exchange Listing	WAG Limited's shares are listed on the Australian Securities Exchange. Code : WAG
Website Address	www.ascentcapital.com.au

Directors' Report

Your directors present their report on WAG Limited (WAG or the Company) for the half - year ended 31 December 2007.

Directors

The following persons were directors of WAG during the half-year and up to the date of this report:

Mr David Steinepreis (appointed 2 November 2006)

Mr Gary Steinepreis (appointed 2 November 2006)

Mr Patrick Burke (appointed 20 December 2006)

Mr Ben Zikmundovsky (appointed 15 February 2008)

Mr James Allchurch (appointed 15 February 2008)

Principal Activities

During the half-year the principal continuing activities of the Company were radio broadcasting and the investigation of additional opportunities in all business sectors by way of investment, farm-in and / or acquisition.

The Company holds commercial radio broadcasting licences and facilities utilising a Section 40 Australia broadcast licences located in Geraldton, Western Australia.

Review of Operations

During the half-year the Company continued its radio broadcasting activities from its facilities located in Geraldton, which when combined with the day to day operations of a publicly listed company resulted in a loss from continuing operating costs of \$192,737.

The Company continued to investigate opportunities to grow the existing business by way of acquisition and / or investment however none of the opportunities investigated met the financial criteria set by the Company for investment.

During the half-year the Company continued with its evaluation of Pleiades Resources Pty Ltd having acquired 25% of the issued capital of Pleiades in 2007 for a consideration of \$250,000, the evaluation is ongoing and the Company retains its 25% interest.

On 6 July 2007, the Company announced to the market that it had entered into a deed of termination with regard to the farm-in agreement associated with ELA 45/2725, The Mount Cotton project. No further expenditure will be incurred on the Mount Cotton project by the Company and no issue of securities will occur.

Review of Operations (continued)

The Company also pursued alternative investments in other business segments, as approved by shareholders. To aid in this endeavour on 17 December 2007 the Company announced to the market that it had appointed Resource Ventures Pty Ltd to assist in the review of the strategic direction of the Company and to present new opportunities for investment. Subject to shareholder approval, Resource Ventures will be issued with a maximum of 35 million shares and 105 million options in WAG.

Resource Ventures consists of a group of highly experienced individuals concerned with the identification and assessment of resource projects both in Australia and abroad. It acts as an incubation fund providing technical, legal and corporate expertise adding significant value at an early phase of project evaluation.

Resource Ventures also has close ties with several leading stockbroking and corporate advisory firms in Australia that will assist in the financing and development required to advance the various resource projects identified by the group.

As part of the alliance with Resource Ventures, the Company has agreed to appoint James Allchurch and Ben Zikmundovsky to the board of WAG Limited, subject to the approval of shareholders for the issue of securities as detailed above and the competition of the capital raising as detailed below.

As part of the alliance with Resource Ventures the Company agreed to raise \$1,275,000 by:

- 1 A placement under its 15% placement capacity to raise \$768,750 via the issue of 51,250,000 shares at an issue price of 1.5 cents per share.

The placement was completed on 28 December 2007.

- 2 A placement of 33,750,000 shares at an issue price of 1.5 cents per share to raise \$506,250, subject to shareholder approval.

The funds will be used for working capital as the Company continues its radio broadcasting and mineral exploration investment business.

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Matters subsequent to the end of the Half- Year

A general meeting of shareholders was held on 15 February 2008 and the following resolutions were approved:

- 1 The allotment and issue of 35,000,000 shares and 105,000,000 options to Resource Ventures Pty Ltd under the terms and conditions as contained in the notice of meeting dated 14 January 2008.
- 2 The ratification of the allotment and issue of 51,250,000 shares at an issue price of 1.5 cents per share raising \$768,750 completed on 28 December 2007.
- 3 The approval for the Company to undertake a placement of 33,750,000 shares at an issue price of 1.5 cents per share to raise \$506,250. Of the number of shares approved for issue up to 10,125,000 can be issued to related parties.
- 4 The appointment of Mr Ben Zikmundovsky as a director of the Company.
- 5 The appointment of Mr James Allchurch as a director of the Company.

Since 31 December 2007 there has been no matter or circumstance, other than those mentioned above, that has arisen that has significantly affected, or may significantly affect the:

1. Company's operations in future financial years, or
2. results of those operations in future financial years, or
3. Company's state of affairs in future financial years.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 5 of the interim report.

This report is made in accordance with a resolution of directors.



Gary Steinepreis
Director
West Perth 21 February 2008

AUDITOR'S INDEPENDENCE DECLARATION

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of WAG Limited for the half-year ended 31 December 2007, I declare that, to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

WHK HORWATH PERTH AUDIT PARTNERSHIP



SEAN MCGURK
Principal

Perth, WA

Dated 21st day of February 2008

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WAG Limited
Income Statement

For the period 1 July 2007 to 31 December 2007

	Note	Company 2007 \$	Company 2006 \$
Revenue	3	9,175	-
Other expenses	3	(201,912)	-
Loss before income tax		(192,737)	-
Income tax expense		-	-
Loss from continuing operation		(192,737)	-
Loss from discontinuing operations	3	-	(5,116,139)
Loss attributable to the members of the Company		(192,737)	(5,116,139)

Loss per share from continuing operations attributable to the ordinary equity holders of the company:

Basic loss per share and

Diluted loss per share

Cents

Cents

(0.06)

-

Loss per share from discontinued operations attributable to the ordinary equity holders of the company:

Basic loss per share and

Diluted loss per share

-

-

Loss per share from overall operations attributable to the ordinary equity holders of the company:

Basic loss per share and

Diluted loss per share

(0.06)

-

The above income statement should be read in conjunction with the accompanying notes.

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WAG Limited
Balance Sheet
As at 31 December 2007

	Note	31 December 2007 \$	30 June 2007 \$
ASSETS			
Current assets			
Cash and cash equivalents		1,319,206	845,122
Trade and other receivables		8,769	20,844
Total current assets		1,327,975	865,966
Non current assets			
Investments in other entities	4	250,000	250,000
Total non current assets		250,000	250,000
Total assets		1,577,975	1,115,966
LIABILITIES			
Current liabilities			
Trade and other payables		20,398	92,121
Total current liabilities		20,398	92,121
Total liabilities		20,398	92,121
Net assets		1,557,577	1,023,845
EQUITY			
Contributed equity	5	57,990,923	57,264,454
Reserves		1,000	1,000
Accumulated losses		(56,434,346)	(56,241,609)
Total equity		1,557,577	1,023,845

The above balance sheet should be read in conjunction with the accompanying notes.

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WAG Limited
Statement of changes in equity
For the period ended 31 December 2007

	Contributed equity	Reserves	Accumulated losses	Total
Balance at 1 July 2005	50,413,845	1,704,245	(51,784,202)	333,888
Loss for the period	-	-	(5,116,139)	(5,116,139)
Total recognised income and expenses for the period	-	-	(5,116,139)	(5,116,139)
Transfer of capital profits reserve	-	(1,704,245)	1,704,245	-
Issued Capital	4,782,251	-	-	4,782,251
Balance 31 December 2006	55,196,096	-	(55,196,096)	-

	Contributed equity	Reserves	Accumulated losses	Total
Balance at 1 July 2007	57,264,454	1,000	(56,241,609)	1,023,845
Total recognised income and expenses for the period	-	-	(192,737)	(192,737)
Issued Capital	768,750	-	-	768,750
Cost of issued capital	(42,281)	-	-	(42,281)
Balance 31 December 2007	57,990,923	1,000	(56,434,346)	1,557,577

The above statement of changes in equity should be read in conjunction with the accompanying notes.

WAG Limited
Cash flow statement

For the period 1 July 2007 to 31 December 2007

	Half - Year 2007	Half - Year 2006
	\$	\$
Cash flows from operating activities		
Receipts from the Australian Taxation Office (GST refund)	32,466	-
Payments to suppliers and employees (inclusive of goods and services tax)	(294,025)	-
Net cash outflow from operating activities	(261,559)	-
Cash flows from investing activities		
Interest received	9,175	-
Net cash inflow from investing activities	9,175	-
Cash flows from financing activities		
Proceeds from the issue of shares and other equity securities	768,750	-
Share and other equity securities issue transaction costs	(42,282)	-
Net cash inflow from financing activities	726,468	-
Net increase in cash and cash equivalents	474,084	-
Cash and cash equivalents at the beginning of the half-year	845,122	-
Cash and cash equivalents at the end of the half-year	1,319,206	-

The above cash flow statement should be read in conjunction with the accompanying notes.

1 Basis of preparation

This general purpose financial report for the interim half - year reporting period ended 31 December 2007 has been prepared in accordance with Australian Accounting Standard AASB134: *Interim Financial Report*, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001* unless stated otherwise.

The accounting policies have been consistently applied and are consistent with those in the 30 June 2007 financial report.

Comparatives for the income statement, cash flow statement and statement of changes in equity for the half - year ended 31 December 2006 have been prepared for an 18 month period from 1 July 2005 to 31 December 2006. As a result of the Company being under external administration since 21 March 2006, the presentation of the loss for the 18 month period to 31 December 2006 and the cash flows for the 18 month period to 31 December 2006 have been shown as a 'net' position as it has not been possible to determine the exact nature of revenue and expenditure or cash flow splits into statutory discrete reporting periods.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual financial report for the year ended 30 June 2007 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

2 Segment Information

Business Segment

The Company currently operates in one business segment being the radio broadcasting and infrastructure business. The Company is currently investigating opportunities for investment in the mining and exploration business segment.

Geographical Segment

The Company operates in one geographic segment as it is domiciled in Australia and currently operates within Australia.

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WAG Limited
Notes to the financial statements
31 December 2007
Continued

3	Loss from continuing and discontinuing operations	Period ended 31 December 2007	Period ended 31 December 2006
		\$	\$
	Loss before income tax includes the following specific revenues and expenses:		
	Continuing operations:		
	Interest earned	9,175	-
	Corporate compliance costs	(33,181)	-
	Corporate management fees	(90,000)	-
	Occupancy costs	(46,214)	-
	General administration costs	(32,517)	-
	Discontinued operations trading revenue and expenses, loss of capital, impairment of assets	-	(5,116,139)
	Loss before tax	<u>(192,737)</u>	<u>(5,116,139)</u>
	Income tax	-	-
	Loss from continued and discontinued operations after tax	<u>(192,737)</u>	<u>(5,116,139)</u>

4	Other Assets	31 December 2007	30 June 2007
		\$	\$
	Investment in Pleiades Resources Pty Ltd	250,000	250,000
		<u>250,000</u>	<u>250,000</u>

The investment in Pleiades Resources Pty Ltd is at cost. The Directors' have reviewed this value and determined that in their opinion there is no impairment required as at the date of this report.

5	Contributed Equity	31 December 2007	31 December 2007	31 December 2006	31 December 2006
(a)	Share Capital	Shares	\$	Shares	\$
	Ordinary shares fully paid	<u>393,885,706</u>	<u>57,990,923</u>	37,635,706	55,196,096

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WAG Limited
Notes to the financial statements
31 December 2007
Continued

5 Contributed Equity (continued)

(b) Movement in Share Capital	Half - Year 2007 Shares	Half - Year 2007 \$	Half - Year 2006 Shares	Half - Year 2006 \$
Opening balance July	342,635,706	57,264,454	195,911,624	50,413,845
Entitlement issue 6 July 2005	-	-	31,102,092	3,732,251
Placement 29 September 2005	-	-	15,000,000	1,050,000
Performance rights 15 November 2005	-	-	166,700	-
MD employment contract	-	-	2,500,000	-
Consolidation on a 2 for 13 basis	-	-	(207,044,710)	-
Placement 28 December 2007	51,250,000	768,750	-	-
Cost of share issues	-	(42,281)	-	-
Closing balance ordinary shares fully paid	393,885,706	57,990,923	37,635,706	55,196,096

6 Contingent Liabilities

There were no contingent liabilities as at the date of this report.

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7 Events occurring after the balance sheet date

A general meeting of shareholders was held on 15 February 2008 and the following resolutions were approved:

- 1 The allotment and issue of 35,000,000 shares and 105,000,000 options to Resource Ventures Pty Ltd under the terms and conditions as contained in the notice of meeting dated 14 January 2008.
- 2 The ratification of the allotment and issue of 51,250,000 shares at an issue price of 1.5 cents per share raising \$768,750 completed on 28 December 2007.
- 3 The approval for the Company to undertake a placement of 33,750,000 shares at an issue price of 1.5 cents per share to raise \$506,250. Of the number of shares approved for issue up to 10,125,000 can be issued to related parties.
- 4 The appointment of Mr Ben Zikmundovsky as a director of the Company.
- 5 The appointment of Mr James Allchurch as a director of the Company.

Since 31 December 2007 there has been no matter or circumstance, other than those mentioned above, that has arisen that has significantly affected, or may significantly affect the:

- 1 Company's operations in future financial years, or
- 2 results of those operations in future financial years, or
- 3 Company's state of affairs in future financial years.

In the directors' opinion:

- 1 the financial statements and notes set out on pages 6 to 13 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards, except for AASB101: *Presentation of Financial Statements*, with regard to the requirement to report comparatives for the previous half - years financial accounts, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) give a true and fair view of the Company's financial position as at 31 December 2007 and of its performance, for the half - year ended on this date; and
- 2 there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Gary Steinepreis
Director
West Perth
21 February 2008

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF WAG LIMITED

Report on the half-year financial report

We have reviewed the accompanying half-year financial report of WAG Limited (the Company), which comprises the balance sheet as at 31 December 2007, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a description of accounting policies, other selected explanatory notes and the directors' declaration

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 the 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 2007 and its performance for the half-year ended on that date; and complying with the Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of WAG 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.

Independence

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

Basis for Qualified Conclusion

- 1) As discussed in Note 1 to the financial statements, comparative information for the income statements, cashflow statement and statement of changes in equity has been presented for an 18 months period from 1 July 2005 to 31 December 2006. This is not in accordance with AASB 101: "Presentation of Financial Statements".
- 2) As discussed in Note 1 to the financial statements the Company was under external administration from 21 March 2006 to 20 December 2006 and as such has been unable to separate the loss as disclosed in the income statement and the movements in the cash balances, as disclosed in the cashflow statement into separate reporting periods as required by Section 323 D of the Corporations Act 2001. As a result of this, the income statement and cashflow statement do not disclose the full details for the 18 month period as required under AASB 101: Presentation of Financial Statements.

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Qualified Conclusion

Except for the effects and adjustments, if any, as might have been determined to be necessary, had we been able to satisfy ourselves with regard to the comparatives, the separation of the income statement, cashflow statement and associated notes into two discrete reporting periods, and full disclosures of the nature or function of expenses incurred by the Company, Based on our review, which is not an audit, we have not become aware of any other matter that makes us believe that the half-year financial report of WAG 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 2007 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

WHK HORWATH PERTH AUDIT PARTNERSHIP



SEAN MCGURK
Principal

Perth, WA
Dated this 21st day of February 2008