



INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

ANNUAL REPORT
FOR THE YEAR ENDED
30 JUNE 2006

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

Board of Directors

Directors

M Einfeld
R Maré
D McDonald
J Manny

Company Secretary

D Hughes

ASX Code: ICP

This financial report covers both International Concert Attractions Limited as an individual entity and the consolidated entity consisting of International Concert Attractions Limited and its controlled entities.

International Concert Attractions Limited is a company limited by shares, incorporated in Australia.

Share Registry

Computershare Investor Services Pty Limited
452 Johnston Street
Abbotsford VIC 3067
Telephone: 1300 850 505

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Directory

International Concert Attractions Limited

ABN 87 061 041 281

Registered and Corporate Office

Level 2
131 Macquarie Street
Sydney NSW 2000
Telephone: (02) 9258 9950
Facsimile: (02) 9258 9999

Auditors

Nexia Court & Co
Level 29 Tower Building
Australia Square
264 George Street
Sydney NSW 2000
Telephone: (02) 9251 4600

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

YEAR ENDED 30 JUNE 2006
(Previous corresponding period:
Year ended 30 June 2005)

RESULTS FOR ANNOUNCEMENT TO THE MARKET

| | | % | | \$ |
|---|-----------|----|----|-----------|
| Revenue from ordinary activities | Decreased | 99 | to | 307,551 |
| Loss from continuing activities after tax attributable to members | Decreased | 96 | to | (532,623) |
| Net loss for the year attributable to members | Decreased | 96 | to | (532,623) |

| Dividends/distributions | Amount per security | Franked amount per security |
|-------------------------|---------------------|-----------------------------|
| Final dividend | Nil | Nil |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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Chairman's Report

On 26 April 2006 I was appointed to the Board of International Concert Attractions Limited (ICA) as non-executive director and Chairman.

Since the departure of the previous management on 23 May 2005 the Company has been consolidating its position in the industry. It is the Board's view that we must redefine how the Company will grow and enhance shareholder value by profitably managing all aspects in the attraction business within our control.

Consistent with our "Principal Activities Statement", the Company plans to acquire technology to broaden access to its products and extend its electronic distribution footprint. Live attractions struggle to compete against digital in-home and other forms of entertainment media. This is due to the convenience of competing entertainment formats being securely billed and dispersed through electronic means. The ability of the Company to access, market and distribute entertainment products at ATM terminals removes many of the non venue-related barriers without significant lifestyle impediments.

Currently, product sales are limited by geographic access to authorised ticket agents or reluctance to trust web based payments due to the prevalence of fraudulent "shadow web sites". Income certainty is compromised through the lag between online bookings and the manual collection of ticket sales revenues from selling agents. Owning part of the ticketing process reduces reliance on expensive commissioned agents and gives greater negotiation leverage and security of invested funds.

The Company is therefore proposing to invest in ticket access technologies that are familiar and accessible to anyone using electronic card based payments systems. Thus tickets to attractions will become available at a range of ATM locations matching audience to attraction.

It is proposed that ultimately ticket booking, sales and printing will be available through the terminals so as to supplement attraction revenues rather than costs. The Company will also seek to expand and capitalise on other entertainment products that can be distributed through its electronic distribution footprint to supplement attraction revenues.

Initial marketing will be via receipt based advertising and signage "light boards" and then through more sophisticated on-screen marketing.

This year has been a difficult time for the Company, directors and shareholders alike. I express my thanks to the Board for their commitment. The ongoing support received from our shareholders is also greatly appreciated. I look forward to your ongoing support as we enter what I hope will be a new more profitable era.



The Hon Marcus R Einfeld AO QC
Chairman

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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DIRECTORS' REPORT

The directors present their report together with the financial report of International Concert Attractions Limited ("the company") and of the consolidated entity, being the company and its controlled entities, for the year ended 30 June 2006 and the auditors' report thereon.

1 Directors

The directors of the company at any time during or since the end of the financial year are:

The Hon Marcus Einfeld - Non-Executive Chairman Age: 63
AO QC PhD

Experience and Expertise

The Hon Marcus Einfeld is a former Justice of the Federal Court of Australia and the Supreme Courts of New South Wales, Western Australia and the Australian Capital Territory. He presently serves as a Justice of a number of overseas courts in an honorary capacity. Prior to his appointment as a Judge, Dr Einfeld practised as a Queens [Senior] Counsel for 10 years and was a practising barrister in Australia and the United Kingdom for 15 years.

He has advised some of Australia's largest companies and appeared in many of Australia's most famous cases across a broad range of subject matters, including commercial law, corporations law, industrial law and workplace relations, compensation and personal injury and criminal law (including major corporate frauds).

Appointed a Director of the company on 26 April 2006.

Other Current Directorships

Chairman of the Strathfield Group Limited, Diamond Rose NL and Coverforce Pty Ltd.

Former Directorships in last 3 years

Nil.

Special Responsibilities

Chairman of the Board.

Mr Richard Maré - Executive Director
MBA, B.Bus, JP, AAIM, MAICD, AFin

Age: 38

Expertise and Experience

Mr Maré has held a variety of general management roles across a number of industries including Dollar Sweets Limited, Snackfoods Limited and AV Jennings Limited.

He has had a particular focus on under-performing companies and their turn around. Mr Maré has significant experience in financial management, risk management, organizational redesign and performance management.

Appointed a Director on 23 May 2005.

Other Current Directorships

Nil.

Former Directorships in last 3 years

Nil.

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DIRECTORS' REPORT
(Continued)

1 Directors (Continued)

Mr Richard Maré - Executive Director (Continued)

Special Responsibilities

Remuneration and Audit Committee Member

Mr David Richard McDonald – Non Executive Director Age : 64

Expertise and Experience

Mr McDonald is a Fellow of FINSIA (Financial Services Institute of Australasia). He is the Founder & Principal of Equity Capital Solutions and a Director of several unlisted public companies.

Mr McDonald was an Associate of the Society of CPA's, a Registered Tax Agent and a Registered Company Auditor.

Appointed a Director on 27 January 2005.

Other Current Directorships

Nil.

Former Directorships in last 3 years

Nil.

Special Responsibilities

Remuneration and Audit Committee Member

Mr James Manny – Executive Director Age: 45

Expertise and Experience

Mr Manny has held numerous Investment Banking positions. He has expertise in treasury, IPO Project Management and capital raising, and is currently Managing Director of Credit New Holland Group Limited.

Appointed a Director on 28 September 2005.

Other Current Directorships

Nil.

Former Directorships in last 3 years

Nil.

Special Responsibilities

Nil.

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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DIRECTORS' REPORT
(Continued)

1 Directors (Continued)

Movements in Directorate during the financial year

Mr Frits Maré (*Appointed 23.5.05 Resigned 24.4.06*)
 Mr Ian Roberts (*Appointed 26.5.04, Resigned 9.8.05*)
 Mr Sean Agnew (*Appointed 9.8.05, Resigned 30.9.05*)
 Mr Kerry Jewel (*Appointed 23.5.05, Resigned 7.9.05*)

2 Company Secretary

The company secretary of the company at any time during or since the end of the financial year was:

Mr David Hughes – Company Secretary

Mr Hughes has over 20 years experience as Secretary to public listed companies.

In addition to his role with International Concert Attractions Limited, he is currently acting as Secretary or Joint Company Secretary for the following listed public companies:

Latrobe Magnesium Limited, Imperial Corporation Limited, Hudson Investment Group Limited and Hudson Resources Limited.

Appointed as Secretary on 1 July 2005.

Mr David Andrew – Joint Company Secretary (resigned 18 January 2006)

Mr Andrew has over 20 years experience as Secretary to public listed companies.

He has previously acted as Secretary of Bendigo Mining NL and in addition to International Concert Attractions Limited, currently serves as Company Secretary to both Intercom Limited and Purus Energy Limited.

3 Directors Meetings

| | Board Meeting | | Audit and Remuneration Committee Meetings | |
|------------|--|--|--|--|
| | No of meetings attended | No of meetings eligible to attend | No of meetings attended | No of meetings eligible to attend |
| M Einfeld | 1 | 1 | - | - |
| R Maré | 8 | 8 | 1 | 1 |
| J Manny | 4 | 4 | - | - |
| D McDonald | 8 | 8 | 1 | 1 |
| F Maré | 7 | 7 | - | - |
| S Agnew | 1 | 1 | - | - |
| I Roberts | 1 | 1 | - | - |
| K Jewel | 3 | 3 | - | - |

4 Principal Activities

The principal activities for the consolidated entity during the course of the financial year were investments in concerts and theatrical performances.

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DIRECTORS' REPORT
(Continued)

The Company is also in pursuit of other strategies that deliver greater control over the revenues generated from the "Presenting" and "Producing" of attractions. The Company has reviewed and negotiated transactions that, subject to shareholder approval, may allow the expansion and exploitation of its electronic distribution footprint.

5 Review and Results of Operations

The net loss of the consolidated entity for the year ended 30 June 2006 was \$532,623 (2005: \$15,149,220 loss).

Whilst the result is disappointing, it is a reflection on where the Company has been. To arrest this slide the Company has been consolidating its position within the entertainment industry and is now pursuing further entertainment projects directly in entertainment and entertainment marketing projects. We have undertaken a complete review of the entertainment industry and strategies the company could embark on to make it stronger and more profitable.

The changes outlined by our Chairman will ensure that we embark on a new journey that will hopefully see the company with a better revenue and profit model that will provide for sustainable and profitable growth.

6 Dividends

The directors have not recommended the payment of a final dividend.

7 State of Affairs

The following significant changes in the state of affairs of the company occurred during the financial year:

- i. On 18 August 2005 the company raised \$82,500 through a placement of 16,500,000 ordinary shares.
- ii. In December 2005 the company raised \$600,000 through the placement of 40,000,000 shares to Union Pacific Pty Limited.
- iii. In January 2006 a further \$700,000 was raised through the placement of 40,000,000 ordinary shares.

8 Events Subsequent to Balance Date

The Company made an ASX announcement on 25 July 2006 which stated the following:
In line with the Company's strategy to widen its electronic distribution footprint and its previous announcement on 23 February 2006, the Company is close to completing due diligence on an Australian ATM acquisition.

On satisfactory completion of the due diligence, the Company will sign a heads of agreement with ATMONE Pty Limited for the acquisition of up to 135 ATMs. This agreement will be subject to shareholder approval.

Other than this event there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material or unusual nature likely, in the opinion of the directors of the company to significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

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DIRECTORS' REPORT
(Continued)

9 Likely Developments

The consolidated entity will pursue appropriate investments in order to build shareholder value.

Further disclosure of information regarding likely developments in the operations of the consolidated entity in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the consolidated entity. Accordingly, this information has not been disclosed in this report.

10 Environmental Regulations

The consolidated entity's operations are not subject to significant environmental regulation under Australian legislation in relation to the conduct of its operations.

11 Remuneration Report

This report outlines the remuneration arrangements in place for directors and executives of International Concert Attractions Limited.

The Remuneration Committee is responsible for making recommendations to the Board on remuneration policies and packages applicable to the Board members and senior executives of the company. The broad remuneration policy is to ensure the remuneration package properly reflects the person's duties and responsibilities and level of performance; and that the remuneration is competitive in attracting, retaining and motivating people of the highest quality.

Detail of the nature and amount of each element of the remuneration for each Director of International Concert Attractions Limited and each specified executive of the company are set out in the following tables.

Directors and executives of International Concert Attractions Limited

| Director | Base Salary/Fee s | Superannuation | Options | Shares | Total |
|-----------------|----------------------------------|-----------------------|----------------|---------------|--------------|
| M Einfeld | 10,653 | - | - | - | 10,653 |
| R Maré | 84,700 | - | - | - | 84,700 |
| J Manny | 55,470 | - | - | - | 55,470 |
| D McDonald | 12,475 | - | - | - | 12,475 |
| F Maré | 124,193 | - | - | - | 124,193 |
| K Jewel | - | - | - | - | - |
| I Roberts | - | - | - | - | - |
| S Agnew | 1,515 | - | - | - | 1,515 |

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DIRECTORS' REPORT
(Continued)

11 Remuneration Report (continued)

Specified Executives

Richard Maré and James Manny are the specified executives and executive directors of the company. Their remuneration details are displayed above.

Service Agreements

There are currently no service agreements in place formalising the terms of remuneration of directors.

Loans to Directors

There are currently no loans to directors.

Share Options Granted to Directors

There were no options granted during or since the end of the financial year to any of the Directors of the company or entities in the consolidated entity as part of their remuneration.

At the date of this report there were no unissued shares under option to Directors of the company.

Directors' Interests

No director has a relevant interest in the share capital of the company at the date of this report.

Directors' Interests in Contracts

Since the end of the previous financial year, no contract was entered into and there were no contracts proposed in respect of which any director has an interest. Former Director Frits Maré did enter into a contract, for the provision of his services at \$10,000 per month, which expired when he resigned from the company as a Director.

Options

No options over unissued shares were granted during the year and no options have been granted in the period since the end of the financial year and to the date of this report. At the date of this report there were no unissued shares in the capital of the company under option.

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DIRECTORS' REPORT
(Continued)

12 Indemnification and Insurance of Officers

Indemnification

For those directors and officers in office since 29 September 2005, the company has indemnified them against all liabilities to another person that may arise from their position as directors or officers except where the liability arises out of conduct involving criminal activity or gross negligence.

Insurance Premiums

During the financial year the company has paid premiums in respect of directors' and officers' liability insurance contracts for the year ended 30 June 2006 and since the end of the financial year, the company has agreed to pay on behalf of the companies comprising the consolidated entity, premiums in respect of such insurance contracts for the year ending 30 June 2006. Such insurance contracts insure against certain liability (subject to specific exclusions) persons who are or have been directors or executive officers of the companies comprising the consolidated entity.

The directors have not included details of the nature of the liabilities covered or the amount of the premium paid in respect of the directors' and officers' liability insurance contracts, as such disclosure is prohibited under the terms of the contracts.

13 Non-audit services

During the year Nexia Court & Co, the company's auditor, has performed certain other services in addition to their statutory duties to the company.

The board has considered the non-audit services provided during the year by the auditor, and by resolution, the directors of the company are satisfied that the provision of those non-audit services during the year by the auditor is compatible with, and did not compromise, the auditor independence requirements of the Corporations Act 2001 for the following reasons:

- all non-audit services were subject to the corporate governance procedures adopted by the company and have been reviewed by the audit committee to ensure they do not impact the integrity and objectivity of the auditor; and
- The non-audit services provided do not undermine the general principles relating to auditor independence as set out in Professional Statement F1 Professional independence, as they did not involve reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the company, acting as an advocate for the company or jointly sharing risks and rewards.

The following fees for non-audit services were paid/payable to the external auditors during the year ended 30 June 2006.

| | |
|------------------------|---------------|
| | \$ |
| Due Diligence Services | 10,000 |
| Taxation Services | <u>8,480</u> |
| | <u>18,480</u> |

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**DIRECTORS' REPORT
(Continued)**

14 Auditor's Independence Declaration

We have obtained the following independence declaration from our auditors, Nexia Court & Co.



Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the directors of International Concert Attractions Limited.

In relation to our audit of the financial report of International Concert Attractions Limited for the year ended 30 June 2006, to the best of my knowledge and belief there have been:

- no contraventions of the auditors independence as set out in the Corporations Act 2001 in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink that reads 'Stuart H. Cameron'.

Stuart H Cameron
Partner

Nexia Court & Co
Chartered Accountants

Sydney

9 August 2006



Signed in accordance with a resolution of the directors:

A handwritten signature in black ink that reads 'James Manny'.

James Manny
Director

Sydney
9 August 2006

A handwritten signature in black ink that reads 'Richard Maré'.

Richard Maré
Director

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CORPORATE GOVERNANCE STATEMENT

The company is committed to high standards of corporate governance and aims to comply with the Principles of Good Corporate Governance and Best Practice Recommendations set by the ASX Corporate Governance Council ('CGC'). However, given the current size of the company and its Board of Directors, it is not appropriate or practical to comply fully with those principles and recommendations.

A description of the company's main corporate governance practices is set out below. Unless otherwise stated, all these practices were in place for the entire year.

Board of Directors

The Board of Directors' (the Board's) primary role is the protection and enhancement of long-term shareholder value. In fulfilling this role, the Board is responsible for the overall corporate governance of the company and its controlled entities ensuring the consolidated entity is run in a proper manner.

Responsibilities of the Board

The Board operates in accordance with the broad principles set out in its Charter and Terms of Reference. The Charter details the Board's composition and responsibilities.

The responsibilities of the Board include:

- reporting to shareholders and the market;
- ensuring adequate risk management processes exist and are complied with;
- reviewing internal controls and internal and external audit reports;
- ensuring regulatory compliance;
- monitoring financial performance, including approval of the annual and half-yearly financial reports and liaison with the company's auditors;
- reviewing the performance of senior management;
- monitoring the Board composition, director selection and Board processes and performance;
- validating and approving corporate strategy;
- reviewing the assumptions and rationale underlying the annual plans and approving such plans; and
- authorising and monitoring major investment and strategic commitments.

The Board currently holds 6 scheduled meetings each year plus any ad hoc meetings as may be necessary. The Board met 8 times during the year and directors' attendance is disclosed on page 5.

The agenda for meetings is prepared in conjunction with the Chairman and the Company Secretary. Board papers are circulated in advance of the meetings with the following standing items: Managing Director's Report, consolidated and divisional financial reports, specific decision papers, strategic matters, risk management, corporate governance and compliance.

Composition of the Board

The composition of the Board is determined using the following principles:

- a minimum of three directors, with a maximum of 10;
- the Chairman is appointed by the full Board.

However, at this stage of development of the company, the Board considers it neither appropriate nor cost effective for there to be a majority of independent directors. This matter will be under review and as circumstances allow, consideration will be given to the appropriate time to move to adopting the ASX Corporate Governance Guidelines.

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CORPORATE GOVERNANCE STATEMENT
(Continued)

Composition of the Board (Continued)

Currently, the Board comprises two independent directors one of whom is the Chairman and two non-independent directors.

There is no maximum term set for directors but one third of the Board (excluding the Managing Director) must retire from office by rotation at the conclusion of each Annual General Meeting. The retiring directors are eligible for re-election.

New directors are subject to re-election at the next Annual General Meeting. The retirement age for directors is 70 years at the date of the Annual General Meeting.

At the date of this report, the Board comprises of two executive directors and two non-executive directors. Mr R Maré and Mr J Manny are the executive directors.

Details of the members of the Board, their experience, expertise and qualifications are set out in the Directors' Report on page 4.

The Board has assessed the independence status of the directors and has determined that there are two independent directors.

The Board has followed the CGC guidelines when assessing the independence of the directors which define an independent director to be a director who:

- is non-executive;
- is not a substantial shareholder of the company or an officer of, or otherwise associated, directly or indirectly, with a substantial shareholder of the company;
- has not within the last three years been employed in an executive capacity by the company or another consolidated entity member, or been a director after ceasing to hold such employment;
- within the last three years has not been a principal or employee of a material professional adviser or a material consultant to the company or another consolidated entity member;
- is not a significant supplier or customer of the company or another consolidated entity member, or an officer of or otherwise associated, directly or indirectly, with a significant supplier or customer;
- has no material contractual relationship with the company or another consolidated entity member other than as a director of the company; and
- is free from any interest and any business or other relationship which could, or could reasonably be perceived to, materially interfere with the director's ability to act in the best interests of the company.

Materiality for these purposes is determined on both quantitative and qualitative bases. An amount which is greater than five percent of either the annual turnover of the consolidated entity or an individual director's net worth is considered material for these purposes. In addition, a transaction of any amount or a relationship is deemed material if knowledge of it impacts the shareholders' understanding of the director's performance.

Term in Office

The term in office of each director at the date of this report is as follows:

| Name of Director | Term in Office |
|-------------------------|-----------------------|
| M Einfeld | 3 months |
| R Maré | 1 year 2 months |
| J Manny | 10 months |
| D McDonald | 1 year 7 months |

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CORPORATE GOVERNANCE STATEMENT
(Continued)

Director Education

The company provides a formal induction process for all new employees and directors to educate them on the nature of the business and its operations. Continuing education is provided via the regular Board updates provided by the executive directors.

Chairman

The Chairman is responsible for leading the Board, ensuring that Board activities are organised and efficiently conducted and for ensuring the directors are properly briefed for meetings. The Chairman is also responsible for implementing the consolidated entity's strategies and Board policies.

Board Committees

To assist in the execution of its responsibilities, and to allow detailed consideration of complex issues, the Board has established a number of permanent committees, the details of which are set out below.

Nomination Committee

The Nomination Committee consists of the full Board.

In the event of a vacancy, the Board seeks replacements with the appropriate skills and experience. Where necessary, advice is sought from independent consultants.

Remuneration Committee

The Remuneration Committee comprised the following members during the year:

- Mr Richard Maré - Non-Independent executive
- Mr David McDonald - Independent non-executive

The Committee meets as often as required, but no less than once per year.

The main responsibilities of the Committee are to:

- review and approve the consolidated entity's policy for determining executive remuneration and any amendments to that policy;
- review the on-going appropriateness and relevance of the policy;
- consider and make recommendations to the Board on the remuneration of executive directors (including base salary, incentive payments, equity awards and service contracts);
- to review and approve the design of all equity based plans;
- to review and approve the total proposed payments under each plan; and
- review and approve the remuneration levels for non-executive directors.

The Committee met once during the year and the Committee Members Attendance Record is disclosed in the Table of Directors Meetings included in the Directors' Report at page 6.

Audit Committee

The members of the Audit Committee during the year were:

- Mr Richard Maré – Non-Independent executive
- Mr David McDonald – Independent non-executive

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CORPORATE GOVERNANCE STATEMENT
(Continued)

Audit Committee (Continued)

The Committee met once during the year, and the Members Attendance Record is disclosed in the Table of Directors Meetings included in the Directors' Report at page 6.

The responsibilities of the Audit Committee include:

- reviewing the annual and half year financial reports to ensure compliance with Australian Accounting Standards and generally accepted accounting principles;
- monitoring corporate risk management practices;
- review and approval of the consolidated entity's accounting policies and procedures;
- reviewing the external and internal audit plans, and co-ordination between the internal and external auditors;
- reviewing the nomination, performance and independence of the external auditors; and
- organising, reviewing and reporting on any special reviews or investigations deemed necessary by the Board.

Due Diligence Committee

The Board will from time to time form a Due Diligence Committee to monitor any projects that require a due process of enquiry and substantiation.

External Auditors

The full Board is responsible for the appointment, removal and remuneration of the external auditors, and reviewing the terms of their engagement, and the scope and quality of the audit. In fulfilling its responsibilities, the Board receives regular reports from management and the external auditors at least twice a year, or more frequently if necessary. The external auditors have a clear line of direct communication at any time to the Chairman of the Board.

The current auditors, Nexia Court & Co, were appointed in 2005. The Australian accounting bodies' statement on professional independence requires mandatory rotation of audit partners for listed companies every five years. Nexia Court & Co confirms that they conform to the requirements of the statement.

Nexia Court & Co are required to attend the Annual General Meeting and be available to answer shareholder questions about the conduct of the audit and the preparation and content of the Auditors Report.

Risk Assessment and Internal Control Procedures

The Board oversees the establishment, implementation and review of the company's Risk Management System. To ensure it meets its responsibilities, the Board has implemented appropriate systems for identifying, assessing, monitoring and managing material risk throughout the organisation.

The Board does not employ an internal auditor, although as part of the company's strategy to implement an integrated framework of control, the Board requested the external auditors review internal control procedures. Recommendations once presented are considered by the Board.

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CORPORATE GOVERNANCE STATEMENT
(Continued)

Risk Assessment and Internal Control Procedures (Continued)

The Executive Directors have stated in writing to the Board that:

- The company's financial reports present a true and fair view in all material respects of the company's financial condition and operating results and are in accordance with relevant accounting standards.
- The integrity of the financial statements is founded on a sound system of risk management and internal compliance and control which implements the policies adopted by the Board.
- The company's risk management and internal compliance and control system is operating efficiently in all material respects.

The Board requires this declaration to be made bi-annually.

Policy on Dealing in Company Securities

The company has a policy on how and when the directors and employees may deal in the company's securities. The purpose of this policy is to ensure that the directors and employees deal in the company's securities in a manner which properly reflects their fiduciary duty, and that they do not transact in those securities whilst in possession of price sensitive information.

This policy requires all directors and employees to seek approval from the Chairman and Company Secretary prior to dealing in the company's securities.

Continuous Disclosure

The Executive Directors and Company Secretary is responsible for communications with the ASX. They are also responsible for ensuring compliance with the continuous disclosure requirements of the ASX Listing Rules, and overseeing and co-ordinating information disclosure to the ASX, analysts, brokers, shareholders, the media and the general public.

The company has a written policy on information disclosure that focuses on continuous disclosure of any information concerning the company and its controlled entities that a reasonable person would expect to have a material effect on the price of the company's securities.

Communication with Shareholders

The Board recognizes and respects the rights of our shareholders as the beneficial owners of the company. In order to facilitate the effective exercise of those rights, the company follows a communications strategy that aims to empower shareholders by:

- communicating effectively with them;
- providing easy access to balanced and understandable information about the company; and
- encouraging and facilitating shareholder participation in general meetings.

The company achieves this through the following avenues:

- i) Regular mailings
The company provides shareholders with copies of all announcements made to the ASX by mail on request. Copies are also available via an electronic link to the ASX web site, ensuring that all shareholders are kept informed about the company. Shareholders also have the option of receiving a hard copy of the Annual Report each year.

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CORPORATE GOVERNANCE STATEMENT
(Continued)

Communication with Shareholders (Continued)

- ii) General meetings
All shareholders are invited to attend the Annual General Meetings which are held at the company's Head Office in Sydney or as otherwise advised in the Explanatory Memorandum accompanying the annual report. The full Board and senior executives are present and available to answer questions from the floor, as are the External Auditor and a representative from the company's legal advisors.

Ethical Standards

The company has a Code of Conduct applicable to all employees and directors. The requirement to comply with the Code is mandatory and is communicated to all employees. The Code sets out standards of conduct, behaviour and professionalism.

Access to Independent Professional Advice

Each director has the right of access to all relevant company information and to the company's executives. The directors also have access to external resources as required to fully discharge their obligations as directors of the company. The use of these resources is co-ordinated through the Chairman of the Board. No such advice has been sought during the year.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
INTERNATIONAL CONCERT ATTRACTIONS LIMITED**



**CHARTERED
ACCOUNTANTS**

ABN 71 502 156 733

Scope

The financial report, remuneration disclosures and directors' responsibility

The financial report comprises the income statements, balance sheets, cash flow statements, statements of changes in equity, accompanying notes to the financial statements (notes 1 to 27), the disclosures made as required by Australian Accounting Standard *AASB 124 Related Party Disclosures* of the directors report as permitted by Corporations Act Regulation 2M.6.04 ("remuneration disclosures") and the directors' declaration, (set out on pages 20 to 43), for both International Concert Attractions Limited (the "company") and International Concert Attractions Limited and its controlled entities (the "consolidated entity"), for the year ended 30 June 2006. The consolidated entity comprises both the company and the entities it controlled during the year.

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264 George Street,
Sydney NSW 2000
PO Box H195,
Australia Square NSW 1215
T 61 2 9251 4600
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www.nexiacourt.com.au

The directors of the company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report. The directors are also responsible for preparing the relevant reconciling information regarding the adjustments required under the Australian Accounting Standard *AASB 1 First time Adoption of Australian Equivalents to International Financial Reporting Standards*.

Audit approach

We have conducted an independent audit in order to express an opinion to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance as to whether the financial report is free of material misstatement and the remuneration disclosures comply with Australian Accounting Standard *AASB 124* and Corporations Act Regulation 2M.6.04. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

Partners

Stephen J Rogers
Ian D Stone
Stuart H Cameron
Paul W Lenton
Neil R Hillman
Stephen W Davis
David M Gallery
Robert A McGuinness
Kirsten Taylor-Martin
Andrew S Hoffmann
Graeme J Watman
David R Cust
Craig J Wilford
Sean P Urquhart

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Corporations Act 2001, Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the company's and the consolidated entity's financial position, of their performance as represented by the results of their operations and cash flows and whether the remuneration disclosures comply with Australian Accounting Standard *AASB 124* and Corporation Act Regulation 2M.6.04.

Consultant

Peter J Cowdroy

We formed our audit opinion on the basis of these procedures, which included:

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NEXIA INTERNATIONAL - A WORLDWIDE
NETWORK OF INDEPENDENT ACCOUNTING
AND CONSULTING FIRMS.



LIABILITY LIMITED BY A
SCHEME APPROVED UNDER
PROFESSIONAL STANDARDS
LEGISLATION.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF
INTERNATIONAL CONCERT ATTRACTIONS LIMITED
(Continued)**

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Inherent Uncertainty regarding going concern

Currently, the company has no revenue generating operations. However, it is incurring costs in its endeavours to derive new business for the company. The company has cash reserves of \$502,643. If the company is unable to establish new business operations in the short term, the funds currently held by the company will be used up and may result in the company not being able to pay its debts as and when they fall due.

Qualification

The financial report for the period 30 June 2005 was qualified due to a limitation of scope on the audit evidence for the company's account balances. Accordingly we are not in a position to offer an opinion on the comparatives for 30 June 2005.

Qualified Audit Opinion

1. In our opinion, except for the effects of the items described in the qualification paragraph, and the effects of such adjustments on the financial report, if any, as might have been determined to be necessary had the qualification not existed, the financial report of International Concert Attractions Limited is in accordance with:
 - (a) the Corporations Act 2001, including:
 - (i) giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2006 and of their performance for the year ended on that date; and
 - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
 - (b) other mandatory professional reporting requirements in Australia.
2. The remuneration disclosures that are contained in the Remuneration report at note 12 of the directors' report comply with Australian Accounting Standard *AASB 124 Related Party Disclosures* and Corporations Act Regulation 2M.6.04.



Nexia Court & Co
Chartered Accountants

Stuart H Cameron
Partner

Sydney
9 August 2006

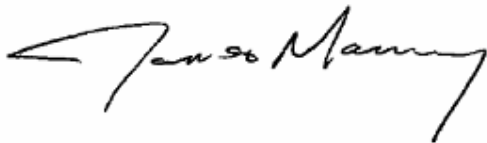
INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

DIRECTORS DECLARATION

In the opinion of the directors of International Concert Attractions Limited:

- a** the financial statements and notes including the remuneration disclosures that are contained in the Remuneration report at note 11 in the directors report, set out on pages 21 to 43, are in accordance with the Corporations Act 2001, including:
 - i** giving a true and fair view of the financial position of the company and consolidated entity as at 30 June 2006 and of their performance, as represented by the results of their operations and their cash flows for the financial year ended on that date; and
 - ii** complying with Accounting Standards and the Corporations Regulations 2001.
- b** there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.
- c** the remuneration disclosures that are contained in the Remuneration report at note 11 of the directors report comply with Australian Accounting Standard AASB 124 *Related Party Disclosures* and Corporations Act Regulation 2M.6.04.

Signed in accordance with a resolution of the directors:



James Manny
Director



Richard Maré
Director

Sydney
9 August 2006

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006

| | Note | Consolidated | | Company | |
|--|-------------|---------------------|---------------------|------------------|---------------------|
| | | 2006 | 2005 | 2006 | 2005 |
| | | \$ | \$ | \$ | \$ |
| Revenues | 4 | <u>307,551</u> | <u>41,319,534</u> | <u>307,551</u> | <u>200,710</u> |
| Employee benefits expense | | - | (8,925,297) | - | - |
| Cost of ticket and merchandise sales 5a | | - | (2,594,921) | - | (189,581) |
| Depreciation and amortisation expense 5a | | (616) | (857,360) | (616) | - |
| Advertising and publicity expenses | | - | (7,166,211) | - | - |
| Venue and show expenses | | - | (13,571,483) | - | - |
| Artistic and creative expenses | | - | (1,319,262) | - | - |
| Royalty expenses | | - | (3,111,301) | - | - |
| License fees | | - | (26,941) | - | - |
| Administrative expenses | | (860,827) | (81,454) | (860,827) | - |
| Other expenses | | - | (3,447,504) | - | (72,007) |
| Other significant items of expense 5b | | - | (14,486,448) | - | (20,194,967) |
| LOSS FROM BEFORE FINANCING | | (553,892) | (14,268,648) | (553,892) | (20,255,845) |
| Financial income | 5c | 21,350 | 58,477 | 21,350 | - |
| Financial expense | 5c | <u>(81)</u> | <u>(81,454)</u> | <u>(81)</u> | <u>-</u> |
| Net financing cost | | <u>21,269</u> | <u>(22,977)</u> | <u>21,269</u> | <u>-</u> |
| LOSS BEFORE INCOME TAX | | (532,623) | (14,268,648) | (532,623) | (20,255,845) |
| Income tax expense | 6 | <u>-</u> | <u>(796,881)</u> | <u>-</u> | <u>-</u> |
| LOSS AFTER TAX FROM OPERATIONS | | (532,623) | (15,065,529) | (532,623) | (20,255,845) |
| Share of profit incurred by outside equity interests | 23 | <u>-</u> | <u>(83,691)</u> | <u>-</u> | <u>-</u> |
| LOSS ATTRIBUTABLE TO MEMBERS OF THE PARENT ENTITY | | (532,623) | (15,149,220) | (532,623) | (20,255,845) |
| | | Cents | Cents | | |
| | | per share | per share | | |
| Basic earnings per share | 9 | (0.34) | (13.6) | | |
| Diluted earnings per share | 9 | (0.34) | (13.6) | | |

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

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

BALANCE SHEET
AS AT 30 JUNE 2006

| | Notes | Consolidated | | Company | |
|-------------------------------------|-------|----------------|--------------------|----------------|------------------|
| | | 2006 | 2005 | 2006 | 2005 |
| | | \$ | \$ | \$ | |
| CURRENT ASSETS | | | | | |
| Cash and cash equivalents | 10 | 502,643 | 112,860 | 502,643 | 88,938 |
| Receivables | 11 | 72,472 | 682,044 | 72,472 | - |
| Other financial assets | 12 | 100,000 | - | 100,000 | - |
| Other | 16 | 1,752 | 66,095 | 1,752 | - |
| TOTAL CURRENT ASSETS | | <u>676,867</u> | <u>860,999</u> | <u>676,867</u> | <u>88,938</u> |
| NON-CURRENT ASSETS | | | | | |
| Plant and equipment | 14 | 7,512 | - | 7,512 | - |
| TOTAL NON-CURRENT ASSETS | | <u>7,512</u> | <u>-</u> | <u>7,512</u> | <u>-</u> |
| TOTAL ASSETS | | <u>684,379</u> | <u>860,999</u> | <u>684,379</u> | <u>88,938</u> |
| CURRENT LIABILITIES | | | | | |
| Payables | 17 | 65,901 | 4,377,454 | 65,901 | 320,337 |
| Interest bearing liabilities | 18 | - | 81,736 | - | - |
| Current tax liabilities | 19 | - | 625,648 | - | - |
| Provisions | 20 | - | 102,972 | - | - |
| TOTAL CURRENT LIABILITIES | | <u>65,901</u> | <u>5,187,810</u> | <u>65,901</u> | <u>320,337</u> |
| TOTAL LIABILITIES | | <u>65,901</u> | <u>5,187,810</u> | <u>65,901</u> | <u>320,337</u> |
| NET ASSETS/(DEFICIENCY IN) | | <u>618,478</u> | <u>(4,326,811)</u> | <u>618,478</u> | <u>(231,399)</u> |
| EQUITY | | | | | |
| Contributed equity | 21 | 18,408,965 | 17,026,465 | 18,408,965 | 17,026,465 |
| Reserves | 22 | - | 1,694 | - | - |
| Accumulated losses | | (17,790,487) | (21,354,970) | (17,790,487) | (17,257,864) |
| TOTAL EQUITY/(DEFICIENCY IN) | | <u>618,478</u> | <u>(4,326,811)</u> | <u>618,478</u> | <u>(231,399)</u> |

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

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2006

| Consolidated | Issued Capital \$ | Reserves \$ | Accumulated (Losses) \$ | Total Equity \$ | Minority Interest \$ | Total Equity/(Def iciency in) \$ |
|---|----------------------------------|------------------------|--|--------------------------------|-------------------------------------|---|
| At 1 July 2004 | 17,026,465 | (22,179) | (6,205,750) | 10,798,536 | (83,686) | 10,714,850 |
| Loss for the year | - | | (15,149,220) | (15,149,220) | 83,686 | (15,065,534) |
| Translation differences | - | 23,873 | - | 23,873 | - | 23,873 |
| At 30 June 2005 | 17,026,465 | 1,694 | (21,354,970) | (4,326,811) | - | (4,326,811) |
| Loss for the year | - | - | (532,623) | (532,623) | | (532,623) |
| Deconsolidation of ICA Presents Pty Limited | - | (1,694) | 4,097,106 | 4,095,412 | - | 4,095,412 |
| New shares issued | 1,382,500 | - | - | 1,382,500 | | 1,382,500 |
| At 30 June 2006 | 18,408,965 | - | (17,790,487) | 618,478 | | 618,478 |

| Company | Issued Capital \$ | (Accumulated Losses)/Retained Profits \$ | Total Equity/ (Deficiency in) \$ |
|------------------------|----------------------------------|---|---|
| At 1 July 2004 | 17,026,465 | 2,997,981 | 20,024,446 |
| Loss for the year | - | (20,255,845) | (20,255,845) |
| At 30 June 2005 | 17,026,465 | (17,257,864) | (231,399) |
| Loss for the year | - | (532,623) | (532,623) |
| New shares issued | 1,382,500 | - | 1,382,500 |
| At 30 June 2006 | 18,408,965 | (17,790,487) | 618,478 |

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

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

CASH FLOW STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

| | Note | Consolidated | | Company | |
|--|------|------------------|------------------|------------------|----------------|
| | | 2006 | 2005 | 2006 | 2005 |
| | | \$ | \$ | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | |
| Receipts from customers | | 20,051 | 41,568,817 | 20,051 | 200,711 |
| Payments to suppliers and employees | | (900,235) | (41,255,155) | (900,235) | (189,581) |
| Borrowing costs | | (81) | (81,454) | (81) | - |
| Interest received | | 21,350 | 58,477 | 21,350 | - |
| Net cash (outflow)/inflow from operating activities | 25ii | <u>(858,915)</u> | <u>290,685</u> | <u>(858,915)</u> | <u>11,130</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | |
| Purchase of plant and equipment | | (7,690) | (16,445) | (7,690) | - |
| Purchase of investments | | (102,190) | (719,622) | (102,190) | - |
| Net cash outflow from investing activities | | <u>(109,880)</u> | <u>(736,067)</u> | <u>(109,880)</u> | <u>-</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | |
| Repayment of borrowings | | - | (63,146) | - | - |
| Proceeds from borrowings | | - | - | - | 683,275 |
| Proceeds from share issue | | 1,382,500 | - | 1,382,500 | - |
| Net cash inflow/(outflow) from financing activities | | <u>1,382,500</u> | <u>(63,146)</u> | <u>1,382,500</u> | <u>683,275</u> |
| NET INCREASE/(DECREASE) IN CASH HELD | | | | | |
| | | 413,705 | (508,528) | 413,705 | 694,405 |
| Movement of cash from deconsolidation of ICA Presents | | 57,814 | - | - | - |
| Cash at the beginning of the financial year | | 31,124 | 539,652 | 88,938 | (605,467) |
| CASH AT THE END OF THE FINANCIAL YEAR | 25i | <u>502,643</u> | <u>31,124</u> | <u>502,643</u> | <u>88,938</u> |

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

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

1 CORPORATE INFORMATION

The financial report of International Concert Attractions Limited the year ended 30 June 2006 was authorised for issue in accordance with a resolution of directors on 1 August 2006.

International Concert Attractions Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Stock Exchange.

The nature of the operations and principal activities of the consolidated entity are described in the directors' report.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a Basis of Preparation

The financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standards. The financial report has also been prepared on a historical cost basis.

The financial report is presented in Australian dollars.

b Statement of compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standard ('AIFRS'). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

This is the first financial report prepared based on AIFRS and comparatives for the year ended 30 June 2005 have been restated accordingly. Reconciliations of AIFRS equity and profit for 30 June

2005 to the balances reported in the 30 June 2005 financial report are detailed in Note 2 (m) below.

c Basis of consolidation

The consolidated financial statements comprise the financial statements of International Concert Attractions Limited and its subsidiaries as at 30 June each year ('the consolidated entity').

The financial statements of subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies.

Adjustments are made to bring into line any dissimilar accounting policies that may exist.

All intercompany balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated in full. Unrealised losses are eliminated unless costs cannot be recovered.

Subsidiaries are consolidated from the date on which control is transferred to the consolidated entity and cease to be consolidated from the date on which control is transferred out of the consolidated entity.

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c Basis of consolidation (Continued)

Where there is loss of control of a subsidiary, the consolidated financial statements include the results for the part of the reporting period during which International Concert Attractions Limited has control.

d Plant and equipment

Plant and equipment is stated at cost less accumulated depreciation and any impairment in value.

Depreciation is calculated on a straight-line basis over the estimated useful life of the asset as follows:

Plant and equipment - over 2.5 to 4 years

Impairment

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash-generating units are written down to their recoverable amount.

The recoverable amount of plant and equipment is the greater of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

No impairment losses have been recognized in the income statement this year.

An item of plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in the income statement in the year the item is derecognised.

e Borrowing costs

Borrowing costs are recognised as an expense when incurred.

f Recoverable amount of assets

At each reporting date, the consolidated entity assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the consolidated entity makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f Recoverable amount of assets (Continued)

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset's value in use cannot be estimated to be close to its fair value less costs to sell and it does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

g Investments

All investments are initially recognised at cost, being the fair value of the consideration given and including acquisition charges associated with the investment.

After initial recognition, investments, which are classified as available-for-sale, are measured at fair value.

h Trade and other receivables

Trade receivables, which generally have a 30 day term, is recognised and carried at original invoice amount less an allowance for any uncollectible amounts.

An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

i Cash and cash equivalents

Cash in the Balance Sheet comprise cash at bank and in hand.

j Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the consolidated entity and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Interest

Revenue is recognized as the interest accrues, taking into account the effective yield on the financial asset

Other Income

Revenue from other sources is recognised as it is earned.

k Income tax

Deferred income tax is provided on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred income tax liabilities are recognised for all taxable temporary differences:

- except where the deferred income tax liability arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k Income tax (Continued)

- in respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, except where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred income tax assets are recognised for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry-forward of unused tax assets and unused tax losses can be utilised:

- except where the deferred income tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in the income statement.

l Other taxes

Revenues, expenses and assets are recognised net of the amount of GST except:

- where the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from the taxation authority is included as part of receivables in the balance sheet.

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l Other taxes (Continued)

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

Commitments and contingencies are disclosed net of the amount of GST recoverable from the taxation authority.

m Impact of adoption of AIFRS

The impacts of adopting AIFRS on the total equity and profit after tax as reported under Australian Accounting Standards applicable before 1 January 2005 ('AGAAP') are illustrated below.

(i) Reconciliation of total equity as presented under AGAAP to that under AIFRS

There are no material differences between total equity presented under AIFRS and those presented under AGAAP.

(ii) Reconciliation of loss after tax under AGAAP to that under AIFRS

There are no material differences between the loss presented under AIFRS and those presented under AGAAP.

(iii) Explanation of material adjustments to the Cash Flow Statements

There are no material differences between the Cash Flow Statements presented under AIFRS and those presented under AGAAP.

3 DISCONTINUING OPERATIONS

On 4 July 2005, Mr Neil Cussen and Mr Michael Humphries were appointed as joint administrators to ICA Presents Pty Limited, a wholly owned subsidiary. Subsequently on 26 September 2005 the subsidiary was put into liquidation there by discontinuing its operations.

Financial information relating to the subsidiary for the period to the date it was placed into administration is set out below.

No transactions that relate to the financial performance of the discontinued subsidiary to the date of it being placed into administration have been incorporated into the Income Statement.

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
ABN 87 061 041 281
AND CONTROLLED ENTITIES

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

3 DISCONTINUING OPERATIONS (Continued)

The carrying amount of assets and liabilities of the discontinued operations at the date of it being placed into administration were:

| | Consolidated | |
|--------------------------|--------------------------------|------------------|
| | 2006 | 2005 |
| | \$ | \$ |
| Total Assets | 772,061 | 772,061 |
| Total Liabilities | <u>5,187,810</u> | <u>5,187,810</u> |
| Deficiency in Net Assets | <u>(4,415,749)</u> (4,415,749) | |

Net Cash flows of the discontinuing operation that has been incorporated into the Cash Flow Statement are as follows:

| | | |
|---|---------------------------|-----------------|
| Net cash inflow from operating activities | - | 279,555 |
| Net cash outflows from investing activities | - | (736,067) |
| Net cash outflows from financing activities | <u>(79,047)</u> | <u>(63,146)</u> |
| Net decrease in cash | <u>(79,047)</u> (519,658) | |

| | Consolidated | | Company | |
|--|---------------------------|------------------|------------------------|-------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| 4 REVENUE | | | | |
| Operating Activities | | | | |
| Sales revenue | 20,051 | 38,170,169 | 20,051 | 200,710 |
| Management fees | - | 160,562 | - | - |
| Derecognition of related party payable | 287,500 | - | 287,500 | - |
| Royalty revenue | - | 114,223 | - | - |
| Sponsorship revenue | - | 627,322 | - | - |
| Other | <u>-</u> | <u>2,188,781</u> | <u>-</u> | <u>-</u> |
| Revenues from ordinary activities | <u>307,551</u> 41,261,057 | | <u>307,551</u> 200,710 | |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
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| | | Consolidated | | Company | |
|----------|---|---------------------|-------------------|----------------|-------------------|
| | | 2006 | 2005 | 2006 | 2005 |
| | | \$ | \$ | \$ | \$ |
| 5 | LOSS FROM ORDINARY ACTIVITIES BEFORE INCOME TAX EXPENSE | | | | |
| a | Expenses | | | | |
| | Cost of ticket and merchandise sales | - | 2,594,921 | - | 189,581 |
| | <i>Depreciation of non-current assets</i> | | | | |
| | - Plant & Equipment | 178 | 139,736 | 178 | - |
| | <i>Amortisation of non-current assets</i> | | | | |
| | - Leasehold Improvements | - | 957 | - | - |
| | - Goodwill on consolidation | - | 716,667 | - | - |
| | - Company formation costs | 438 | - | 438 | - |
| | Total depreciation and amortisation | <u>616</u> | <u>857,360</u> | <u>616</u> | <u>-</u> |
| | Employee Entitlements | - | (58,441) | - | - |
| | Foreign currency translation losses | - | 18,131 | - | - |
| | Rental expense on operating leases | | | | |
| | - minimum lease payments | - | <u>62,481</u> | - | <u>-</u> |
| b | Significant Expenses | | | | |
| | The following significant expense items are relevant in explaining the financial performance: | | | | |
| | | Consolidated | | Company | |
| | | 2006 | 2005 | 2006 | 2005 |
| | | \$ | \$ | \$ | \$ |
| | Write off of inventory, fixed and WIP assets | - | 562,019 | - | - |
| | Write off of bad debts in Soweto Gospel Choir Pty Ltd | - | 534,667 | - | - |
| | Write off of investments in future productions | - | 564,789 | - | - |
| | Write off of goodwill in ICA Presents Pty Limited due to it being placed into administration | - | 10,988,891 | - | - |
| | Loss from the consolidation of previously controlled entities | - | 1,836,082 | - | - |
| | Write off intercompany loan | - | - | - | 5,104,967 |
| | Write off investment in subsidiary | - | - | - | <u>15,090,000</u> |
| | Total significant items of expense | <u>-</u> | <u>14,486,448</u> | <u>-</u> | <u>20,194,967</u> |
| c | Finance costs | | | | |
| | Interest received bank | 21,350 | 58,477 | 21,350 | - |
| | Interest paid – bank | <u>(81)</u> | <u>(81,454)</u> | <u>(81)</u> | <u>-</u> |
| | | <u>21,269</u> | <u>(22,977)</u> | <u>21,269</u> | <u>-</u> |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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6 INCOME TAX EXPENSE

The prima facie tax on profit from ordinary activities before tax is reconciled to the income tax as follows:

| | Consolidated | | Company | |
|---|---------------------|------------------|----------------|-------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| Prima facie income tax benefit calculated at 30% on the loss from ordinary activities (2005: 30%) | (159,787) | (4,280,594) | (159,787) | (6,076,754) |
| Add: Tax effect of: | | | | |
| Non-deductible items | 266 | 4,345,934 | 266 | 6,058,490 |
| Timely differences | 5,452 | - | 5,452 | - |
| Less: Non-allowable items | - | (64,792) | - | 18,264 |
| Effect of derecognition of prior year current and deferred tax assets | - | (797,429) | - | - |
| Effect of non recognition of defined tax balances | <u>154,069</u> | - | <u>154,069</u> | - |
| Income tax expense attributable to loss from ordinary activities | <u>-</u> | <u>(796,881)</u> | <u>-</u> | <u>-</u> |

7 AUDITORS' REMUNERATION

Audit Services

| | | | | |
|---|--------|--------|--------|-------|
| Auditors of the company Nexia Court & Co - auditing or reviewing the financial report | 18,800 | 20,000 | 18,800 | 5,000 |
|---|--------|--------|--------|-------|

Other Services

| | | | | |
|---|---------------|---|---------------|---|
| Auditors of the company Nexia Court & Co - other services | <u>27,480</u> | - | <u>27,480</u> | - |
|---|---------------|---|---------------|---|

8 DIVIDENDS

| | | | | |
|---|----------|----------|----------|----------|
| Interim unfranked ordinary dividend of Nil (2004: Nil) cents per share | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
|---|----------|----------|----------|----------|

| | | | | |
|---|----------------|----------------|----------------|----------------|
| Balance of franking account at year end | <u>845,436</u> | <u>845,436</u> | <u>845,436</u> | <u>845,436</u> |
|---|----------------|----------------|----------------|----------------|

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

9 EARNINGS PER SHARE

| | Consolidated | Consolidated |
|---|---------------------|---------------------|
| | Cents | Cents |
| | per share | per share |
| | per share | per share |
| Basic earnings per share | (0.34) | (13.6) |
| Diluted earnings per share | (0.34) | (13.6) |
| | Consolidated | Consolidated |
| | 2006 | 2005 |
| | \$ | \$ |
| Net Loss | (532,623) | (15,065,529) |
| Share of net profit attributable to outside equity interest | - | (83,691) |
| Earnings used in the calculation of basic EPS and dilutive EPS | <u>(532,623)</u> | <u>(15,149,220)</u> |
| Weighted average number of ordinary shares outstanding during the year used in calculation of basic EPS | <u>158,045,363</u> | <u>111,607,270</u> |

| | Consolidated | Consolidated | Company | Company |
|--|---------------------|---------------------|----------------|----------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| 10 CASH AND CASH EQUIVALENTS | | | | |
| Cash on hand | 265 | 1,002 | 265 | - |
| Cash at bank | <u>502,378</u> | <u>111,858</u> | <u>502,378</u> | <u>88,938</u> |
| | <u>502,643</u> | <u>112,860</u> | <u>502,643</u> | <u>88,938</u> |
| 11 RECEIVABLES | | | | |
| Current | | | | |
| Trade debtors | - | 391,613 | - | - |
| Other debtors | <u>72,472</u> | <u>290,431</u> | <u>72,472</u> | <u>-</u> |
| | <u>72,472</u> | <u>682,044</u> | <u>72,472</u> | <u>-</u> |
| 12 OTHER FINANCIAL ASSETS | | | | |
| Current | | | | |
| Investment contributions in future productions | <u>100,000</u> | <u>-</u> | <u>100,000</u> | <u>-</u> |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

13 CONTROLLED ENTITIES

a Controlled entities

| | Country of Incorporation | % owned | | Investment at cost | |
|--|-----------------------------|-----------|-----------|-----------------------|------------|
| | | 2006 % | 2005 % | 2006 \$ | 2005 \$ |
| Parent entity: | | | | | |
| International Concert Attractions (ICA) Limited | Aust | - | - | - | - |
| Directly controlled by | | | | | |
| ICA Entertainment Pty Ltd | Aust | 100 | - | 100 | - |
| ICASH International Pty Ltd | Aust | 100 | - | 100 | - |
| ICA Limited: | | | | | |
| ICA Presents Pty Ltd | Aust | - | 100 | -15,090,000 | |
| ICA Asia-Pacific Pty Ltd | Aust | - | 100 | - | 2 |

b Controlled entities with ownership interest of 50% or less

2006

Nil

2005

During the year, the ICA Presents Pty Limited decreased its interest in Soweto Gospel Choir Pty Lid from 50% to 33 1/3%. This resulted in ICA Presents Pty Ltd losing control of the entity as at January 2005 and its results have been deconsolidated from the consolidated entity.

| | Consolidated | | Company | |
|--|--------------|------|---------|------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |

14 PLANT AND EQUIPMENT

Non-Current

Plant and Equipment

| | | | | |
|--------------------------|--------------|----------|--------------|----------|
| Plant and Equipment: | | | | |
| At cost | 7,690 | - | 7,690 | - |
| Accumulated depreciation | (178) | - | (178) | - |
| | <u>7,512</u> | <u>-</u> | <u>7,512</u> | <u>-</u> |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

14 PLANT AND EQUIPMENT (Continued)

Movements in carrying amounts

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year:

2006

| | Plant and Equipment \$ |
|------------------------------------|---------------------------------------|
| Consolidated Entity: | |
| Balance at the beginning of year | - |
| Additions | 7,690 |
| Disposals | - |
| Depreciation expense | (178) |
| | - |
| Carrying amount at the end of year | 7,512 |

2005

| | Plant and Equipment \$ | Furniture and Fittings \$ | Leasehold Improvements \$ | Total \$ |
|------------------------------------|---------------------------------------|--|--|---------------------|
| Consolidated Entity: | | | | |
| Balance at the beginning of year | 815,413 | 69,073 | 8,622 | 893,108 |
| Additions | - | 6,205 | - | 6,205 |
| Disposals | (417,438) | - | - | (417,438) |
| Write off of fixed assets | (262,533) | (70,984) | (7,665) | (341,182) |
| Depreciation expense | (135,442) | (4,294) | (957) | (140,693) |
| | - | - | - | - |
| Carrying amount at the end of year | - | - | - | - |

| | Consolidated 2006 \$ | 2005 \$ | | Company 2006 \$ | 2005 \$ |
|--|-------------------------------------|--------------------|--|--------------------------------|--------------------|
|--|-------------------------------------|--------------------|--|--------------------------------|--------------------|

15 DEFERRED TAX ASSETS

Non-Current

Future income tax benefits not brought to account, the benefits of which will only be realised if the conditions set out in Note 2(k) occur

| | | | | |
|--------------|---|---------|---|---|
| - tax losses | - | 782,959 | - | - |
|--------------|---|---------|---|---|

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

16 OTHER ASSETS

| | Consolidated | | Company | |
|----------------|---------------------|---------------|----------------|-------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| Current | | | | |
| Other | 1,752 | 16,283 | 1,752 | - |
| Prepayments | - | 49,812 | - | - |
| | <u>1,752</u> | <u>66,095</u> | <u>1,752</u> | <u>-</u> |

17 PAYABLES

| | | | | |
|---------------------------------------|---------------|------------------|---------------|----------------|
| Current | | | | |
| <i>Unsecured liabilities</i> | | | | |
| Trade creditors | - | 626,019 | - | 32,837 |
| Deposits received | - | 3,012 | - | - |
| Sundry creditors and accrued expenses | 65,901 | 1,068,876 | 65,901 | - |
| Loans from other parties | - | 2,679,547 | - | 287,500 |
| | <u>65,901</u> | <u>4,377,454</u> | <u>65,901</u> | <u>320,337</u> |

18 INTEREST BEARING LIABILITIES

| | | | | |
|------------------------------|---|--------|---|---|
| Current | | | | |
| <i>Unsecured liabilities</i> | | | | |
| Bank overdrafts | - | 81,736 | - | - |

19 CURRENT TAX LIABILITIES

| | | | | |
|----------------|---|---------|---|---|
| Current | | | | |
| Income tax | - | 625,648 | - | - |

20 PROVISIONS

| | | | | |
|---------------------------------|---|---------|---|---|
| Current | | | | |
| Employee entitlements | - | 102,972 | - | - |
| Number of employees at year end | - | 3 | - | - |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

| | Consolidated | | Company | |
|---|---------------------|--------------------|--------------------|--------------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| 21 CONTRIBUTED EQUITY | | | | |
| 208,107,270 (2005: 111,607,270) fully paid ordinary shares | <u>18,408,965</u> | <u>17,026,465</u> | <u>18,408,965</u> | <u>17,026,465</u> |
| a. Ordinary shares | | | | |
| At the beginning of the year | 17,026,465 | 17,026,465 | 17,026,465 | 17,026,465 |
| Shares issues: | | | | |
| August (i.) | 82,500 | - | 82,500 | - |
| December (ii.) | 600,000 | - | 600,000 | - |
| January (iii.) | <u>700,000</u> | <u>-</u> | <u>700,000</u> | <u>-</u> |
| At reporting date | <u>18,408,965</u> | <u>17,026,65</u> | <u>18,408,965</u> | <u>17,026,465</u> |
| | No. | No. | No. | No. |
| At the beginning of the year | 111,607,270 | 111,607,270 | 111,607,270 | 111,607,270 |
| Shares at beginning of the year | | | | |
| Shares issues: | | | | |
| August (i.) | 16,500,000 | - | 16,500,000 | - |
| December (ii.) | 40,000,000 | - | 40,000,000 | - |
| January (iii.) | <u>40,000,000</u> | <u>-</u> | <u>40,000,000</u> | <u>-</u> |
| At reporting date | <u>208,107,270</u> | <u>111,607,270</u> | <u>208,107,270</u> | <u>111,607,270</u> |
| Share issues | | | | |
| i. On 19 August 2005 16,500,000 shares were issued at 0.5c raising \$82,500 | | | | |
| ii. In December 2005 40,000,000 shares were issued at 1.5c raising \$600,000 | | | | |
| iii. In January/February 2006 25,000,000 shares were issued at 1c and 15,000,000 at 3c raising a total of \$700,000 | | | | |
| a. Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held. | | | | |
| At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands. | | | | |
| b. Options | | | | |
| At 30 June 2006 there were no unissued ordinary shares for which options were outstanding. | | | | |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006

| | Consolidated | | Company | |
|--|---------------------|-------------|----------------|-------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| 22 RESERVES | | | | |
| Foreign currency translation | - | 1,694 | - | - |
| a. Foreign Currency Translation Reserve movements during the year | | | | |
| Opening balance | 1,694 | (22,179) | - | - |
| Adjustment arising from the translation of foreign controlled entities' financial statements | - | 23,873 | - | - |
| Deconsolidation of ICA Presents Pty Ltd | (1,694) | - | - | - |
| Closing balance | - | 1,694 | - | - |
| 23 OUTSIDE EQUITY INTEREST IN CONTROLLED ENTITIES | | | | |
| Outside equity interest | | | | |
| Comprises: | | | | |
| Interest in accumulated losses at the beginning of the year | - | (83,691) | - | - |
| Interest in profit/(loss) from ordinary activities after income tax | - | 83,691 | - | - |
| Interest in accumulated losses at the end of the year | - | - | - | - |
| Interest in share capital | - | - | - | - |
| Total outside equity interest | - | - | - | - |

24 SEGMENT REPORTING

The company and its controlled subsidiaries operate in one business area and one geographic area being Australia.

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
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25 NOTES TO THE CASH FLOW STATEMENTS

- i. Cash and cash equivalents at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

| | Consolidated | | Company | |
|--------------------------|---------------------|---------------|----------------|---------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| Cash at bank and on hand | 502,378 | 112,860 | 502,378 | 88,938 |
| Bank overdraft | - | (81,736) | - | - |
| | <u>502,378</u> | <u>31,124</u> | <u>502,378</u> | <u>88,938</u> |

- ii. Reconciliation of cash flow from operations with loss from ordinary activities after income tax

| | | | | |
|--|-----------|--------------|-----------|--------------|
| Loss from ordinary activities after income tax | (532,623) | (15,065,529) | (532,623) | (20,255,845) |
|--|-----------|--------------|-----------|--------------|

Non-cash flows in loss from ordinary activities:

| | | | | |
|---|-----------|-------------|-----------|-------------|
| Amortisation | 438 | 717,624 | 438 | - |
| Depreciation | 178 | 139,736 | 178 | - |
| Significant items of expense | - | -14,486,447 | - | -20,194,967 |
| Non-cash movement in related party payables | (287,500) | - | (287,500) | - |

Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries

| | | | | |
|---|----------|--------------------|----------|----------|
| Increase in trade and term debtors (Increase)/Decrease in prepayments and other debtors | (72,472) | (285,384) | (72,472) | - |
| (Increase)/Decrease in inventories | - | 3,674,223 | - | 72,008 |
| Decrease)/(Increase) in deferred tax assets | - | (182,754) | - | - |
| (Decrease)/Increase in trade creditors and accruals | - | 797,429 | - | - |
| (Decrease)/Increase in provisions | 33,064 | (1,276,992) | 33,064 | - |
| Decrease)/(Increase) in reserves | - | (58,441) | - | - |
| (Increase)/Decrease in related party loans | - | 23,873 | - | - |
| | <u>-</u> | <u>(2,679,547)</u> | <u>-</u> | <u>-</u> |

| | | | | |
|---|-----------|---------|-----------|--------|
| Net cash (outflow)/inflow from operations | (858,915) | 290,685 | (858,915) | 11,130 |
|---|-----------|---------|-----------|--------|

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NOTES TO THE FINANCIAL STATEMENTS
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26 EVENTS SUBSEQUENT TO REPORTING DATE

The Company made an ASX announcement on 25 July 2006 which stated the following:

In line with the Company's strategy to widen its electronic distribution footprint and its previous announcement on 23 February 2006, the Company is close to completing due diligence on an Australian ATM acquisition.

On satisfactory completion of the due diligence, the Company will sign a heads of agreement with ATMONE Pty Limited for the acquisition of up to 135 ATMs. This agreement will be subject to shareholder approval.

Other than this event there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material or unusual nature likely, in the opinion of the directors of the company to significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

27 RELATED PARTY DISCLOSURES

| | Consolidated | | Company | |
|--|---------------------|-------------|----------------|-------------|
| | 2006 | 2005 | 2006 | 2005 |
| | \$ | \$ | \$ | \$ |
| i. Director related entities | | | | |
| Directors Fees were paid to RPB Consulting Pty Ltd. Frits Maré is a director and shareholder of RPB Consulting Pty Ltd. These services were provided as per the contract of employment. | 124,193 | - | 124,193 | - |
| Consulting and Director Fees were paid to James Manny. The consulting services are provided at terms that are below market. | 55,470 | - | 55,470 | - |
| Director fees were paid to Equity Capital Solutions Pty Ltd. David McDonald Is a director and shareholder of Equity Capital Solutions Pty Ltd. These services are provided at terms that are below market. | 12,475 | - | 12,475 | - |
| Consulting and Director Fees were paid to Richard Maré. The consulting services are provided at terms that are below market. | 84,700 | - | 84,700 | - |

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27 RELATED PARTY DISCLOSURES (continued)

Publicity and promotion fees were paid to McPherson Promotions Pty Ltd. Mr J McPherson's son is the sole director and shareholder of McPherson Promotions Pty Ltd. These services are provided on normal commercial terms and conditions.

| | | | | |
|--|---|--------|---|---|
| | - | 15,350 | - | - |
| | | | | |

ii. Other related entities

Secretarial fees were paid to Lithgow Quarrying and Excavation Co Pty Ltd. Mr D Hughes is a director and shareholder of Lithgow Quarrying and Excavation Pty Ltd. These services are provided on normal commercial terms and conditions.

| | | | | |
|--|-------|---|-------|---|
| | 5,000 | - | 5,000 | - |
| | | | | |

Accounting and secretarial fees were paid to Aegis Services Pty Ltd. Mr D T Andrew is a director and shareholder of Aegis Services Pty Ltd. These services are provided on normal commercial terms and conditions.

| | | | | |
|--|---|--------|---|---|
| | - | 32,192 | - | - |
| | | | | |

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27 RELATED PARTY DISCLOSURES (continued)

Directors

The names of each person holding the position of director of International Concert Attractions Limited during the financial year were:

Mr Marcus Einfeld
 Mr Richard Maré
 Mr Frits Maré
 Mr David McDonald
 Mr James Manny
 Mr Kerry Jewel
 Mr Ian Roberts
 Mr Sean Agnew

| | 2006 Shares | 2005 Shares |
|--|------------------------|------------------------|
| Shares owned by directors who resigned during the year | 20,702,500 | - |

Director and executive equity holdings

Option Holdings

There were no options over unissued shares in the company held during the financial year by each director of the company including their related entities.

Share holdings

The number of shares in the company held during the financial year by each director of the company including their related entities are set out below.

| Name | Balance at start of year | Issued during the year | Purchased/ (sold) during the year | Balance at the end of the year |
|--------------------|--------------------------|------------------------|-----------------------------------|--------------------------------|
| Ian Roberts (2) | 80,000 | - | (80,000) | 80,000 |
| David McDonald | 15,259,300 | - | (15,259,300) | - |
| Frits Maré (1) (2) | - | 25,000,000 | (4,477,500) | 20,622,500 |
| Kerry Jewel | 15,259,300 | - | (15,259,300) | - |

(1) The 25,000,000 shares were issued to Frits Maré for consideration of \$250,000 or 1c per share.

(2) Balance at the end of the year represents the directors holdings when they retired from the board.

Controlling entities

The wholly-owned group consists of International Concert Attractions Limited and its wholly-owned controlled entities as set out in Note 13.

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NOTES TO THE FINANCIAL STATEMENTS
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27 RELATED PARTY DISCLOSURES (Continued)

Remuneration of specified directors and specified executives by the consolidated entity

The company's policy for determining the nature and amount of remuneration of board members of the company is as follows:

The remuneration structure for directors, is based on a number of factors, including length of service, particular experience of the individual concerned, and overall performance of the company. Currently, due to the financial position of the consolidated entity and events that have occurred during the year, the directors are paid only a fixed remuneration component. The board expects that performance based remunerations, which will more closely align the interests of the board and the shareholders will be implemented as the operations of the company become more solid. Upon retirement specified directors are paid employee benefit entitlements accrued to date of retirement. Directors and executives are paid a percentage of between 5 and 10% of their salary in the event of redundancy. No options are held by the directors or executives

The remuneration during the year was as follows:

| Director | Base Salary/Fees | Superannuation | Options | Shares | Total |
|-----------------|-----------------------------|-----------------------|----------------|---------------|--------------|
| M Einfeld | 10,653 | - | - | - | 10,653 |
| R Maré | 84,700 | - | - | - | 84,700 |
| J Manny | 55,470 | - | - | - | 55,470 |
| D McDonald | 12,475 | - | - | - | 12,475 |
| F Maré | 124,193 | - | - | - | 124,193 |
| K Jewel | - | - | - | - | - |
| I Roberts | - | - | - | - | - |
| S Agnew | 1,515 | - | - | - | 1,515 |
| | <hr/> | | | | |
| | 289,006 | - | - | - | 289,006 |
| | <hr/> | | | | |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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ADDITIONAL INFORMATION
AS AT 31 JULY 2006

1. Shareholdings

a Distribution of Shareholders Number

| Category (Size of Holding) | Number of Ordinary Shareholders |
|-----------------------------------|--|
| 1 – 1,000 | 112 |
| 1,001 – 5,000 | 393 |
| 5,001 – 10,000 | 140 |
| 10,001 – 100,000 | 333 |
| 100,001 and over | 228 |

b The number of shareholdings held in less than marketable parcels is 654.

c Voting Rights

Each share is entitled to one vote.

d The names of the 20 largest shareholders as at 31 July 2006 are:

| Rank | Name | Units | % of Issued Capital |
|-------------|---|--------------------|----------------------------|
| 1 | Union Pacific Pty Limited | 39,500,000 | 18.98 |
| 2 | Union Pacific Investments Pty Ltd | 14,330,000 | 6.89 |
| 3 | International Finance Trust Company Limited | 8,950,000 | 4.30 |
| 4 | Vivaro Pty Ltd (The Chappel No 1 A/C) | 6,715,000 | 3.23 |
| 5 | Mr Frits Mare & Ms Jacqueline Stedman (Mare Super Fund A/C) | 6,294,270 | 3.02 |
| 6 | Martin & Associates Pty Ltd (Martin Super Fund A/C) | 5,000,000 | 2.40 |
| 7 | IFTC Broking Service Ltd | 4,200,000 | 2.02 |
| 8 | C & AC Pty Ltd (C & A Chappel S/F A/C) | 3,375,000 | 1.62 |
| 9 | Solomon Medical Research Inc | 3,050,000 | 1.47 |
| 10 | Mr Maurice John Spina & Mrs Jeanette Ann Spina | 2,157,000 | 1.04 |
| 11 | Mr Derek Bone & Mrs Heather Bone | 2,130,000 | 1.02 |
| 12 | Mr Xiao Tian Bao | 2,120,512 | 1.02 |
| 13 | Mr Alan Jeffrey Jurd (A & M Jurd Family A/C) | 2,067,500 | 0.99 |
| 14 | Clearstream Enterprises Ltd | 2,000,000 | 0.96 |
| 15 | M F Custodians Ltd | 2,000,000 | 0.96 |
| 16 | Mutual Trust Pty Ltd | 2,000,000 | 0.96 |
| 17 | ANZ Nominees Limited (Cash Income A/C) | 1,825,000 | 0.88 |
| 18 | Mr Vincent Brizzi & Mrs Rita Lucia Brizzi | 1,750,000 | 0.84 |
| 19 | F & V Conomo Pty Ltd (F & V Family A/C) | 1,682,150 | 0.81 |
| 20 | Weas Pty Ltd | 1,588,888 | 0.76 |
| | Total | 111,735,320 | 54.17 |

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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AND CONTROLLED ENTITIES

ADDITIONAL INFORMATION
AS AT 31 JULY 2006
(Continued)

e The names of the substantial shareholders listed in the holding company's register as at 31 July 2006 are:

| | | | |
|---|-------------------------------------|------------|-------|
| 1 | Union Pacific Pty Limited | 53,830,000 | 25.87 |
| 2 | International Finance Trust Company | 8,950,000 | 4.30 |

The name of the Company Secretary is Mr David Hughes.

INTERNATIONAL CONCERT ATTRACTIONS LIMITED
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Other Appendix 4E Information

NTA Backing

| | 2006 | 2005 |
|---|-------------|--------------|
| Net tangible asset backing per ordinary share | 0.297 cents | (3.88) cents |

Commentary on the results of the company and any significant information required by investors for the period is set out in the attached annual report.

Control over any entity was neither gained nor lost during the period.

The company did not have any associates or involved in any joint ventures

Audit

This report is based on accounts which have been audited, the audit report dated 1 August 2006 is attached.