

Reporting Period: Year ended 31 December 2016  
 Previous Reporting Period: Year ended 31 December 2015

## RESULTS FOR ANNOUNCEMENT TO THE MARKET

### 1. Key Information

	Year ended 31 December			
	2016	2015	Movement	
	\$	\$	Up/Down	%
Revenue from ordinary activities	21,216	1,312,005	Down	98
(Loss) / Profit from ordinary activities after income tax attributable to members	(696,441)	645,040	Down	208
Net (loss) / profit for the period attributable to members	(696,441)	645,040	Down	208

### 2. Dividend

	Amount per security	Franked amount per security at 30%	Total
	Cents	Cents	Cents
<b>(a) Final</b>			
2016 final dividend	-	-	-
2015 final dividend	-	-	-
<b>(b) Interim</b>			
2016 interim dividend	1.0	-	1.0 <sup>1</sup>
2015 interim dividend	-	-	-

### 3. Explanation

For explanation of the Company's results, refer to the Review of Operations and Outlook in Note 15 to these financial statements.

<sup>1</sup> During the year ended 31 December 2016 there was a special cash dividend of 1 cent per share comprising 100% conduit foreign income, with a record date of 28 June 2016. Payment date was 12 July 2016 (announced 22 June 2016).

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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016 \$	2015 \$
Revenue	4	21,216	1,312,005
Employee benefits expense		(195,618)	(195,842)
Other expenses	5	(522,039)	(471,123)
(Loss) / Profit before income tax		(696,441)	645,040
Income tax (expense) / benefit		-	-
(Loss) / Profit for the year		(696,441)	645,040
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>(696,441)</b>	<b>645,040</b>
		<b>Cents per Share</b>	<b>Cents per Share</b>
Basic and diluted (losses) / earnings per share from continuing and discontinued operations		<b>(0.6)</b>	<b>0.5</b>

ASX APPENDIX 4E  
 ORIENTAL TECHNOLOGIES INVESTMENT LIMITED  
 31 DECEMBER 2016  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2016**

	Note	2016 \$	2015 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	6	750,753	2,680,405
Trade and other receivables	8	34,083	35,756
<b>Total current assets</b>		<b>784,836</b>	<b>2,716,161</b>
<b>Non-current assets</b>		<b>-</b>	<b>-</b>
<b>Total assets</b>		<b>784,836</b>	<b>2,716,161</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	10	139,864	111,135
<b>Total current liabilities</b>		<b>139,864</b>	<b>111,135</b>
<b>Non-current liabilities</b>		<b>-</b>	<b>-</b>
<b>Total liabilities</b>		<b>139,864</b>	<b>111,135</b>
<b>Net assets</b>		<b>644,972</b>	<b>2,605,026</b>
<b>EQUITY</b>			
Issued capital	11	16,551,552	16,551,552
Reserves		-	-
Accumulated Losses		(15,906,580)	(13,946,528)
<b>Total equity</b>		<b>644,972</b>	<b>2,605,024</b>
		<b>Cents</b>	<b>Cents</b>
Net tangible assets per share		<b>0.5</b>	<b>2.1</b>

ASX APPENDIX 4E  
 ORIENTAL TECHNOLOGIES INVESTMENT LIMITED  
 31 DECEMBER 2016  
**STATEMENT OF CASH FLOW**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	Note	2016	2015
		\$	\$
<b>Cash flows from operating activities</b>			
Cash receipts from customers		-	864
Cash paid to suppliers and employees		(686,747)	(739,079)
Interest received		21,216	162,208
Finance costs		-	(101)
<b>Net cash outflow from operating activities</b>		<b>(665,531)</b>	<b>(576,108)</b>
<b>Cash flows from investing activities</b>			
Proceeds from disposal of investment in subsidiary		-	973,434
<b>Net cash inflow from investing activities</b>		<b>-</b>	<b>973,434</b>
<b>Cash flows from financing activities</b>			
Dividend paid to shareholders		(1,263,611)	-
Return of capital paid to shareholders		-	(12,004,303)
<b>Net cash outflow from financing activities</b>		<b>(1,263,611)</b>	<b>(12,004,303)</b>
Net decrease in cash and cash equivalents		(1,929,142)	(11,606,977)
Net foreign exchange differences		(510)	180,039
Cash and cash equivalents at beginning of year		2,680,405	14,107,343
<b>Cash at the end of the financial year</b>	6	<b>750,753</b>	<b>2,680,405</b>

ASX APPENDIX 4E  
 ORIENTAL TECHNOLOGIES INVESTMENT LIMITED  
 31 DECEMBER 2016  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

	Issued Capital	Accumulated Losses	Other Reserves	Total Equity
	\$	\$	\$	\$
<b>At 1 January 2015</b>	16,551,552	(15,015,109)	423,541	<b>1,959,984</b>
Profit for the year	-	645,040	-	<b>645,040</b>
Transfer between reserves	-	423,541	(423,541)	-
Dividend paid by the Company	-	-	-	-
<b>At 31 December 2015</b>	<b>16,551,552</b>	<b>(13,946,528)</b>	-	<b>2,605,024</b>
<b>At 1 January 2016</b>	16,551,552	(13,946,528)	-	<b>2,605,024</b>
Loss for the year	-	(696,441)	-	<b>(696,441)</b>
Transfer between reserves	-	-	-	-
Dividend paid by the Company	-	(1,263,611)	-	<b>(1,263,611)</b>
<b>At 31 December 2016</b>	<b>16,551,552</b>	<b>(15,906,580)</b>	-	<b>644,972</b>

**NOTES TO ASX APPENDIX 4E**

**1. ACCOUNTING POLICIES, ESTIMATION METHODS AND MEASUREMENT BASES**

Accounting policies, estimation methods and measurement bases used in this Appendix 4E are the same as those used in the last annual report and the last half-year report.

**2. DETAILS OF CONTROLLED ENTITIES**

The Company has no subsidiaries and operates as a stand-alone entity. There are no entities over which control has been gained or lost during the period.

**3. JOINT VENTURES**

There are no associates or joint venture entities

**4. REVENUE**

	<b>2016</b>	2015
	\$	\$
Gain from disposal of investment in subsidiary	-	967,863
Interest income	<b>21,216</b>	162,208
Foreign exchange gain	-	181,934
	<b>21,216</b>	1,312,005

**5. OTHER EXPENSES**

*Other Expenses:*

Technical and advisory fees	<b>240,382</b>	240,382
General and administrative costs	<b>156,107</b>	230,640
Finance costs	-	101
Foreign currency loss	<b>125,550</b>	-
	<b>522,039</b>	471,123

**6. CASH AND CASH EQUIVALENTS**

Cash at bank and in hand - unrestricted	<b>750,753</b>	2,680,405
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	<b>Per annum</b>	Per annum
	%	%
Interest rates on cash at bank and in hand	<b>1.2</b>	1.9

ASX APPENDIX 4E  
 ORIENTAL TECHNOLOGIES INVESTMENT LIMITED  
 31 DECEMBER 2016  
**7. CONTINGENT ASSET**

	2016 \$	2015 \$
Cash at bank - restricted under bank guarantee	<u>165,762</u>	<u>1,465,760</u>
Movements		
Date	Details	
1 Jan	<u>1,465,760</u>	<u>2,512,129</u>
	-	14,431
	-	(1,170,906)
	<b>(84,997)</b>	110,106
	<u>(1,215,001)</u>	-
	<b>(1,299,998)</b>	<b>(1,046,369)</b>
31 Dec	<u>165,762</u>	<u>1,465,760</u>

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the entity.

Contingent assets are not recognised in the Company's financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and its recognition would be appropriate.

The contingent asset is assessed continually by the Company to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income will be recognised in the financial statements of the period in which the change occurs.

A contingent asset is disclosed where an inflow of economic benefits is probable.

The Company is expecting to withdraw its legal claim in the Chinese Court and remit, as soon as possible, its 55.57% share of the remaining cash balance released from guarantee (RMB 833,550 / A\$ 165,762) to the Company's bank account in Australia.

An inflow of economic benefits from the Company's share of the balance of the contingent cash asset (RMB 6,109,757 / \$A 1,215,001) is no longer probable.

	2016 RMB	2015 RMB	2016 \$	2015 \$
Restricted cash held in China	<b>833,550</b>	6,943,307	<b>165,762</b>	1,465,760
Unrestricted cash held in China	<b>41,656</b>	8,888,759	<b>8,284</b>	1,876,453
	<u><b>875,206</b></u>	<u>15,832,066</u>	<u><b>174,046</b></u>	<u>3,342,213</u>

Refer to Note 9 and Note 15 for more details.



**8. TRADE AND OTHER RECEIVABLES (CURRENT)**

	2016	2015
	\$	\$
Other debtors	<b>34,083</b>	35,756

**9. DISCONTINUED OPERATION**

The Company has been endeavouring to finalise disposal during the year ended 31 December 2014 of the Oriental Technologies Investment Limited (**Company**) investment in Yangzhou Apollo Battery Company Limited (**Apollo**), but it had some problems doing so.

The purchaser asserts that the Apollo Joint Venture, in which the Company held 55.57%, has an outstanding tax liability to the local tax authority.

It is understood from discussions with the local tax authority that is not the case, however the purchaser will not consent to the monies being released from a bank guarantee under the transaction unless this advice is in writing. Directors are advised that it is not the custom of the local tax authority to provide such advice in writing. The Company commenced legal proceedings for the release of the monies from guarantee.

Since commencement of the Company's legal proceedings, a negotiated agreement was made independently of the Company between the purchaser and local tax authority.

Based on Chinese legal advice, the Company determined that it is now unlikely its legal proceedings for the release of the guaranteed monies would be successful.

The Company is expecting to withdraw its claim from the Chinese Court and remit, as soon as possible, its 55.57% share of a remaining cash balance released from guarantee - to the Company's bank account in Australia.

**10. TRADE AND OTHER PAYABLES (CURRENT)**

	2016	2015
	\$	\$
Sundry payables	<b>139,864</b>	111,135
	<b>139,864</b>	111,135

## 11. ISSUED CAPITAL

	2016		2015	
	Number of Shares	\$	Number of Shares	\$
Ordinary shares – no par value fully paid and authorised	126,361,087	16,551,552	126,361,087	16,551,552
	<b>126,361,087</b>	<b>16,551,552</b>	<b>126,361,087</b>	<b>16,551,552</b>

### Movements in ordinary share capital

Date	Details	Number of shares	\$
1 Jan 2015	Opening balance	126,361,087	16,551,552
31 Dec 2015	Closing balance	126,361,087	16,551,552
1 Jan 2016	Opening balance	126,361,087	16,551,552
<b>31 Dec 2016</b>	<b>Closing balance</b>	<b>126,361,087</b>	<b>16,551,552</b>

## 12. OPTIONS OUTSTANDING

There were no options outstanding at 31 December 2016 (2015 Nil).

## 13. SUBSEQUENT EVENTS

The Directors are not aware of any matter or circumstance that has arisen since the end of the financial year that has significantly affected or may significantly affect the Company's operations, the results of these operations or the Company's state of affairs in future financial years.

## 14. DETAILS OF DIVIDEND OR DISTRIBUTION REINVESTMENT PLANS IN OPERATION

There is not a dividend or distribution reinvestment plan in operation.

## 15. REVIEW OF OPERATIONS AND OUTLOOK

Shareholders were informed, at the annual general meeting on 27 May 2015 that the Company would declare a second dividend from the proceeds of the sale of the Company's China business when the transaction had been finally completed and the proceeds were remitted to Australia.

During the year ended 31 December 2016 there was a special cash dividend of 1 cent per share comprising 100% conduit foreign income, with a record date 28 June 2016 and payment date 12 July 2016.

The Company had ongoing problems with finalising the sale of its China business and is expecting to remit its 55.57% share of a remaining cash balance released from guarantee - to the Company's bank account in Australia.

Refer to Note 7 and Note 9 for more details.

**Outlook**

On completion of the sale of Apollo, the Company will have disposed of its main undertaking.

The Board would then consider the future of the Company, including whether to identify new business opportunities, or to de-list the Company and distribute any remaining funds to its shareholders.

The Board will update its shareholders accordingly in due course.

**16. OTHER INFORMATION REGARDING THESE ACCOUNTS**

These accounts are in the process of being audited.