



Bravura Solutions Limited
Level 2, 345 George Street
Sydney NSW 2000
T: 61 2 9018 7800
F: 61 2 9018 7811
www.bravurasolutions.com.au
ABN 15 111 148 826

Appendix 4E – Preliminary Final Report

Year ended 30 June 2006

Contents

Results for Announcement to the Market	2
Commentary on the Results	3
Financial Information	5
2006 Financial Report (including auditor's reports)	

Results for Announcement to the Market for the year ended 30 June 2006

	Year ended 30 June 2006	Period from incorporation 30 June 2005	% movement
Financial results	\$000's	\$000's	
Revenue from ordinary activities *	30,253	9,757	210
Profit (loss) from ordinary activities after tax attributable to members	1,959	1,069	83
Net profit (loss) for the period attributable to members	1,959	1,069	83

* Revenue from ordinary activities is the aggregate of revenue from operations and other income as detailed in the Income Statement included in the Financial Information in this Preliminary Final Report.

Dividends

In accordance with the prospectus dated 30 May 2006 issued in respect of the company's listing on 28 June 2006, a fully franked dividend of \$2,200,000 was declared out of the profits for the year ended 30 June 2006. The dividend equated to 3.6 cents per share. The franked amount per share was 3.6 cents. The dividend was payable to only those shareholders who held shares in the company prior to its listing.

The record date to determine entitlements to the dividend was 27 June 2006

The dividend was paid on 3 July 2006

There were no dividends recommended or paid in respect of the financial year ended 30 June 2005.

The company does not currently offer a Dividend Reinvestment Plan.

	As at 30 June	
	2006	2005
Net tangible assets per ordinary share	\$	\$
Net tangible assets per ordinary share	0.21	(0.06)

Audit

The results and the Financial Information included within this Preliminary Final Report have been subject to an independent audit by the external auditors.

Commentary on the Results

for the year ended 30 June 2006

Revenue achieved in the 2006 financial year was \$30.25 million with an EBITDA of \$4.53 million. New license fees contributed 16% to revenue and maintenance and support was 36% of revenue, while professional services accounted for the majority at 47% of revenue.

Geographically, Australia, the United Kingdom, New Zealand and Asia represented 73%, 18%, 7%, and 2% respectively of total revenue.

Operating Review

Australia

73% of revenue in 2006, or \$22.10 million, came from the Australian region that services 85 of our 131 clients globally. Many of Australia's largest third-party administrators use Bravura Solutions' applications, with major clients including Perpetual, AMP, Commonwealth Bank and ING.

The Wealth Management Industry in Australia continues to experience significant growth. Funds under management in Australia are expected to increase to \$3.4 trillion by 2015 from approximately \$1 trillion in 2006. Much of this growth has been underpinned by the restructuring of Australia's retirement income arrangements, tax and other incentives which have encouraged voluntary contributions and restrictions on withdrawing retirement savings.

Bravura Solutions is well positioned to take advantage of this growth, supplying software applications and services.

The Adelaide office which was part of the Essential acquisition in March 2006 has refocused to become Bravura Solutions eBusiness centre of excellence and will continue to develop and enhance Bravura Solutions eCommerce application suite.

United Kingdom

18% of revenue, or \$5.35 million, this financial year came from the United Kingdom region. The UK has experienced significant growth signing up four new clients before August of 2006 - Nucleus, Friends Provident, Lutine and Cardiff Pinnacle.

The UK Wealth Management Industry is significantly larger than the Australian industry, and consists of life and pensions, general insurance and unit trust sectors. However, the absence of a mandated employer sponsored retirement savings system in the UK has meant that applications in the UK are generally at a lower level of sophistication than in Australia.

This accounts for the lower level of revenue contributed by the UK than expected for a market of that size. UK revenue for 2007 is forecast to account for 31% of total revenue.

In addition to the changing legislative environment and market conditions in the UK, the distribution landscape is also undergoing significant changes with the introduction of wrap platforms. Wrap platforms are increasingly popular due to their ability to manage the administrative cost pressures in financial advisors and meet the increasing demands from investors seeking an aggregated view of their collective investments. According to Datamonitor, assets under administration with "wrap-like" services are forecast to grow to a value of approximately £150 billion by 2008.

New Zealand

7% of revenue this fiscal year, or \$2.21 million, came from the New Zealand region that services 16 of our clients.

There are currently a number of significant changes proposed for the New Zealand financial services market. The New Zealand government has introduced two new initiatives; KiwiSaver, a government sponsored work place based savings scheme, and, a taxation reform previously referred to as Qualifying Collective Investment Vehicle (QCIV) that will now be known as Portfolio Investment Entity (PIE). PIE is changing the way that individuals are taxed within managed funds.

These new initiatives created unprecedented demand for software upgrades and as a result, a partnership was formed with Synergy International Limited to sub-contract them for the provision of development services to help meet these new service demands.

Synergy has an excellent reputation for delivery and will provide Bravura Solutions with the extra bandwidth required to scale up quickly and meet our customer needs. Furthermore, this significant demand for core product upgrades is a reflection of the focus and investment that Bravura is maintaining in the Talisman product and the New Zealand market

Asia

2% of revenue, or \$0.59 million, this fiscal year came from the Asian region. Whilst Asia is not a large contributor at the present time, there is excellent growth potential in the region.

Bravura Solutions is committed to this region and has recently hired an Asia-Pacific Business Development Director. There has also been a significant increase in participation in Asian based conferences, advertising and seminars.

Ageing populations and development in old age support are making pensions and wealth management a prominent policy issue for many Asian countries.

Deregulation of the wealth management industry and increasing economic growth in several markets is expected to drive industry growth and the requirements for wealth management applications in Asia.

Financial Information
for the year ended 30 June 2006

TABLE OF CONTENTS

	Finance Report Page Reference
INCOME STATEMENT	18
BALANCE SHEET	19
STATEMENT OF CHANGES IN EQUITY	20
CASH FLOW STATEMENT	21
NOTES SUPPORTING THE FINANCIAL INFORMATION	
1 BASIS OF PREPARATION OF THE FINANCIAL REPORT	22
2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	23
3 SEGMENT INFORMATION	30
4 REVENUE AND EXPENSES	31
5 INCOME TAX	32
6 EARNINGS PER SHARE	34
7 DIVIDENDS PAID AND PROPOSED	34
8 CASH AND CASH EQUIVALENTS	35
9 TRADE AND OTHER RECEIVABLES (CURRENT)	36
10 PREPAYMENTS	36
11 INTANGIBLE ASSETS	36
12 OTHER FINANCIAL ASSETS (NON-CURRENT)	38
13 PROPERTY, PLANT AND EQUIPMENT	38
14 EMPLOYEE BENEFITS	40
15 TRADE AND OTHER PAYABLES	42
16 INTEREST BEARING LOANS AND BORROWINGS	42
17 PROVISIONS	43
18 DEFERRED REVENUE	44
19 ISSUED CAPITAL	44
20 RESERVES	45
21 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES	45
22 FINANCIAL INSTRUMENTS	46
23 BUSINESS COMBINATION	49
24 COMMITMENTS AND CONTINGENCIES	50
25 IMPAIRMENT TESTING OF INTANGIBLE ASSETS WITH INDEFINITE LIVES	51
26 RELATED PARTY DISCLOSURE	52
27 EVENTS AFTER THE BALANCE SHEET DATE	53
28 AUDITORS REMUNERATION	53
29 KEY MANAGEMENT PERSONNEL DISCLOSURES	54
30 DIRECTORS' DECLARATION	57