

AUSENCO LIMITED
RESULTS FOR ANNOUNCEMENT TO THE MARKET
For the year ended 31 December 2006



AUSENCO LIMITED

ABN 31 114 541 114

APPENDIX 4E
PRELIMINARY FINAL REPORT
FINANCIAL YEAR ENDED
31 DECEMBER 2006

This report is based on the Financial Report which is in the process of being audited

AUSENCO LIMITED
RESULTS FOR ANNOUNCEMENT TO THE MARKET
For the year ended 31 December 2006

AUSENCO LIMITED ABN 31 114 541 114 (ASX: AAX)

SUMMARY FINANCIALS

TWELVE MONTHS ENDED 31 DECEMBER	2006 A\$'000	2005 A\$'000	Increase
Operating revenue	144,396	77,667	86%
Net profit before tax	17,895	7,606	135%
Attributable profit after tax	13,421	5,663	137%
Basic earnings per share (cents)	17.3	7.9	120%
Diluted earnings per share (cents)	17.0	7.9	116%
Dividends per share – interim and final (cents)	10.0	-	
Net tangible assets per security (\$)	0.79	1,607	

DIVIDENDS

On 20 February 2007 Directors have declared a final fully franked dividend of 7.5 cents per share which, combined with the interim dividend of 2.5 cents per share, represents 60% of the group's full year NPAT. The dividend will be payable on 18 April 2007 to shareholders on the register as at midnight (Eastern Standard Time) on 4 April 2007. The aggregate amount of the proposed final dividend of \$6.2 million is not recognised as a liability as at 31 December 2006. The Company previously paid a fully franked interim dividend of 2.5 cents per share on 25 October 2006.

EXPLANATION OF RESULTS

Please refer to the attached Press Release for an explanation of the Result.

The information provided in this report contains all the information required by ASX Listing Rule 4.3A.

AUSENCO LIMITED
CONSOLIDATED INCOME STATEMENTS
For the year ended 31 December 2006

	Notes	CONSOLIDATED	
		2006 \$'000	2005 \$'000
Revenue from continuing operations	2	144,159	77,454
Other income	2	237	213
Staff and contractors costs		(91,379)	(38,881)
Reimbursable costs		(24,574)	(28,719)
Changes in work in progress		(285)	(183)
Office and administration costs		(5,980)	(2,707)
Other expenses		(2,382)	(515)
Depreciation and amortization expense	3	(1,787)	(596)
Borrowing Costs	3	(116)	(33)
Share of net profits of associates and joint venture partnerships accounted for using the equity method	27	2	1,573
Profit before income tax		17,895	7,606
Income tax expense	4	(4,474)	(1,943)
Net profit attributable to members of Ausenco Limited		13,421	5,663
Basic earnings per share (cents per share)	25	17.34	7.87
Diluted earnings per share (cents per share)	25	17.02	7.87

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

AUSENCO LIMITED
CONSOLIDATED BALANCE SHEETS
For the year ended 31 December 2006

	Notes	CONSOLIDATED	
		2006 \$'000	2005 \$'000
ASSETS			
<i>Current assets</i>			
Cash assets	5	24,733	10,686
Receivables	6	30,383	16,148
Inventories	7	-	285
Other	8	2,007	1,088
Total current assets		57,123	28,207
<i>Non-current assets</i>			
Receivables	9	42	82
Investments accounted for using the equity method	10	66	196
Available-for-sale financial assets	11	140	1,560
Property, plant and equipment	12	5,032	2,571
Deferred tax asset	13	1,956	675
Intangible assets	14	2,749	2,118
Total non-current assets		9,985	7,202
TOTAL ASSETS		67,108	35,409
LIABILITIES			
<i>Current liabilities</i>			
Payables	15	22,357	17,264
Borrowings	16	748	305
Current tax liabilities	17	3,654	1,004
Other	18	8,508	2,172
Total current liabilities		35,267	20,745
<i>Non-current liabilities</i>			
Borrowings	19	32	17
Deferred tax liabilities	20	392	104
Provisions	21	394	291
Total non-current liabilities		818	412
TOTAL LIABILITIES		36,085	21,157
NET ASSETS		31,023	14,252
EQUITY			
Contributed equity	22	10,979	2,007
Retained profits	23	20,044	12,245
TOTAL EQUITY		31,023	14,252

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

AUSENCO LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the year ended 31 December 2006

	Notes	CONSOLIDATED	
		2006 \$'000	2005 \$'000
Total equity at the beginning of the period		12,245	7,514
Options and performance rights expense		217	-
Net income recognised directly in equity		217	-
Net profit after tax from continuing operations		13,421	5,663
Total recognised income and expense for the financial year that is attributable to:		13,638	5,663
Transactions with equity holders in their capacity as equity holders:			
Dividends provided for or paid	24	(5,839)	(932)
		(5,839)	(932)
Total equity at the end of the financial year		20,044	12,245
Total recognised income and expense for the financial year that is attributable to:			
Members of Ausenco Limited		13,638	5,663

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

AUSENCO LIMITED
CONSOLIDATED CASH FLOWS STATEMENTS
For the year ended 31 December 2006

	CONSOLIDATED		
	Notes	2006 \$'000	2005 \$'000
<i>CASH FLOWS FROM OPERATING ACTIVITIES</i>			
Receipts from customers (inclusive of goods and services tax)		137,463	72,314
Payments to suppliers and employees (inclusive of goods and services tax)		(119,023)	(63,871)
		18,440	8,443
Interest received		230	174
Joint venture partnership distributions received		132	1,930
Borrowing costs paid		(116)	(33)
Income taxes paid		(3,163)	(724)
Net cash inflow from operating activities		15,523	9,790
<i>CASH FLOWS FROM INVESTING ACTIVITIES</i>			
Payments for purchase of equity and other investments		(299)	(469)
Payments for property, plant, and equipment		(4,880)	(4,055)
Proceeds from sale of investment		-	254
Net cash (outflow) from investing activities		(5,179)	(4,270)
<i>CASH FLOWS FROM FINANCING ACTIVITIES</i>			
Proceeds from borrowings		1,095	922
Repayment of borrowings		(651)	(687)
Proceeds from issue of equity		10,000	-
Share issue costs		(1,027)	-
Loans from related parties		-	(73)
Loans to related parties		-	48
Repayment of loans to related parties		40	-
Dividends paid		(5,839)	(932)
Net cash outflow from financing activities		3,618	(722)
NET INCREASE / (DECREASE) IN CASH HELD			
Cash at the beginning of the financial years		10,686	5,888
Effects of exchange rate changes on cash		85	-
CASH AT THE END OF THE FINANCIAL YEAR	5	24,733	10,686

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

1 BASIS OF PREPARATION

This preliminary financial report has been prepared in accordance with ASX listing rule 4.3A and has been derived from the unaudited financial report. The financial report has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRSs), other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Consensus Views and the *Corporations Act 2001*.

This preliminary financial report does not include all notes of the type normally included in an annual report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2005, the half-year report for the period ended 30 June 2006 and any public announcements made by Ausenco Limited during the reporting period with the continuous disclosure requirements of the *Corporations Act 2001*. These policies have been consistently applied to all the years presented, unless otherwise stated.

This report is based on the Financial Report which is in the process of being audited.

The current reporting year in the preliminary Final Report is the year ended 31 December 2006 while the prior year is the year ended 31 December 2005.

	CONSOLIDATED		
	Notes	2006 \$'000	2005 \$'000
2 REVENUE			
<i>From continuing operations</i>			
Services		144,159	77,454
		144,159	77,454
<i>Other Income</i>			
Interest		230	174
Dividends		-	-
Other		7	39
		237	213
Total revenue from continuing operations		144,396	77,667
3 EXPENSES			
Profit before income tax includes the following specific expenses:			
Depreciation of property, plant and equipment		1,342	564
<i>Amortisation</i>			
Leasehold improvements		445	32
Total amortisation		445	32
Total depreciation and amortisation		1,787	596
<i>Other charges against assets</i>			
Bad and doubtful debts – trade debtors		-	-
<i>Borrowing costs</i>			
Interest and finance charges paid/payable		116	33
Total borrowing costs		116	33
<i>Other expenses and losses</i>			
Operating lease rentals – minimum lease payments		1,430	985
Foreign exchange losses		102	64
Net loss on disposal of property, plant and equipment		115	-
Net loss on disposal of related company		-	-

	CONSOLIDATED	
	2006	2005
Notes	\$'000	\$'000
4 INCOME TAXES		
<i>(A) INCOME TAX EXPENSE</i>		
Current tax	5,568	1,964
Deferred tax	(668)	(21)
(Over)/under provision from prior years	(426)	-
Income tax expense / (benefit)	4,474	1,943
Deferred income tax (revenue) expenses included in income tax expense comprises:		
(Increase)/Decrease in deferred tax assets	(957)	49
Increase/(Decrease) in deferred tax liabilities	289	(28)
Deferred tax	(668)	21
<i>(B) NUMERICAL RECONCILIATION OF INCOME TAX TO PRIMA FACIE TAX PAYABLE</i>		
Profit before tax from continuing operations	17,895	7,606
At the Group's statutory income tax rate of 30% (2005: 30%)	5,369	2,282
<i>Tax effect of amounts which are not deductible/(taxable) in calculating taxable income:</i>		
Non deductible entertainment	38	19
Non-taxable dividends	-	-
International exempt income	(238)	(585)
Other	61	181
	5,230	1,897
(Over)/under provision from prior years	(426)	12
International tax rate differential ¹	(330)	34
Income tax expense/(benefit)	4,474	1,943

¹ represents tax expense for foreign tax rate differential, international withholding taxes and foreign tax losses unable to be utilised within the Group.

(C) TAX CONSOLIDATION

Ausenco Limited and its wholly-owned Australian controlled entities have decided to implement the tax consolidation legislation as of 1 July 2004. The head entity of the tax consolidated group is Ausenco Limited. The Australian Taxation Office has been notified of this decision. The entities also have tax sharing and funding agreements in place in order to allocate tax expense to the wholly owned subsidiaries on a pro-rata basis. In addition the agreement provided for the allocation of income tax liabilities between the entities should the head entity default on its tax payment obligations.

As a consequence, Ausenco Limited as the head entity in the tax consolidated group, recognises current income tax relating to transactions, events and balances of the wholly-owned Australian controlled entities in these financial statements as if those transactions, events and balances were its own, in addition to the current and deferred tax balances arising in relation to its own transactions, events and balances. Amounts receivable or payable under the tax sharing agreement and the tax funding agreement will be recognised separately by Ausenco Limited as tax-related amounts receivable or payable. Expenses and revenues arising under the tax sharing and funding agreements are recognised as a component of income tax expense (revenue).

CONSOLIDATED

	Notes	2006 \$'000	2005 \$'000
5 CURRENT ASSETS – CASH AND CASH EQUIVALENTS			
Cash at bank and on hand		24,733	10,686
6 CURRENT ASSETS – RECEIVABLES			
Trade debtors		28,279	14,278
Less: Provision for doubtful debts		(832)	(165)
		27,447	14,113
Other receivables		2,936	2,035
		30,383	16,148
7 CURRENT ASSETS – INVENTORIES			
Work in progress		-	285
8 CURRENT ASSETS – OTHER ASSETS			
Prepayments		1,295	709
Other financial assets		712	379
		2,007	1,088
9 NON-CURRENT ASSETS – RECEIVABLES			
Amounts owing by related parties and associates		42	62
Other receivables		-	20
		42	82
10 NON-CURRENT ASSETS – INVESTMENTS IN JOINT VENTURE ENTITIES			
Interest in joint ventures	27	66	196
		66	196
11 NON-CURRENT ASSETS – AVAILABLE FOR SALE FINANCIAL ASSETS			
At beginning of year		1,560	587
Additions		299	973
Disposals		(1,719)	-
At end of year		140	1,560
Listed securities			
Equity securities		6	6
Unlisted securities			
Equity securities		134	1,554
		140	1,560

	CONSOLIDATED	
	2006	2005
	\$'000	\$'000
12 NON-CURRENT ASSETS – PROPERTY, PLANT AND EQUIPMENT		
<i>LEASEHOLD IMPROVEMENTS</i>		
At cost	834	538
Less: Accumulated depreciation	(125)	(49)
	709	489
<i>PLANT AND EQUIPMENT</i>		
At cost	7,632	4,050
Less: Accumulated depreciation	(3,309)	(1,968)
	4,323	2,082
Total property, plant and equipment	5,032	2,571
13 NON-CURRENT ASSETS – DEFERRED TAX ASSETS		
The balance comprises temporary differences attributable to:		
<i>Amounts recognised in profit or loss</i>		
Doubtful debts	249	50
Employee benefits	927	498
Project provisions	428	104
Leasehold improvements	28	11
Investment in joint venture	-	12
	1,632	675
<i>Amounts recognised directly in equity</i>		
Costs associated with the IPO	324	-
	324	675
Deferred tax asset	1,956	675
Balance at 1 January 2006	675	724
Credited/(charged) to the income statement	957	11
Credited/(charged) to equity	324	-
Balance at 31 December 2006	1,956	675
Deferred tax assets to be recovered after more than 12 months	324	61
Deferred tax assets to be recovered within 12 months	1,632	614
	1,956	675
14 INTANGIBLE ASSETS		
Software development – cost	3,029	2,050
Accumulated amortisation	(370)	(5)
Formation costs	90	73
	2,749	2,118

	CONSOLIDATED	
	2006	2005
	\$'000	\$'000
15 CURRENT LIABILITIES – PAYABLES		
Trade creditors	5,735	6,388
Other creditors and accruals	16,622	10,876
	22,357	17,264

16 CURRENT LIABILITIES – BORROWINGS		
<i>SECURED</i>		
Hire purchase liability	748	305
	748	305

17 CURRENT LIABILITIES – TAX LIABILITIES		
Income tax payable	3,654	1,004
	3,654	1,004

18 CURRENT LIABILITIES – PROVISIONS		
Deferred revenue	5,471	1,814
Warranties	2,552	-
Other	485	358
	8,508	2,172

(A) PROVISION FOR DEFERRED REVENUE

The Group at times receives payment for services prior to revenue being recognised in the financial statements. Revenue is classified as deferred due to the criteria required for its recognition not being met as at the reporting date, in line with the accounting policy set out in note 1(F)

(B) WARRANTY PROVISIONS

When the outcome of a services contract is expected to result in additional expenses, this amount is provided for when it first becomes known that the additional expenditure will be incurred.

<i>MOVEMENTS IN PROVISIONS</i>	DEFERRED REVENUE	WARRANTY	OTHER
	\$'000	\$'000	\$'000
Carrying amount at 1 January 2006	1,814	-	358
Additional provisions	5,471	2,552	485
Amounts utilised during the year	(1,814)	-	(358)
Carrying amount at 31 December 2006	5,471	2,552	485

19 NON-CURRENT LIABILITIES – BORROWINGS		
<i>SECURED</i>		
Hire purchase liability	32	17
	32	17

	CONSOLIDATED	
	2006	2005
	\$'000	\$'000
20 NON-CURRENT LIABILITES – DEFERRED TAX LIABILITIES		
The balance comprises temporary differences attributable to:		
<i>Amounts recognised in profit or loss</i>		
Prepayments	34	8
Work in Progress	-	74
Retentions	358	-
Depreciation	-	22
Deferred tax liabilities	392	104
Balance at 1 January 2006	104	132
Charges/(credited) to the income statement	288	(28)
Balance at 31 December 2006	392	104
Deferred tax liabilities to be settled after more than 12 months	-	-
Deferred tax liabilities to be settled within 12 months	392	104
	392	104

21 NON-CURRENT LIABILITES – PROVISIONS

Employee entitlements	394	291
	394	291

22 CONTRIBUTED EQUITY

(A) SHARE CAPITAL

Balance at 1 January 2006	2,007	2,007
Issued during the financial year	10,000	-
Transaction costs	(1,352)	-
Deferred tax credit recognised directly in equity	324	-
Balance at 31 December 2006	10,979	2,007

	Number	Number
<i>(B) MOVEMENTS IN ORDINARY SHARES</i>		
Balance at 1 January 2006	20,709	20,709
Shares allotted - Incorporation		
Share division (3,474.33 : 1)	(20,709)	-
Share division (3,474.33 : 1)	71,950,000	-
Issued Shares – ASX listing	10,000,000	-
Balance at 31 December 2006	81,950,000	20,709

Share capital was divided on the 27 April 2006 based on a 3,474.33: 1 ratio from 20,709 ordinary fully paid shares to 71,950,000 ordinary fully paid shares. No consideration was received for this division.

Ausenco Limited raised \$10,000,000 through the issue of ten million ordinary shares at \$1.00 as per share in accordance with the prospectus dated 5 May 2006. Shares were allotted on the 9 June 2006 to successful applicants. Shares issued pursuant to the prospectus represented 12.20% of total issued capital following completion of the offer. Shares offered pursuant to the prospectus rank equally in all aspects with the shares issued previously.

(C) TERMS AND CONDITIONS OF CONTRIBUTED EQUITY

Ordinary shares

Ordinary shares have the right to receive dividends as declared and, in the event of winding up of the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

	CONSOLIDATED	
	2006	2005
	Notes	
	\$'000	\$'000
23 RESERVES AND RETAINED PROFITS		
Option and performance rights reserve	217	-
Retained profits	19,827	12,245
	20,044	12,245
<i>(A) OPTION AND PERFORMANCE RIGHTS RESERVE MOVEMENTS</i>		
Balance at 1 January 2006	-	-
Option and performance rights expense	217	-
Balance at 31 December 2006	217	-
<i>(II) RETAINED PROFITS</i>		
Balance at 1 January 2006	12,245	7,514
Net profit attributable to members of Ausenco Limited	13,421	5,663
Dividends provided for or paid	24 (5,839)	(932)
Balance at 31 December 2006	19,827	12,245
24 DIVIDENDS		
<i>(A) ORDINARY SHARES</i>		
Interim ordinary dividend for the financial year ended 31 December 2006 of 2.5 cents per share paid on paid 25 October 2006	2,049	-
Final ordinary dividend for the financial year ended 31 December 2005 of 5.3 cents per share paid on 24 April 2006	3,790	-
Interim ordinary dividend for the financial year ended 31 December 2005 of 0.72 cents per share paid 22 September 2005	-	518
Final ordinary dividend for the year ended 31 December 2004 of 0.57 cents per share paid 26 April 2005	-	414
	5,839	932
<i>(B) FRANKING CREDIT BALANCE</i>		
Franking credits available for subsequent financial years based on a tax rate of 30%	1,858	2,804
The above amounts represent the balance of the franking account at the end of the financial year, adjusted for:		
a) franking credits that will arise from the payment of the current tax liability		
b) franking debits that will arise from the payment of dividends recognized as a liability at the reporting date		
c) franking credits that will arise from the receipt of dividends recognised as receivables at the reporting date, and franking credits that may be prevented from being distributed in subsequent financial years.		
The consolidated amounts include franking credits that would be available to the parent entity if distributable profits of controlled entities were paid as dividends.		
	1,858	2,804

	CONSOLIDATED		
	Notes	2006 CENTS	2005 CENTS
25 EARNINGS PER SHARE			
Basic earnings per share (cents per share)		17.34	7.87
Net profit used as the numerator in calculating basic earnings per share (\$'000)		13,421	5,663
Weighted average number of ordinary shares used as the denominator in calculating basic earnings per share		77,402,055	20,709
<hr/>			
Diluted earnings per share (cents per share)		17.02	7.87
Net profit used as the numerator in calculating basic earnings per share (\$'000)		13,421	5,663
Weighted average number of ordinary shares used as the denominator in calculating diluted earnings per share		78,840,048	20,079

26 INVESTMENTS IN CONTROLLED ENTITIES

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1(B):

ENTITY	Notes	Country of Incorporation	BENEFICIAL INTEREST HELD BY CONSOLIDATED ENTITY	
			2006 %	2005 %
Ausenco Services Pty Ltd ^a		Australia	100	100
Ausenco International Pty Ltd		Australia	100	100
Ascentis Operations Pty Ltd		Australia	100	100
Ausenco Asia Pty Ltd		Australia	100	100
Ausenco Resources Pty Ltd		Australia	-	100
Ausenco Americas LLC		United States	100	100
Ausenco Beijing Limited		China	100	100
Ausenco Argentina SRL		Argentina	100	-
Ausenco Senegal SARL		Senegal	100	-
Ausenco Projects Limited		Hong Kong	100	-

^a Formerly known as Ausenco Limited

27 INVESTMENTS IN JOINT VENTURES

(A) Ausenco Limited entities have entered into the following joint venture operations:

JOINT VENTURE ENTITY	PRINCIPAL ACTIVITY	OWNERSHIP INTEREST CONSOLIDATED	
		2006	2005
		%	%
AB Ventures Limited	Construction Contractor for Lumwana Copper Project	50	-
AB Joint Venture	Services Contractor for Lumwana Copper Project	50	-
AMEC E & C Services Pty Ltd / Ausenco International Pty Ltd Joint Venture	Feasibility study for Mongolian gold/copper plant	-	50
Khanong Development Group Joint Venture	Integrated engineering and construction services in Laos	50	50

Information relating to the joint venture entities, presented in accordance with the accounting policy :

	CONSOLIDATED	
	2006 \$'000	2005 \$'000
<i>SHARE OF ENTITIES' ASSETS AND LIABILITIES</i>		
Current assets	40,166	274
Non-current assets	-	2
Total assets	40,166	276
Current liabilities	40,100	80
Non-current liabilities	-	-
Total liabilities	40,100	80
Net assets	66	196
<i>SHARE OF ENTITIES' REVENUES, EXPENSES AND RESULTS</i>		
Revenue	36,868	5,762
Expenses	36,866	4,189
Operating profit/(loss) before income tax	2	1,573
<i>RETAINED PROFIT ATTRIBUTABLE TO THE ENTITIES</i>		
At the beginning of the financial year	196	552
At the end of the financial year	66	196
<i>MOVEMENT IN CARRYING AMOUNT OF INVESTMENTS IN ENTITIES</i>		
Carrying amount at the beginning of the financial year	196	552
Share of profits/(losses) from ordinary activities before related income tax	2	1,573
Distributions received	(132)	(1,930)
Carrying amount at the end of the financial year	66	196

CORPORATE DIRECTORY

28 SEGMENT INFORMATION

PRIMARY REPORTING – BUSINESS SEGMENTS

	ENGINEERING	OPERATIONS AND MAINTENANCE	OTHER	ELIMIN	CONSOLIDATED
12 MONTHS TO 31 DECEMBER 2006	\$'000	\$'000	\$'000	\$'000	\$'000
Sales to external customers	141,546	1,987	-	-	143,533
Inter-segment sales	-	260	-	(260)	-
Total sales income	141,546	2,247	-	(260)	143,533
Share of net profit of associates	2	-	-	-	2
Other income	854	9	-	-	863
Total Income	142,402	2,256	-	(260)	144,398
Segment result	19,152	530	-	-	19,682
Amortisation expense					(1,787)
Profit from ordinary activities before income tax expense					17,895
Income tax expense					(4,474)
Profit from ordinary activities after income tax expense					13,421
Segment assets	66,179	847		82	67,108
Consolidated total assets	66,179	847		82	67,108
Segment liabilities	35,518	649		(82)	36,085
Consolidated total liabilities	35,518	649		(82)	36,085
Investments in associates included in segment assets					
Acquisition of property, plant and equipment and other non-current assets					
Depreciation and amortisation expense	1,778	9	-	-	1,787
Unallocated depreciation and amortisation expense					
Total depreciation and amortisation	1,778	9	-	-	1,787
Non-cash expenses other than depreciation and amortisation					

CORPORATE DIRECTORY

PRIMARY REPORTING – BUSINESS SEGMENTS

	ENGINEERING	OPERATIONS AND MAINTENANCE	OTHER	ELIMIN	CONSOLIDATED
12 MONTHS TO 31 DECEMBER 2005	\$'000	\$'000	\$'000	\$'000	\$'000
Sales to external customers	75,136	2,318	-	-	77,454
Inter-segment sales	83	216	-	(299)	-
Total sales income	75,219	2,534	-	(299)	77,454
Share of net profit of associates	1,573	-	-	-	1,573
Other income	186	27	-	-	213
Total Income	76,978	2,561	-	(299)	79,240
Segment result	8,193	9	-	-	8,202
Amortisation expense	-	-	-	-	(596)
Profit from ordinary activities before income tax expense	-	-	-	-	7,606
Income tax expense	-	-	-	-	(1,943)
Profit from ordinary activities after income tax expense	-	-	-	-	5,663
Segment assets	35,274	263	1,420	(1,548)	35,409
Consolidated total assets	35,274	263	1,420	(1,548)	35,409
Segment liabilities	21,103	183	1,419	(1,548)	21,157
Consolidated total liabilities	21,103	183	1,419	(1,548)	21,157
Investments in associates included in segment assets	-	-	-	-	-
Acquisition of property, plant and equipment and other non-current assets	-	-	-	-	-
Depreciation and amortisation expense	589	7	-	-	596
Unallocated depreciation and amortisation expense	-	-	-	-	-
Total depreciation and amortisation	589	7	-	-	596
Non-cash expenses other than depreciation and amortisation	-	-	-	-	-

SECONDARY REPORTING – GEOGRAPHICAL SEGMENTS

	AUSTRALIA AND NEW ZEALAND	AFRICA	AMERICAS	ASIA AND MIDDLE EAST	EUROPE	TOTAL
12 MONTHS TO 31 DECEMBER 2006	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Sales to external customers	30,464	42,805	8,026	61,381	1,720	144,396
Segment assets	64,838	-	1,912	358	-	67,108
	AUSTRALIA AND NEW ZEALAND	AFRICA	AMERICAS	ASIA AND MIDDLE EAST	EUROPE	TOTAL
12 MONTHS TO 31 DECEMBER 2005	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Sales to external customers	50,732	5,926	127	19,537	1,345	77,667
Segment assets	35,155	-	-	254	-	35,409

The consolidated entity provides engineering process and design services, project management services and operations and maintenance support services to a number of markets.

The consolidated entity's operations are organised and managed separately according to the nature of the services they provide, with each segment serving different markets. The primary segments are the Engineering and Process and Operations and Maintenance. Geographically, the consolidated entity operates in four predominant segments, Australia and New Zealand, Africa, the Americas, and Asia and the Middle East. Outside of Australia, activities are predominately in the Engineering and Process segment.