

# Appendix 4D

## Half-Year Report

Name of entity

Ausenco Limited

ABN or equivalent company reference

31 114 541 114

Half year ended ('current period')

30 June 2007

### Results for announcement to the market

*Extracts from this report for announcement to the market.*

**\$A'000**

				Current period
Revenues from ordinary activities	Up	74%	To	103,661
Profit from ordinary activities after tax	Up	309%	To	18,022
Net profit for the period attributable to members	Up	309%	To	18,022
Dividends (distributions)	Amount per security		Franked amount per security at 30% tax	
Final dividend paid in respect of the financial year ended 31 December 2006	7.5 cents		7.5 cents	
Interim dividend declared subsequent to 30 June 2007	13 cents		10.4 cents	
Record date for determining entitlements to the interim dividend, (in the case of a trust, distribution)	5 September 2007			

### **NTA backing**

	Current period	Previous corresponding Period 30 June 2006
Net tangible asset backing per ordinary security	\$0.50	\$0.26

**AUSENCO LIMITED**  
**ABN 31 114 541 114**

**INTERIM FINANCIAL REPORT**  
**FOR THE HALF YEAR ENDED**  
**30 JUNE 2007**

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## DIRECTORS' REPORT

Your directors submit their report on the consolidated entity consisting of Ausenco Limited and the entities it controlled at the end of, or during the half year ended 30 June 2007.

### **DIRECTORS**

Directors were in office for this entire period unless otherwise stated. The names of the Company Directors in office during the half year and until the date of this report are as follows:

Wayne Goss  
George Lloyd  
Zimi Meka  
John O'Reilly  
Bob Thorpe  
Hank Tuten

### **PRINCIPAL ACTIVITIES**

During the period the principal continuing activities of the consolidated entity consisted of:

- design of mineral processing plants;
- procurement of equipment for mineral processing plants on behalf of principals;
- project management and construction supervision of mineral processing plants;
- design and construction of mineral processing plants on a turnkey basis; and
- operating and maintenance of mineral processing plants.

### **DIVIDENDS**

Dividends paid to members during the financial period were as follows:

	<b>2007</b>	<b>2006</b>
	<b>\$'000</b>	<b>\$'000</b>
Final 2006 ordinary dividend declared 18 April 2007 on ordinary shares	6,146	-
Final 2005 ordinary dividend declared 24 April 2006 on ordinary shares	-	3,790
	<u>6,146</u>	<u>3,790</u>

Subsequent to the half year end, on 21 August 2007, the Directors declared an interim franked dividend of 13.0 cents per share in respect of the half year ended 30 June 2007. The amount of the dividend is \$10.7 million. The dividend has not been provided for in the 30 June 2007 interim financial statements.

### **REVIEW OF OPERATIONS**

Ausenco's safety performance for the 12 months to 30 June 2007 included a total Lost Time Injury Frequency Rate (LTIFR) of 1.1 based on 9 million hours worked during this period. Ausenco's safety performance record continues to maintain high standards and international best practice.

Aggregated revenue and other income for the period of \$103.8 million represented an increase of 74% over the previous corresponding period. Net profit before tax for the half year was \$22.0 million, an increase of 274% over the \$5.9 million achieved in the half year ended 30 June 2006. Net profit after tax for the half year was \$18.0 million, an increase of 309% over the \$4.4 million achieved in the half year ended 30 June 2006.

Basic earnings per share were 22.0 cents, an increase of 261% over the 6.1 cents per share in the previous corresponding period.

Ausenco's earnings before interest and tax (EBIT) margin increased to 20.7% compared to 9.7% for the previous corresponding period. The after tax profit margin of 17.4% was a strong improvement on the result of 7.4% reported for the 2006 year. The effective tax rate was lower than the previous corresponding period at 18%.

The increase in earnings reflects a focus upon a number of areas – consolidating and implementing our plans for the future sustainable growth of the business, stability in the margin contributions from all businesses areas, the growth of personnel numbers to meet key client requirements and project delivery in line with anticipated costs and schedules.

Net operating cash flow, after interest and tax, increased by 589% to \$21.2 million. Ausenco continues to provide a strong financial platform for continued and sustained growth through its relatively ungeared balance sheet and strong working capital position.

Cash at 30 June 2007 was \$37.6 million. Ausenco still maintains a relatively debt free position and has significant undrawn capacity as part of its secured funding and bonding facilities, recently expanded to \$125 million. Ausenco is financially well positioned to secure projects currently in negotiation or being targeted as part of converting our comprehensive project pipeline.

All projects are progressing to expectations, which together with the recent award of the Sabodala Gold Project in Senegal, the Ridgeway Deeps Gold-Copper project in Australia and the Kinsevere Copper project in the Congo, has expanded Ausenco's order book to cover 13 projects representing an installed capital value under management of over US\$2.8 billion through to 2009.



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Refer to the accompanying ASX Release for additional information.

***ROUNDING OF AMOUNTS***

The company is a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts in the directors' report. Amounts in the directors' report have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, to the nearest dollar.

***AUDITORS INDEPENDENCE DECLARATION***

PricewaterhouseCoopers continues in office in accordance with section 327 of the *Corporations Act 2001*.

A copy of the Auditors Independence Declaration as required under section 307 C of the *Corporations Act 2001* is set out on page 3.

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



W K Goss  
Director



L H Meka  
Director

Perth,  
21 August 2007

**PricewaterhouseCoopers**  
**ABN 5 780 433 757**

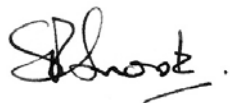
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## AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of Ausenco Limited for the half year ended 30 June 2007, I declare that to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Ausenco Limited and the entities it controlled during the period.



Stephen R Snook  
Partner  
PricewaterhouseCoopers

21 August 2007  
Brisbane

## INCOME STATEMENT for the half year ended 30 June 2007

		CONSOLIDATED		
		June 2007	June 2006	
Notes		\$'000	\$'000	
	<b>Revenue from continuing operations</b>	2	103,661	59,682
	Other income	2	133	7
	Staff and contractors costs		(66,447)	(38,133)
	Reimbursable costs		(13,844)	(8,434)
	Changes in work in progress		-	179
	Office and administration costs		(8,008)	(6,548)
	Other expenses		(1,166)	(287)
	Depreciation and amortisation expense	3	(1,254)	(556)
	Borrowing Costs	3	(165)	(36)
	Share of net profits of joint venture entities accounted for using the equity method	10	9,062	1
	<b>Profit before income tax</b>		<b>21,972</b>	<b>5,875</b>
	Income tax expense	4	(3,950)	(1,464)
	<b>Net profit attributable to members of Ausenco Limited</b>		<b>18,022</b>	<b>4,411</b>
	Basic earnings per share (cents per share)	8	22.0	6.1
	Diluted earnings per share (cents per share)	8	21.2	6.0

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



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**BALANCE SHEET as at 30 June 2007**

		CONSOLIDATED	
	Notes	June 2007 \$'000	Dec 2006 \$'000
<b>ASSETS</b>			
<i>Current assets</i>			
Cash assets		37,576	24,733
Receivables	5	35,882	31,095
Other		568	1,295
<b>Total current assets</b>		<b>74,026</b>	<b>57,123</b>
<i>Non-current assets</i>			
Receivables		18	42
Investments accounted for using the equity method		7,868	66
Available-for-sale financial assets		140	140
Property, plant and equipment		6,383	5,032
Deferred tax asset		2,842	1,564
Intangible assets		2,547	2,749
<b>Total non-current assets</b>		<b>19,798</b>	<b>9,593</b>
<b>TOTAL ASSETS</b>		<b>93,824</b>	<b>66,716</b>
<b>LIABILITIES</b>			
<i>Current liabilities</i>			
Payables		36,281	28,313
Borrowings		125	748
Current tax liabilities		5,106	3,663
Provisions		5,583	2,552
<b>Total current liabilities</b>		<b>47,095</b>	<b>35,276</b>
<i>Non-current liabilities</i>			
Borrowings		86	32
Provisions		2,842	394
<b>Total non-current liabilities</b>		<b>2,928</b>	<b>426</b>
<b>TOTAL LIABILITIES</b>		<b>50,023</b>	<b>35,702</b>
<b>NET ASSETS</b>		<b>43,801</b>	<b>31,014</b>
<b>EQUITY</b>			
Contributed equity	6	11,370	10,979
Reserves	7	737	217
Retained profits	7	31,694	19,818
<b>TOTAL EQUITY</b>		<b>43,801</b>	<b>31,014</b>

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



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**STATEMENT OF CHANGES IN EQUITY for the half year ended 30 June 2007**

		CONSOLIDATED	
		June 2007	June 2006
Notes		\$'000	\$'000
	<b>Total equity at the beginning of the half year</b>	31,014	14,252
	Profit for the half year	18,022	4,411
		<b>49,036</b>	<b>18,663</b>
Transactions with equity holders in their capacity as equity holders:			
	Contributions of equity net of transaction costs	391	9,208
	Employee share options	520	45
9	Dividends provided for or paid	(6,146)	(3,790)
		<b>(5,235)</b>	<b>5,463</b>
	<b>Total equity at the end of the half year</b>	<b>43,801</b>	<b>24,126</b>
Total recognised income and expense for the half year is attribute to members of:			
	Ausenco Limited	18,022	4,411
		<b>18,022</b>	<b>4,411</b>

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



## CASH FLOW STATEMENT for the half year ended 30 June 2007

	CONSOLIDATED	
	June 2007 \$'000	June 2006 \$'000
<i>CASH FLOWS FROM OPERATING ACTIVITIES</i>		
Receipts from customers (inclusive of goods and services tax)	100,908	51,924
Payments to suppliers and employees (inclusive of goods and services tax)	(78,996)	(55,625)
	21,912	(3,701)
Interest received	618	84
Joint venture entity distributions received	3,133	73
Borrowing costs paid	(165)	(36)
Income taxes paid	(4,216)	(771)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>21,282</b>	<b>(4,351)</b>
<i>CASH FLOWS FROM INVESTING ACTIVITIES</i>		
Payments for purchase of equity and other investments	-	(304)
Payments for property, plant, and equipment	(2,403)	(2,360)
<b>Net cash inflow/(outflow) from investing activities</b>	<b>(2,403)</b>	<b>(2,664)</b>
<i>CASH FLOWS FROM FINANCING ACTIVITIES</i>		
Proceeds from borrowings	-	37
Repayment of borrowings	(569)	(296)
Proceeds from issue of equity	391	10,000
Share issue costs	-	(1,100)
Loans to related parties	-	(100)
Repayment of loans to related parties	-	12
Dividends paid	9 (6,146)	(2,071)
<b>Net cash inflow/(outflow) from financing activities</b>	<b>(6,324)</b>	<b>6,482</b>
<b>NET (DECREASE) IN CASH HELD</b>	<b>12,555</b>	<b>(533)</b>
Cash at the beginning of the financial period	24,733	10,686
Effects of exchange rate changes on cash	288	-
<b>CASH AT THE END OF THE FINANCIAL PERIOD</b>	<b>37,576</b>	<b>10,153</b>

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



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**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****(A)      BASIS OF PREPARATION OF HALF YEAR REPORT**

This general purpose financial report for the interim half year reporting period ended 30 June 2007 has been prepared in accordance with Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

For the purpose of preparing the half year financial report, the half year has been treated as a discrete reporting period.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2006 and any public announcements made by Ausenco Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Comparative information has been reclassified where appropriate to enhance comparability.



	CONSOLIDATED	
	June 2007	June 2006
	\$'000	\$'000
<b>NOTE 2 REVENUE AND OTHER INCOME</b>		
<i>From continuing operations</i>		
Services	103,043	59,598
Interest	618	84
	<u>103,661</u>	<u>59,682</u>
<i>Other Income</i>		
Other	133	7
	<u>133</u>	<u>7</u>
	<u>103,794</u>	<u>59,689</u>

### NOTE 3 EXPENSES

Profit before income tax includes the following specific expenses:

Depreciation of property, plant and equipment	972	487
Amortisation of leasehold improvements	66	40
Amortisation of intangible assets	216	29
Total depreciation and amortisation	<u>1,254</u>	<u>556</u>
Borrowing costs		
Interest and finance charges paid/payable	165	36
Total borrowing costs	<u>165</u>	<u>36</u>
Other expenses and losses		
Operating lease rentals – minimum lease payments	97	780
Foreign exchange loss – unrealised	288	7
Foreign exchange loss - realised	64	7
Defined contribution superannuation expense	2,444	1,558
Total other expenses and losses	<u>2,893</u>	<u>2,352</u>

### NOTE 4 INCOME TAXES

#### Numerical reconciliation of income tax to prima facie tax payable

Profit from continuing operations before income tax expense	21,972	5,875
Tax at the Australian rate of 30% (2007 – 30%)	6,592	1,763
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Non deductible entertainment	20	7
Non deductible legal and professional expenses	60	1
Employees option expense	156	-
International exempt income	(1,421)	(135)
	<u>5,407</u>	<u>1,636</u>
(Over) / under provision for prior years	(1,378)	(87)
International tax rate differential <sup>1</sup>	(79)	(85)
Income tax expense	<u>3,950</u>	<u>1,464</u>

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



Notes	CONSOLIDATED	
	June 2007	Dec 2006
	\$'000	\$'000
<b>NOTE 5</b>	<b>CURRENT ASSETS – RECEIVABLES</b>	
Trade Debtors	22,785	10,918
Less: Provision for doubtful debts	(802)	(832)
	<u>21,983</u>	<u>10,086</u>
Unbilled revenue	10,236	11,822
Debtor retentions	134	1,294
Receivables from related party	2,666	5,539
GST/VAT receivables	814	712
Other receivables	49	1,642
	<u>35,882</u>	<u>31,095</u>

**NOTE 6**                    **CONTRIBUTED EQUITY**

	June 2007	June 2006
	\$'000	\$'000
<b>Issued Share Capital</b>		
Attributable to members of the Company		
Ordinary Shares	11,370	11,215
Closing Balance	<u>11,370</u>	<u>11,215</u>

	June 2007	June 2006
	\$'000	\$'000
<b>Issues of Ordinary Shares during the Half Year</b>		
Balance at 1 January	10,979	2,007
Issued during the half year	-	10,000
Exercise of options issued under Executive Options Plan	391	-
Transaction costs (net of tax)	-	(792)
Balance at 30 June	<u>11,370</u>	<u>11,215</u>

	June 2007	June 2006
	Number	Number
<b>Movements in Contributed Equity for the period</b>		
<b>Ordinary Shares</b>		
Opening balance	81,950,000	20,709
Share division (3,474.33 : 1)	-	(20,709)
Share division (3,474.33 : 1)	-	71,950,000
Issued shares – ASX listing	-	10,000,000
Exercise of options issued under Executive Options Plan	391,003	-
Balance at the end of the half year	<u>82,341,003</u>	<u>81,950,000</u>

Share capital was divided on the 27 April 2006 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 million through the issue of ten million ordinary shares at \$1.00 as per Prospectus dated 5 May 2006. Shares were allotted on the 9 June 2006 to successful applicants.

**NOTE 7**                    **RESERVES AND RETAINED PROFITS**

	June 2007	June 2006
	\$'000	\$'000
<b>Reserves</b>		
Share Based Payments Reserve	<u>737</u>	<u>45</u>
	<u>737</u>	<u>45</u>
<i>Share Based Payments reserve</i>		
Balance at the beginning of the financial period	217	-
Option expense	520	45
Balance at the end of the financial period	<u>737</u>	<u>45</u>
Retained profits	<u>31,694</u>	<u>12,866</u>
	<u>31,694</u>	<u>12,866</u>



	CONSOLIDATED		
	June 2007	June 2006	
	Notes	\$'000	\$'000
<i>Retained Profits</i>			
Balance at the beginning of the financial period		19,818	12,245
Net profit attributable to members of Ausenco Limited		18,022	4,411
Dividends provided for or paid	9	(6,146)	(3,790)
Balance at the end of the half year		<u>31,694</u>	<u>12,866</u>

## NOTE 8 EARNINGS PER SHARE

Basic earnings per share (cents per share)	22.0	6.1
Diluted earnings per share (cents per share)	21.2	6.0
Weighted average number of ordinary shares used as the denominator in calculating basic earnings per share	82,067	72,765
Weighted average number of ordinary shares used as the denominator in calculating diluted earnings per share	84,908	73,487
Earnings used in calculating basic and diluted earnings per share	18,022	4,411

## NOTE 9 DIVIDENDS

### ORDINARY SHARES

Final ordinary dividend for the financial year ended 31 December 2006 of 7.5 cents per share paid on 18 April 2007	6,146	-
Final ordinary dividend for the financial year ended 31 December 2005 of 5.3 cents per share paid on 6 April 2006	-	3,790
	<u>6,146</u>	<u>3,790</u>
<i>Dividends paid in cash or satisfied by investment in available-for-sale financial assets during the half years ended 30 June 2007 and 2006 were as follows:</i>		
Paid in cash	6,146	2,071
Satisfied by transfer of investment in available-for-sale financial asset	-	1,719
	<u>6,146</u>	<u>3,790</u>
Dividends not recognised at the end of the Half Year	<u>10,704</u>	<u>2,049</u>

## NOTE 10 SHARE OF NET PROFITS OF JOINT VENTURE ENTITIES ACCOUNTED FOR USING THE EQUITY METHOD

Ausenco has an interest in three joint ventures relating to the delivery of specific projects and studies. Each of these joint venture results contributed to Ausenco financial results to 30 June 2007, including an initial recognition of a joint venture contribution in relation to the AB Joint Venture and AB Ventures Limited joint ventures.



CONSOLIDATED

Notes June 2007 Dec 2006  
\$'000 \$'000

**NOTE 11 CONTINGENT LIABILITIES**

The consolidated entity is, in the normal course of business, required to provide guarantees and letters of credit on behalf of controlled entities, associates and related parties in respect of their contractual performance related obligations.

No liability was recognised by the consolidated entity in relation to these guarantees as the fair value of the guarantees is immaterial.

Bank guarantees outstanding at the balance date in respect of commitments for expenditure.

29,220 2,853

**NOTE 12 SEGMENT INFORMATION**

*PRIMARY REPORTING – BUSINESS SEGMENTS*

	ENGINEERING \$'000	OPERATIONS AND MAINTENANCE \$'000	ELIMIN \$'000	CONSOLIDATED \$'000
<b>6 months to 30 June 2007</b>				
Sales to external customers	101,673	1,503	-	103,176
Inter-segment sales	-	1,177	(1,177)	-
<b>Total sales revenue</b>	<b>101,673</b>	<b>2,680</b>	<b>(1,177)</b>	<b>103,176</b>
Share of net profit of associates	9,062	-	-	9,062
Other revenue	614	4	-	618
<b>Total segment revenue</b>	<b>111,349</b>	<b>2,684</b>	<b>(1,177)</b>	<b>112,856</b>
Segment result	22,712	514	-	23,226
Depreciation and amortisation expense			-	(1,254)
Profit from ordinary activities before income tax expense				21,972
Income tax expense				(3,950)
<b>Profit from ordinary activities after income tax expense</b>				<b>18,022</b>
Segment assets	92,738	838	248	93,824
Segment liabilities	49,983	288	(248)	50,023
Depreciation and amortisation expense	1,254	2	-	1,256
Non-cash expenses other than depreciation and amortization				
<b>6 months to 30 June 2006</b>				
Sales to external customers	57,177	2,421	-	59,598
Inter-segment sales	29	822	(851)	-
<b>Total sales revenue</b>	<b>57,206</b>	<b>3,243</b>	<b>(851)</b>	<b>59,598</b>
Share of net profit of associates	1	-	-	1
Other revenue	88	3	-	91
<b>Total segment revenue</b>	<b>57,295</b>	<b>3,246</b>	<b>(851)</b>	<b>59,690</b>
Segment result	6,267	164	-	6,431
Depreciation and amortisation expense			-	(556)
Profit from ordinary activities before income tax expense				5,875
Income tax expense				(1,464)
<b>Profit from ordinary activities after income tax expense</b>				<b>4,411</b>
Segment assets	43,551	727	(100)	44,178
Segment liabilities	19,456	696	(100)	20,052
Depreciation and amortisation expense	553	3	-	556
Non-cash expenses other than depreciation and amortization				



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## DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Ausenco Limited, we state that:

In the opinion of the directors:

- (a) the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2007 and of its performance for the half year ended on that date; and
  - (ii) complying with Accounting Standards, Corporations Regulations 2001 and other mandatory professional reporting requirements; and
- (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.

On behalf of the Board



W K Goss  
Director



L H Meka  
Director

Perth,  
21 August 2007



## INDEPENDENT AUDITOR'S REVIEW REPORT

### to the members of Ausenco Limited

#### Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Ausenco Limited, which comprises the balance sheet as at 30 June 2007, and the income statement, statement of changes in equity, and cash flow statement for the half-year ended on that date, other selected explanatory notes and the directors' declaration for the Ausenco Group (the consolidated entity). The consolidated entity comprises both Ausenco Limited (the company) and the entities it controlled during that half-year.

#### *Directors' Responsibility for the Half-Year Financial Report*

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances..

#### *Auditor's Responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 30 June 2007 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Ausenco Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. It also includes reading the other information included with the financial report to determine whether it contains any material inconsistencies with the financial report. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

For further explanation of a review, visit our website <http://www.pwc.com/au/financialstatementaudit>.

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

Our review did not involve an analysis of the prudence of business decisions made by directors or management.

*Independence*

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

*Conclusion*

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Ausenco Limited is not in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2007 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read 'S. Snook', with a horizontal line underneath.

Stephen R Snook

Partner

Brisbane

21 August 2007