



AUSENCO LIMITED

ABN 31 114 541 114

**APPENDIX 4E
PRELIMINARY FINAL REPORT
FINANCIAL YEAR ENDED
31 DECEMBER 2007**

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

AUSENCO LIMITED
CONSOLIDATED INCOME STATEMENTS
For the year ended 31 December 2007

SUMMARY FINANCIALS

Twelve months ended 31 December	2007 ^a A\$'000	2006 ^b A\$'000	Increase
Operating revenue	368,324	153,997	139%
Earnings before interest and tax	48,788	17,733	175%
<i>EBIT margin</i>	<i>13.2</i>	<i>11.5</i>	<i>15%</i>
Net profit before tax	51,478	17,895	188%
Attributable profit after tax	41,502	13,412	209%
<i>Net margin</i>	<i>11.3</i>	<i>8.7</i>	<i>30%</i>
Basic earnings per share (cents)	50.5	17.3	192%
Operating cash flow	88,576	17,503	406%
Dividends per share (cents)	30.3	10.0	203%

^a The 2007 full year final report and results are in the final stages of the audit process. No changes are expected.

^b Ausenco has adopted proportionate consolidation for its joint venture interests resulting in a restatement of the 2006 comparatives.

DIVIDENDS

On 19 February 2008 the Directors have declared a final dividend of 17.25 cents per share, franked to 60%, which combined with the interim dividend of 13.0 cents per share, represents 60% of group's full year Net Profit After Tax. The dividend will be payable on 12 March 2008 to shareholders on the register as at midnight (Eastern Standard Time) on 27 February 2008. The aggregate amount of the proposed final dividend of \$14.3 million is not recognised as a liability as at 31 December 2007. The Company previously paid an interim dividend of 13.0 cents per share, franked to 80%, on 19 September 2007.

EXPLANATION OF RESULTS

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

AUSENCO LIMITED
CONSOLIDATED INCOME STATEMENTS
For the year ended 31 December 2007

	Notes	CONSOLIDATED	
		2007 \$'000	2006 \$'000
Revenue from continuing operations	2	368,324	153,997
Other income	2	9,619	346
Staff and contractors costs		(147,143)	(91,379)
Reimbursable costs		(155,438)	(31,690)
Changes in work in progress		-	(285)
Office and administration costs		(17,546)	(8,809)
Other expenses		(2,838)	(2,382)
Depreciation and amortisation expense	3	(3,102)	(1,787)
Borrowing Costs	3	(398)	(116)
Profit before income tax		51,478	17,895
Income tax expense	4	(9,976)	(4,483)
Net profit attributable to members of Ausenco Limited		41,502	13,412
Basic earnings per share (cents per share)	25	50.45	17.33
Diluted earnings per share (cents per share)	25	48.77	17.00

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

AUSENCO LIMITED
CONSOLIDATED BALANCE SHEETS
For the year ended 31 December 2007

		CONSOLIDATED	
	Notes	2007 \$'000	2006 \$'000
ASSETS			
<i>Current assets</i>			
Cash and cash equivalents	5	94,460	28,107
Receivables	6	52,184	30,197
Work in progress	7	12,228	4,477
Derivative financial instrument	8	4,093	-
Other current assets	9	2,122	1,295
Total current assets		165,087	64,076
<i>Non-current assets</i>			
Available-for-sale financial assets	10	140	140
Property, plant and equipment	11	7,089	5,115
Deferred tax asset	12,20	4,291	1,564
Intangible assets	13	2,327	2,749
Total non-current assets		13,847	9,568
TOTAL ASSETS		178,934	73,644
LIABILITIES			
<i>Current liabilities</i>			
Trade and other payables	14	57,037	17,181
Billings in advance	15	53,600	16,732
Borrowings	16	1,270	748
Current tax liabilities	17	10,158	3,663
Provisions	18	466	2,552
Total current liabilities		122,531	40,876
<i>Non-current liabilities</i>			
Borrowings	19	42	32
Provisions	21	373	394
Total non-current liabilities		415	426
TOTAL LIABILITIES		122,946	41,302
NET ASSETS		55,988	32,342
EQUITY			
Contributed equity	22	11,588	10,979
Reserves		(69)	1,545
Retained profits	23	44,469	19,818
TOTAL EQUITY		55,988	32,342

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 2007

	CONSOLIDATED	
	2007	2006
	\$'000	\$'000
Notes		
Total equity at the beginning of the period	32,342	14,252
Net profit after tax from continuing operations	41,502	13,412
Total recognised income and expense for the financial year	41,502	13,412
Transactions with equity holders in their capacity as equity holders:		
Shares issued	608	10,000
Costs of issuing equity	-	(1,352)
Deferred tax asset	-	324
Options and performance rights	999	217
Foreign currency translation reserve	(2,612)	1,328
Dividends provided for or paid	24	(5,839)
	(17,856)	4,678
Total equity at the end of the financial year	55,988	32,342
Total recognised income and expense for the financial year that is attributable to:		
Members of Ausenco Limited	41,502	13,412

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 2007

	CONSOLIDATED		
	Notes	2007 \$'000	2006 \$'000
<i>CASH FLOWS FROM OPERATING ACTIVITIES</i>			
Receipts from customers (inclusive of goods and services tax)		374,876	149,843
Payments to suppliers and employees (inclusive of goods and services tax)		(285,416)	(130,145)
		89,460	19,698
Interest received		2,997	230
Joint venture partnership distributions received		-	132
Borrowing costs paid		(400)	(116)
Income taxes paid		(3,481)	(2,441)
Net cash inflow from operating activities		88,576	17,503
<i>CASH FLOWS FROM INVESTING ACTIVITIES</i>			
Payments for purchase of equity and other investments		-	(299)
Payments for property, plant, and equipment		(4,657)	(4,880)
Proceeds from sale of investment		-	1,719
Net cash (outflow) from investing activities		(4,657)	(3,460)
<i>CASH FLOWS FROM FINANCING ACTIVITIES</i>			
Proceeds from borrowings		-	1,095
Repayment of borrowings		(1,323)	(637)
Proceeds from issue of equity		608	10,000
Share issue costs		-	(1,352)
Loans from related parties		-	-
Loans to related parties		-	-
Repayment of loans to related parties		-	26
Dividends paid		(16,851)	(5,839)
Net cash outflow from financing activities		(17,566)	3,293
NET INCREASE / (DECREASE) IN CASH HELD			
Cash at the beginning of the financial years		28,107	10,686
Effects of exchange rate changes on cash		-	85
CASH AT THE END OF THE FINANCIAL YEAR	5	94,460	28,107

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 2006, the half-year report for the period ended 30 June 2007 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 2007 while the prior year is the year ended 31 December 2006.

Ausenco has adopted proportionate consolidation for its joint venture interests resulting in a restatement of the 2006 comparatives.

	CONSOLIDATED		
	Notes	2007 \$'000	2006 \$'000
2 REVENUE			
<i>From continuing operations</i>			
Services		368,324	153,997
		<u>368,324</u>	<u>153,997</u>
<i>Other Income</i>			
Interest		3,088	278
Net gain on foreign exchange contract		6,399	-
Other		132	68
		<u>9,619</u>	<u>346</u>
		<u>377,943</u>	<u>154,343</u>

3 EXPENSES

Profit before income tax includes the following specific expenses:

Depreciation of property, plant and equipment	1,995	1,342
<i>Amortisation</i>		
Intangibles	436	369
Leasehold improvements	671	76
Total amortisation	<u>1,107</u>	<u>445</u>
Total depreciation and amortisation	<u>3,102</u>	<u>1,787</u>
<i>Other charges against assets</i>		
Bad and doubtful debts – trade debtors	-	-
<i>Borrowing costs</i>		
Interest and finance charges paid/payable	398	116
Total borrowing costs	<u>398</u>	<u>116</u>
<i>Other expenses and losses</i>		
Operating lease rentals – minimum lease payments	2,260	1,430
Foreign exchange losses (net)	1,811	229
Net loss on disposal of property, plant and equipment	-	115
Net loss on disposal of related company	-	-

Defined contribution superannuation expense	5,501	3,556
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CONSOLIDATED		
	2007	2006
Notes	\$'000	\$'000
4 INCOME TAXES		
<i>(A) INCOME TAX EXPENSE</i>		
Current tax	13,272	5,577
Deferred tax	(2,727)	(668)
(Over)/under provision from prior years	(569)	(426)
Income tax expense / (benefit)	9,976	4,483
Deferred income tax (revenue) expenses included in income tax expense comprises:		
(Increase)/Decrease in deferred tax assets	(2,234)	(957)
Increase/(Decrease) in deferred tax liabilities	(249)	289
Deferred tax	(2,483)	(668)
<i>(B) NUMERICAL RECONCILIATION OF INCOME TAX TO PRIMA FACIE TAX PAYABLE</i>		
Profit before tax from continuing operations	51,478	17,895
At the Group's statutory income tax rate of 30% (2006: 30%)	15,443	5,369
<i>Tax effect of amounts which are not deductible/(taxable) in calculating taxable income:</i>		
Non deductible entertainment	46	38
Non-taxable dividends	-	-
International exempt income	(2,858)	(238)
Other	514	70
	13,145	5,239
(Over)/under provision from prior years	(567)	(426)
International tax rate differential ¹	(2,602)	(330)
Income tax expense/(benefit)	9,976	4,483

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).

	Notes	CONSOLIDATED	
		2007 \$'000	2006 \$'000
5 CURRENT ASSETS – CASH AND CASH EQUIVALENTS			
Cash at bank and on hand		47,031	11,342
Deposits at call		47,429	16,765
		94,460	28,107
6 CURRENT ASSETS – RECEIVABLES			
Trade debtors		24,608	15,130
Less: Provision for doubtful debts		(1,550)	(832)
		23,058	14,298
Unbilled revenue		18,240	11,823
Debtor retentions		220	1,294
GST/VAT receivables		5,382	1,098
Other receivables		5,284	1,684
		52,184	30,197
7 CURRENT ASSETS – WORK IN PROGRESS			
Work in progress		12,228	4,477
8 DERIVATIVE FINANCIAL INSTRUMENTS			
Option at fair value		4,093	-
		4,093	-
9 CURRENT ASSETS – OTHER ASSETS			
Prepayments		1,883	1,295
Interest receivable		91	-
Other		148	-
		2,122	1,295

	CONSOLIDATED	
	2007	2006
	\$'000	\$'000
10 NON-CURRENT ASSETS – AVAILABLE FOR SALE FINANCIAL ASSETS		
At beginning of year	140	1,560
Additions	-	299
Disposals	-	(1,719)
At end of year	140	140
Listed securities		
Equity securities	6	6
Unlisted securities		
Equity securities	134	134
	140	140
11 NON-CURRENT ASSETS – PROPERTY, PLANT AND EQUIPMENT		
<i>LEASEHOLD IMPROVEMENTS</i>		
At cost	1,902	889
Less: Accumulated depreciation	(485)	(136)
	1,417	753
<i>PLANT AND EQUIPMENT</i>		
At cost	10,329	6,712
Less: Accumulated depreciation	(4,657)	(2,350)
	5,672	4,362
Total property, plant and equipment	7,089	5,115

	CONSOLIDATED	
	2007	2006
	\$'000	\$'000
12 NON-CURRENT ASSETS – DEFERRED TAX ASSETS		
The balance comprises temporary differences attributable to:		
<i>Amounts recognised in profit or loss</i>		
Doubtful debts	294	249
Employee benefits	1,594	927
Project provisions	2,303	428
Leasehold improvements	-	28
	4,191	1,632
<i>Amounts recognised directly in equity</i>		
Costs associated with the IPO	243	324
	243	324
Deferred tax asset	4,434	1,956
Balance at 1 January	1,956	675
Credited/(charged) to the income statement	2,235	957
Credited/(charged) to equity	243	324
Balance at 31 December	4,434	1,956
Deferred tax assets to be recovered after more than 12 months	112	324
Deferred tax assets to be recovered within 12 months	4,322	1,632
	4,434	1,956
13 INTANGIBLE ASSETS		
Software development – cost	3,049	3,029
Accumulated amortisation	(807)	(370)
Formation costs	85	90
	2,327	2,749

	CONSOLIDATED	
	2007	2006
	\$'000	\$'000
14 CURRENT LIABILITIES – PAYABLES		
Trade creditors	10,995	1,689
Other tax payable	4,110	618
Promissory note	5,742	695
Other creditors and accruals	36,190	14,179
	57,037	17,181
15 BILLINGS IN ADVANCE		
Billings in advance	53,600	16,732
	53,600	16,732
16 CURRENT LIABILITIES – BORROWINGS		
<i>SECURED</i>		
Hire purchase liability	44	36
	44	36
<i>UNSECURED</i>		
Other loans	1,226	712
	1,226	712
	1,270	748
17 CURRENT LIABILITIES – TAX LIABILITIES		
Income tax payable	10,158	3,663
	10,158	3,663
18 CURRENT LIABILITIES – PROVISIONS		
Warranties	466	2,552
	466	2,552
19 NON-CURRENT LIABILITES – BORROWINGS		
<i>SECURED</i>		
Hire purchase liability	42	32
	42	32

	CONSOLIDATED	
	2007	2006
	\$'000	\$'000
20 NON-CURRENT LIABILITIES – DEFERRED TAX LIABILITIES		
The balance comprises temporary differences attributable to:		
<i>Amounts recognised in profit or loss</i>		
Prepayments	29	34
Work in Progress	-	-
Retentions	30	358
Depreciation	84	-
Deferred tax liabilities	143	392
Balance at 1 January	392	104
Charges/(credited) to the income statement	(249)	288
Balance at 31 December	143	392
Deferred tax liabilities to be settled after more than 12 months	-	-
Deferred tax liabilities to be settled within 12 months	143	392
	143	392

21 NON-CURRENT LIABILITIES – PROVISIONS

Employee entitlements	373	394
	373	394

22 CONTRIBUTED EQUITY

(A) SHARE CAPITAL

Balance at 1 January	10,979	2,007
Issued during the financial year	608	10,000
Transaction costs	-	(1,352)
Deferred tax credit recognised directly in equity	-	324
Balance at 31 December	11,588	10,979

	Number	Number
<i>(B) MOVEMENTS IN ORDINARY SHARES</i>		
Balance at 1 January	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 2006 options, proceeds received	608,337	-
Balance at 31 December	82,558,337	81,950,000

A total of 608,337 shares were issued during the year due to the exercise of options by members of the executive.

(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	
	2007	2006
Notes	\$'000	\$'000
23 RESERVES AND RETAINED PROFITS		
Option and performance rights reserve	1,216	217
Foreign currency translation reserve	(1,285)	1,328
Retained profits	44,469	19,818
	44,400	21,363
<i>(I) OPTION AND PERFORMANCE RIGHTS RESERVE MOVEMENTS</i>		
Balance at 1 January	217	-
Option and performance rights expense	999	217
Balance at 31 December	1,216	217
<i>(II) RETAINED PROFITS</i>		
Balance at 1 January	19,818	12,245
Net profit attributable to members of Ausenco Limited	41,502	13,412
Dividends provided for or paid	24 (16,851)	(5,839)
Balance at 31 December	44,469	19,818
24 DIVIDENDS		
<i>(A) ORDINARY SHARES</i>		
Interim ordinary dividend for the financial year ended 31 December 2007 of 13.0 cents per share paid on paid 19 September 2007	10,704	2,049
Final ordinary dividend for the financial year ended 31 December 2006 of 7.5 cents per share paid on 18 April 2007	6,147	3,790
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
	16,851	5,839
<i>(B) FRANKING CREDIT BALANCE</i>		
Franking credits available for subsequent financial years based on a tax rate of 30%	3,516	1,858
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 recognised 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.		
	3,516	1,858

	CONSOLIDATED		
	Notes	2007 CENTS	2006 CENTS
25 EARNINGS PER SHARE			
Basic earnings per share (cents per share)		50.45	17.33
Net profit used as the numerator in calculating basic earnings per share (\$'000)		41,502	13,412
Weighted average number of ordinary shares used as the denominator in calculating basic earnings per share		82,257,467	77,402,055
<hr/>			
Diluted earnings per share (cents per share)		48.77	17.00
Net profit used as the numerator in calculating basic earnings per share (\$'000)		41,502	13,412
Weighted average number of ordinary shares used as the denominator in calculating diluted earnings per share		85,098,037	78,914,598

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	
			2007 %	2006 %
Ausenco Services Pty Ltd		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 Americas LLC		United States	100	100
Ausenco Beijing Limited		China	100	100
Ausenco Argentina SRL		Argentina	100	100
Ausenco Senegal SARL		Senegal	100	100
Ausenco Projects Limited		Hong Kong	100	100
Ausenco Africa Limited		Mauritius	100	-
Ausenco Canada Inc		Canada	100	-
Ausenco Global Pty Ltd		Australia	100	-
Global Procurement Services Pty Ltd		Thailand	100	-

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	
		2007 %	2006 %
AB Ventures Limited	Construction for Lumwana Copper Project	50	-
AB Joint Venture	Services Contractor for Lumwana Copper Project	50	-
Khanong Development Group Joint Venture	Integrated engineering and construction services in Laos	70	50

CORPORATE DIRECTORY

28 SEGMENT INFORMATION

PRIMARY REPORTING – BUSINESS SEGMENTS

	ENGINEERING	OPERATIONS AND MAINTENANCE	OTHER	ELIMIN	CONSOLIDATED
12 MONTHS TO 31 DECEMBER 2007	\$'000	\$'000	\$'000	\$'000	\$'000
Sales to external customers	364,075	7,078	-	-	371,153
Inter-segment sales	-	-	-	(2,829)	(2,829)
Total sales income	364,075	7,078	-	(2,829)	368,324
Share of net profit of associates	-	-	-	-	-
Other income	9,611	8	-	-	9,619
Total Income	373,686	7,086	-	(2,829)	377,943
Segment result	53,865	715	-	-	54,580
Amortisation expense					(3,102)
Profit from ordinary activities before income tax expense					51,478
Income tax expense					(9,976)
Profit from ordinary activities after income tax expense					41,502
Segment assets	177,664	993	-	277	178,934
Consolidated total assets	177,664	993	-	277	178,934
Segment liabilities	122,569	654	-	(277)	122,946
Consolidated total liabilities	122,569	654	-	(277)	122,946
Investments in associates included in segment assets					
Acquisition of property, plant and equipment and other non-current assets	3,953	-	-	-	3,953
Depreciation and amortisation expense	3,097	5	-	-	3,102
Unallocated depreciation and amortisation expense					
Total depreciation and amortisation	3,097	5	-	-	3,102
Non-cash expenses other than depreciation and amortisation	999	-	-	-	999

CORPORATE DIRECTORY

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	152,010	1,987	-	-	153,997
Inter-segment sales	-	260	-	(260)	-
Total sales income	152,010	2,247	-	(260)	153,997
Share of net profit of associates	-	-	-	-	-
Other income	337	9	-	-	346
Total Income	152,347	2,256	-	(260)	154,343
Segment result	19,152	530	-	-	19,682
Amortisation expense					(1,787)
Profit from ordinary activities before income tax expense					17,895
Income tax expense					(4,483)
Profit from ordinary activities after income tax expense					13,412
Segment assets	72,715	847		82	73,644
Consolidated total assets	72,715	847		82	73,644
Segment liabilities	40,735	649		(82)	41,302
Consolidated total liabilities	40,735	649		(82)	41,302
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	217	-	-	-	217

SECONDARY REPORTING – GEOGRAPHICAL SEGMENTS

	AUSTRALIA AND NEW ZEALAND	AFRICA	AMERICAS	ASIA AND MIDDLE EAST	EUROPE	TOTAL
12 MONTHS TO 31 DECEMBER 2007	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Sales to external customers	34,471	214,909	18,524	110,039	-	377,943
Segment assets	64,669	16,411	1,766	96,088		178,934
	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	29,601	42,805	8,026	72,191	1,720	154,343
Segment assets	71,374	-	1,912	358		73,644

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.