

Appendix 4E

Preliminary final report

Name of entity

PACIFICA GROUP LIMITED

1.1 Reporting period

Financial year ended 31 December 2007

1.2 Previous corresponding period

Financial year ended 31 December 2006



**This document contains the financial year information given to ASX
under listing rule 4.3A.**

**The item numbering used in this document is the same as that used
in listing rule 4.3A.**

Appendix 4E

Preliminary final report

Name of entity

PACIFICA GROUP LIMITED

ABN

69 006 530 641

Financial year ended

31 December 2007

2. Results for announcement to the market

\$A'000

2.1 Total revenue from continuing operations	down	6.8% to	662,783
2.2 (a) Loss after tax for the period attributable to equity holders of the parent before significant items	down	profit to loss to	(10,233)
2.2 (b) Profit after tax for the period attributable to equity holders of the parent after significant items	up	40.4% to	21,367
2.3 Net profit for the period attributable to equity holders of the parent	up	40.4% to	21,367
2.4 Dividends		Amount per security	Franked amount per security
Final dividend (<i>reporting period</i>)		nil	nil
Interim dividend (<i>reporting period</i>)		nil	nil
Final dividend (<i>previous corresponding period</i>)		nil	nil
Interim dividend (<i>previous corresponding period</i>)		4.0 cents	2.40 cents
Record date for determining entitlements to the dividend	not applicable - see note below		
A brief explanation of any of the figures reported above			
Please refer to the Pacifica Group Limited Profit Report which is included as Attachment 1 to this Appendix 4E. The Board has resolved that the cash proceeds from the sale of AP Italia are used to pay down borrowings. Due to the loss from continuing operations, the Board has further resolved that no dividend is payable in respect of the reporting period.			

3.0 Consolidated Income Statement

for the year ended 31 December 2007

	Item	2007 \$000	2006 \$000
Sale of goods		659,073	708,306
Finance income		3,288	2,309
Royalty income		422	324
Revenue from continuing operations		662,783	710,939
Cost of sales		(646,092)	(640,787)
Gross profit		16,691	70,152
Other income	3.1	13,073	16,825
Selling and distribution expenses		(16,445)	(14,425)
Administration expenses		(24,180)	(20,040)
Research and development expenses		(16,082)	(17,067)
Other expenses	3.2	(39,594)	(15,299)
Profit (loss) before tax and finance costs		(66,537)	20,146
Finance costs	3.3	(15,702)	(13,116)
Share of profit (loss) of associate	4.1	(757)	(956)
Profit (loss) before income tax		(82,996)	6,074
Tax (expense) income	3.5	14,324	4,445
Profit (loss) from continuing operations		(68,672)	10,519
Profit from discontinued operations	5.2	81,741	14,651
Profit for the period		13,069	25,170
Profit for the period attributable to:			
Equity holders of the parent entity		21,367	15,222
Minority interest		(8,298)	9,948
		13,069	25,170
		cents	cents
EPS attributable to ordinary equity holders of the parent entity:			
(i) for profit (loss) from continuing operations	3.6		
Basic earnings per share		(42.9)	0.4
Diluted earnings per share		(42.9)	0.4
(ii) for profit for the period	3.6		
Basic earnings per share		15.2	11.2
Diluted earnings per share		15.2	10.7

Notes to the Consolidated Income Statement

	2007	2006
	\$000	\$000
3.1 Other income		
Government grants	7,867	9,556
Net gain on disposal of subsidiaries, excluding discontinued operations	-	1,548
Reversal of impairment loss on trade receivables	-	1,888
Sundry other income	5,206	3,833
	13,073	16,825
3.2 Other expenses		
Bosch Offer and change of control costs	9,495	1,938
Expense of share-based payments accelerated upon change of control	5,727	-
Expense of share-based payments in the ordinary course	380	1,774
Global Engineered Fasteners underwriting costs	-	4,902
Impairment loss on investment in associate	-	4,404
Impairment loss on trade receivables	931	-
Impairment loss on property, plant and equipment	4,215	-
Net loss on disposal of property, plant and equipment	1,045	1,089
Rationalisation costs	17,801	1,192
	39,594	15,299
3.3 Other relevant expenses included in the income statement		
Amortisation of intangibles	2,645	2,746
Depreciation of property, plant and equipment	49,957	49,671
Net foreign exchange differences	2,189	1,303
Operating lease expense	5,452	5,844
Employee benefits expense:		
Wages and salaries	102,805	105,208
Social security costs	2,868	2,478
Contributions to defined contribution plans	8,485	7,121
Expense of share-based payments	6,107	1,774
	120,265	116,581

Notes to the Consolidated Income Statement

	2007	2006
	\$000	\$000
3.3 Other relevant expenses included in the income statement (continued)		
Finance costs:		
Borrowing costs on loans and overdrafts	14,183	17,017
Finance charges payable under finance leases	6	4
Penalty on prepayment of private placement notes	2,702	-
Borrowing costs capitalised to property, plant and equipment	(1,252)	(3,451)
(Gain) loss on fair value derivatives	63	(454)
	15,702	13,116

Notes to the Consolidated Income Statement

	Pre-tax profit 2007 \$000	Tax expense 2007 \$000	Profit for the period 2007 \$000	Attributable to:	
				Parent interest 2007 \$000	Minority interest 2007 \$000
3.4 Individually significant income (expense) items					
Included in other expenses:					
Bosch Offer and change of control costs	(15,222)	2,849	(12,373)	(12,373)	-
Impairment of plant and equipment	(4,215)	1,357	(2,858)	(2,858)	-
Rationalisation costs	(17,801)	5,161	(12,640)	(12,259)	(381)
Included in finance costs:					
Penalty on prepayment of private placement notes	(2,702)	1,756	(946)	(946)	-
Included in share of profit (loss) of associate:					
Rationalisation costs	(657)	-	(657)	(657)	-
Included in tax expense:					
Derecognition of unused tax losses	-	(12,771)	(12,771)	(12,771)	-
	2006 \$000	2006 \$000	2006 \$000	2006 \$000	2006 \$000
Included in other income:					
Gain on disposal of subsidiaries	1,548	246	1,794	1,794	-
Reversal of impairment loss on trade receivables	1,830	(394)	1,436	750	686
Included in other expenses:					
Bosch Offer and change of control costs	(1,938)	581	(1,357)	(1,357)	-
Global Engineered Fasteners underwriting costs	(4,902)	1,246	(3,656)	(3,516)	(140)
Impairment loss on investment in associate	(4,404)	-	(4,404)	(4,404)	-
Rationalisation costs	(1,192)	354	(838)	(838)	-

Bosch Offer and change of control costs

On 4 March 2007, Robert Bosch Investment Nederland B.V. (Bosch) announced that its offer for all the shares in the Company had closed and that it had achieved acceptances of some 75% of the Company's issued capital. Consequential change of control costs include (i) acceleration of the expensing of the fair value of options and performance rights; (ii) success fees and other amounts paid to advisors; and (iii) retention and other payments made to executives.

Notes to the Consolidated Income Statement

3.4 Individually significant income (expense) items (continued)

Impairment of plant and equipment

Following completion of the three year business plan, a detailed review of the Group's asset registers was undertaken to identify significantly under-utilised items of plant and equipment. An impairment loss was recognised for certain items of plant and equipment based on recoverable amount determined by value-in-use calculations.

Rationalisation costs

Includes redundancy costs and asset write-offs primarily associated with rationalisation of Australian and US automotive activities.

Penalty on prepayment of private placement notes

Following a review of the Group's funding requirements, the fixed interest 10 year notes were prepaid. Under the terms of the notes, a make-whole payment was also made.

Derecognition of unused tax losses

As a result of change of control, statutory limitations were imposed on the utilisation of unused US tax losses. The amount in excess of the statutory limitation has been written off.

Gain on disposal of subsidiaries (previous corresponding period)

With effect from 1 May 2006, the Group sold for cash its 100% interest in the shares of Melwire Pty Ltd and Mounts Wire Industries Ltd, which together comprise the Melwire Group.

Reversal of impairment loss on trade receivables (previous corresponding period)

In the 2005 financial year, an impairment loss was recognised for non-recovery of approximately 50% of the pre-petition debt owed by Delphi Corporation at the time of its filing for Chapter 11 protection. In the first half of 2006, Pacifica sold the pre-petition Delphi debt for 67 cents in the dollar, resulting in a partial reversal of the previously recognised impairment loss.

Global Engineered Fasteners underwriting costs (previous corresponding period)

In order to ensure continuation of supply of components from Ajax Fasteners, Pacifica, in conjunction with certain other customers, entered into a Deed with Global Engineered Fasteners (GEF) to underwrite any shortfall between GEF's trading revenue and its expenses, including those of the administrator. The Deed was terminated on 28 November 2006 and the Group successfully re-sourced all Ajax Fasteners' components without interruption to production.

The individually significant income and expense items disclosed above are material to an understanding of the consolidated profit (loss) from continuing operations. For individually significant items material to an understanding of profit from discontinued operations, refer to item 5.2.

Notes to the Consolidated Income Statement

	2007	2006
	\$000	\$000
3.5 Numerical reconciliation between tax expense (income) and profit (loss) before income tax from continuing operations		
Profit (loss) before income tax from continuing operations	(82,996)	6,074
Tax expense (income) using the Australian domestic corporation tax rate of 30% (2006: 30%)	(24,899)	1,823
Increase in tax expense due to:		
Non-deductible depreciation and amortisation	95	64
Other non-deductible expenses	2,267	825
Minority shareholder's share of tax income	3,366	-
Share of associate's net loss	227	287
Tax effect of significant item - non-deductible impairment loss on investment in associate	-	1,321
Significant tax item - derecognition of unused tax losses	12,771	-
Decrease in tax expense due to:		
Offshore profits at lower tax rates	(4,392)	(1,125)
Research and investment allowances	(516)	(700)
Other tax exempt items	(2,638)	(2,648)
Minority shareholder's share of tax expense	-	(3,058)
Tax effect of significant item - non-taxable gain on disposal of subsidiaries	-	(710)
	(13,719)	(3,921)
Under (over) provided in prior years	(605)	(524)
Tax expense (income) on pre-tax profit (loss)	(14,324)	(4,445)

Notes to the Consolidated Income Statement

	2007 cents	2006 cents
3.6 Earnings per share (EPS)		
Basic EPS:		
From continuing operations including significant items	(42.9)	0.4
From continuing operations excluding significant items	(13.2)	6.0
For profit attributable to the ordinary equity holders of the parent	15.2	11.2
Diluted EPS:		
From continuing operations including significant items	(42.9)	0.4
From continuing operations excluding significant items	(13.2)	5.7
For profit attributable to the ordinary equity holders of the parent	15.2	10.7
	\$000	\$000
Reconciliation of profit (loss) used in the calculation of basic and diluted EPS		
Profit for the period attributable to equity holders of the parent	21,367	15,222
Deduct profit from discontinued operations	(81,741)	(14,651)
Profit (loss) from continuing operations attributable to equity holders of the parent entity including significant items	(60,374)	571
Add back (deduct) individually significant loss (profit) items from continuing operations attributable to equity holders of the parent:		
Gain on disposal of subsidiaries	-	(1,794)
Reversal of impairment loss on trade receivables	-	(750)
Bosch Offer and change of control costs	12,373	1,357
Global Engineered Fasteners underwriting costs	-	3,516
Derecognition of unused tax losses	12,771	-
Impairment of plant and equipment	2,858	-
Impairment loss on investment in associate	-	4,404
Penalty on prepayment of private placement notes	946	-
Rationalisation costs	12,916	838
Profit (loss) from continuing operations attributable to equity holders of the parent entity excluding significant items	(18,510)	8,142
	number	number
Weighted average number of ordinary shares		
Number used as the denominator in calculating basic EPS	140,644,110	135,682,481
Effect of executive share options on issue and expired	-	6,149,273
Number used as the denominator in calculating diluted EPS	140,644,110	141,831,754

4.0 Consolidated Balance Sheet

as at 31 December 2007

	Item	2007 \$000	2006 \$000
ASSETS			
Cash and cash equivalents		72,529	75,925
Trade and other receivables		95,776	136,709
Inventories		42,945	59,089
Current tax assets		866	5,937
Derivative financial instruments		-	59
Total current assets		212,116	277,719
Trade and other receivables		10,176	12,991
Investments accounted for using the equity method	4.1	15,853	16,610
Deferred tax assets		14,305	662
Property, plant and equipment		338,875	433,803
Intangible assets	4.2	10,201	36,904
Total non-current assets		389,410	500,970
Total assets		601,526	778,689
LIABILITIES			
Trade and other payables		82,252	121,482
Interest bearing borrowings	4.3	139,300	12,476
Current tax liabilities		553	3,211
Provisions, including employee benefits	4.4	27,341	21,089
Deferred government grants		2,442	3,556
Total current liabilities		251,888	161,814
Interest bearing borrowings	4.3	30	264,833
Deferred tax liabilities		412	13,725
Provisions, including employee benefits	4.4	1,000	6,285
Deferred government grants		15,225	18,764
Total non-current liabilities		16,667	303,607
Total liabilities		268,555	465,421
Net assets		332,971	313,268
EQUITY			
Issued capital	4.5	223,044	220,672
Reserves	4.5	18,895	9,161
Retained earnings		44,265	22,898
Equity attributable to equity holders of the parent entity		286,204	252,731
Minority interest		46,767	60,537
Total equity		332,971	313,268

Notes to the Consolidated Balance Sheet

	2007	2006
	\$000	\$000

4.1 Investments accounted for using the equity method

The Group has a 49% interest (2006: 49%) in FMP Group (Australia) Pty Ltd, an Australian resident company whose principal activity is the manufacture and sale of friction materials.

Carrying value of investment in associate

Equity accounted investment in associate	23,076	23,833
Accumulated impairment loss	(7,223)	(7,223)
	15,853	16,610

Associate's contribution to profit for the period attributable to equity holders of the parent entity

Share of associate's profit (loss) before income tax	(1,105)	(1,374)
Share of associate's tax (expense) income	210	405
Share of profit (loss) for the period as disclosed by associate	(895)	(969)
Adjustment for dissimilar accounting treatment	96	32
Adjustment for unrealised profit in inventory	42	(19)
Share of net profit (loss) of associate	(757)	(956)

4.2 Intangible assets

Goodwill	-	20,247
Accumulated amortisation	-	(501)
Net carrying amount	-	19,746
Computer software	-	2,423
Accumulated amortisation	-	(2,285)
Net carrying amount	-	138
Development costs	16,167	13,558
Accumulated amortisation	(5,966)	(3,327)
Net carrying amount	10,201	10,231
Patents and trademarks	-	11,666
Accumulated amortisation	-	(4,877)
Net carrying amount	-	6,789
Total net carrying amount	10,201	36,904

Goodwill, patents and trademarks were disposed of during the reporting period as part of discontinued operations.

Notes to the Consolidated Balance Sheet

	2007	2006
	\$000	\$000
4.3 Interest bearing borrowings		
Current		
Bank overdraft unsecured	-	6,132
Bank loans unsecured	127,850	6,304
Related party loans unsecured	11,412	-
Lease liabilities	38	40
	139,300	12,476
Non-current		
Bank loans unsecured	-	201,713
Private placement unsecured	-	63,044
Lease liabilities	30	76
	30	264,833

Significant terms and conditions

USD bank loans

US\$74,300,000 cash advance facilities maturing March 2008 and bearing interest at LIBOR plus credit margin. US\$50,759,000 loan facility maturing April 2008 and bearing interest at LIBOR plus credit margin. Directors do not anticipate any difficulties in renewing and/or replacing these facilities.

USD related party loan

US\$10,000,000 open term, revolving line of credit provided by a subsidiary of Robert Bosch GmbH, the ultimate controlling entity, and bearing interest at LIBOR plus credit margin determined on normal commercial terms.

	2007	2006
	\$000	\$000
4.4 Provisions, including employee benefits		
Current		
Employee benefits	16,725	20,919
Rationalisation	10,125	142
Warranties	27	3
Other	464	25
	27,341	21,089
Non-current		
Employee benefits	633	5,874
Warranties	-	411
Other	367	-
	1,000	6,285

Notes to the Consolidated Balance Sheet

	2007	2006
	\$000	\$000
4.5 Issued capital and reserves		
Issued capital		
Ordinary shares issued 141,544,781 (2006: 135,682,481)	223,044	220,672

The Company has one class of shares on issue, being ordinary shares with no par value. Holders of ordinary shares are entitled to receive dividends as declared from time to time and, on a poll at shareholders' meetings, are entitled to one vote per share. In the event of winding up the Company, ordinary shareholders rank after creditors and are fully entitled to any net proceeds remaining on liquidation.

	Number of shares	\$000
Movement in ordinary shares on issue		
Balance at 31 December 2005	135,682,481	220,286
Receipt pursuant to Employee Share Plan	-	386
Balance at 31 December 2006	135,682,481	220,672
Issued pursuant to Executive Option and Performance Right Plan	5,862,300	420
Receipt pursuant to Employee Share Plan	-	1,952
Balance at 31 December 2007	141,544,781	223,044

	2007	2006
	\$000	\$000
Reserves		
Employee equity benefits		
Balance at 1 January	4,668	2,894
Expense of share-based payments	6,107	1,774
Balance at 31 December	10,775	4,668
Foreign currency translation		
Balance at 1 January	4,493	4,931
Currency translation differences	3,627	(438)
Balance at 31 December	8,120	4,493
Total reserves	18,895	9,161

The employee equity benefits reserve is used to record the value of equity benefits provided to executives as part of their remuneration. The foreign currency translation reserve is used to record differences arising from the translation of the financial statements of foreign subsidiaries.

5.0 Consolidated Cash Flow Statement for the year ended 31 December 2007

Item	2007 \$000	2006 \$000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	753,179	832,160
Payments to suppliers and employees	(717,366)	(734,363)
Cash generated from operations	35,813	97,797
Interest received	3,227	2,340
Interest paid and expensed in the income statement	(15,368)	(15,136)
Income taxes paid	(4,873)	(13,990)
Net cash from operating activities	5.1 18,799	71,011
CASH FLOWS FROM INVESTING ACTIVITIES		
Development expenditure	(2,866)	(48)
Proceeds from sale of property, plant and equipment	56	2,064
Proceeds from disposal of subsidiaries net of cash disposed	5.2 103,368	12,890
Purchase of property, plant and equipment	(29,697)	(50,752)
Interest paid and capitalised to property, plant and equipment	(1,252)	(3,451)
Net cash provided by (used in) investing activities	69,609	(39,297)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	2,372	386
Proceeds from borrowings	78,155	16,564
Repayment of borrowings	(166,355)	(37,838)
Dividends paid to equity holders of the parent entity	-	(9,498)
Dividends paid to minority interests	(789)	(13,443)
Net cash provided by (used in) financing activities	(86,617)	(43,829)
Net increase (decrease) in cash and cash equivalents	1,791	(12,115)
Cash and cash equivalents at the beginning of the period	69,793	81,669
Effects of exchange rate changes on cash held	945	239
Cash and cash equivalents at the end of the period	72,529	69,793
	cents	cents
Operating cash flow per share	13.4	52.3

Notes to the Consolidated Cash Flow Statement

	2007	2006
	\$000	\$000
5.1 Reconciliation of profit for the period to net cash from operating activities		
Profit for the period	13,069	25,170
Adjustments for:		
Depreciation and amortisation	57,765	60,036
Expense of share-based payments	6,107	1,774
Impairment loss on investment in associate	-	4,404
Impairment loss on plant and equipment	4,215	-
Change in fair value of derivative financial instruments	59	(454)
Loss on disposal of property, plant and equipment	7,373	1,104
Profit on disposal of subsidiaries	(73,248)	(1,548)
Share of associate's net (profit) loss	757	956
Increase (decrease) in current and deferred taxes payable	(13,189)	(8,145)
Net cash from operating activities before changes in working capital and provisions	2,908	83,297
(Increase) decrease in trade and other receivables	3,336	(6,752)
(Increase) decrease in inventories	4,810	(3,874)
Increase (decrease) in payables and provisions	10,826	(5,311)
Increase (decrease) in deferred government grants	(3,081)	3,651
Net cash from operating activities	18,799	71,011

5.2 Disposal of subsidiaries

In the reporting period, with effect from 31 August 2007, the Group sold for cash its 100% interest in the shares of Pacifica European Holdings Ltd, a company which held 100% of the shares in Automotive Products Italia (SV) Srl, together comprising 'AP Italia'. In the previous corresponding period, with effect from 1 May 2006, the Group sold for cash its 100% interest in the shares of Melwire Pty Ltd and Mounts Wire Industries Ltd, together comprising 'Melwire Group'. Financial details of the disposals are disclosed on the following pages.

Notes to the Consolidated Cash Flow Statement

	2007	2006
	\$000	\$000
5.2 Disposal of subsidiaries (continued)		
Cash consideration received	105,319	14,093
Cash in subsidiaries disposed	(1,951)	(1,203)
Proceeds from disposal of subsidiaries net of cash disposed	103,368	12,890
Consideration receivable	-	500
Total consideration net of cash disposed	103,368	13,390
Book value of net assets disposed:		
Receivables	34,641	3,649
Inventories	8,904	5,149
Property, plant and equipment	42,361	5,234
Intangibles	25,871	-
Deferred tax assets	-	174
Current and deferred tax liabilities	(11,697)	-
Interest bearing borrowings	(27,215)	-
Payables, including deferred income	(33,889)	(1,327)
Provisions, including employee benefits	(8,838)	(1,184)
Net identifiable assets and liabilities	30,138	11,695
Excess of consideration over net assets disposed	73,230	1,695
Related cumulative foreign currency translation reserve	18	(147)
Net gain on disposal of subsidiaries	73,248	1,548
Represented by disposal of:		
AP Italia	73,464	-
Melwire Group	(216)	1,548
	73,248	1,548

Financial performance and cash flow information of discontinued operations

AP Italia represented a separate major geographical area of operations, constituting the European segment of the Group's activities, and on this basis is reported as a discontinued operation.

The income statement and cash flow statement information disclosed on the following page is for the eight months ended 31 August 2007 for the reporting period and for twelve months for the previous corresponding period.

Notes to the Consolidated Cash Flow Statement

	2007	2006
	\$000	\$000
5.2 Disposal of subsidiaries (continued)		
Financial performance of discontinued operations		
Sale of goods	92,231	130,225
Finance income	25	35
Royalty income	-	39
Revenue	92,256	130,299
Expenses	(77,971)	(105,358)
Profit before income tax	14,285	24,941
Tax expense	(6,008)	(10,290)
Profit after income tax of discontinued operations	8,277	14,651
Gain on disposal of discontinued operations before income tax	73,464	-
Related income tax expense	-	-
Gain on disposal of discontinued operations after income tax	73,464	-
Profit from discontinued operations	81,741	14,651
Cash flow information of discontinued operations		
Net cash from operating activities	18,090	20,189
Net cash provided by (used in) investing activities	(5,138)	(8,309)
Net cash provided by (used in) financing activities:		
Repayment of borrowings	(6,731)	(19,669)
Net increase (decrease) in cash and cash equivalents held by discontinued operations	6,221	(7,789)

5.3 Consolidated Statement of Changes in Equity for the year ended 31 December 2007

	Equity holders of the parent entity				Minority interest \$000	Total equity \$000
	Issued capital \$000	Reserves \$000	Retained earnings \$000	Total \$000		
	At 1 January 2006	220,286	7,825	17,174		
Currency translation differences	-	(438)	-	(438)	(3,955)	(4,393)
Total income and expense recognised directly in equity for the period	-	(438)	-	(438)	(3,955)	(4,393)
Profit for the period	-	-	15,222	15,222	9,948	25,170
Total income and expense	-	(438)	15,222	14,784	5,993	20,777
Transactions with equity holders:						
Expense of share-based payments	-	1,774	-	1,774	-	1,774
Issue of share capital	386	-	-	386	-	386
Dividends	-	-	(9,498)	(9,498)	(13,443)	(22,941)
At 31 December 2006	220,672	9,161	22,898	252,731	60,537	313,268
Currency translation differences	-	3,627	-	3,627	(4,683)	(1,056)
Total income and expense recognised directly in equity for the period	-	3,627	-	3,627	(4,683)	(1,056)
Profit for the period	-	-	21,367	21,367	(8,298)	13,069
Total income and expense	-	3,627	21,367	24,994	(12,981)	12,013
Transactions with equity holders:						
Expense of share-based payments	-	6,107	-	6,107	-	6,107
Issue of share capital	2,372	-	-	2,372	-	2,372
Dividends	-	-	-	-	(789)	(789)
At 31 December 2007	223,044	18,895	44,265	286,204	46,767	332,971

Information required under listing rule 4.3A

	2007	2006
	\$000	\$000
6.0 Details of individual and total dividends		
During the reporting period and previous corresponding period		
No dividends were recognised in the current reporting period by the Company.	-	-
Final ordinary dividend of 3 cents per share, franked to 34% at 30% tax rate, paid 7 April 2006	-	4,071
Interim ordinary dividend of 4 cents per share, franked to 60% at 30% tax rate, paid 15 September 2006	-	5,427
	-	9,498

Subsequent to the end of the year

No final dividend has been declared due to the loss reported from continuing operations.

7.0 Details of dividend reinvestment plans

The Pacifica Group Limited Dividend Reinvestment Plan was suspended with effect from the interim 2001 dividend paid 5 October 2001.

8.0 Statement of retained earnings

Movements in the retained earnings account are presented in the Consolidated Statement of Changes in Equity at Item 5.3.

	2007	2006
	\$	\$
9.0 Net tangible assets per security		
Net tangible assets per ordinary security	\$1.95	\$1.59

10.0 Details of entities over which control has been gained or lost

Details of acquisitions and disposals are shown in the Notes to the Consolidated Cash Flow Statement at Item 5.2.

11.0 Details of associates

Details of associates are shown in the Notes to the Consolidated Balance Sheet at Item 4.1.

Information required under listing rule 4.3A

12.0 Any other significant information - Segment Reporting

	Continuing operations				Discontinued	Consolidated
	Australia	USA	Asia	Total	operations	
	2007	2007	2007	2007	Europe	
	\$000	\$000	\$000	\$000	2007	\$000
Segment revenue						
Sale of goods	191,093	417,568	50,412	659,073	92,231	751,304
Royalty income	422	-	-	422	-	422
Revenue from external customers	191,515	417,568	50,412	659,495	92,231	751,726
Inter-segment revenue	36,575	-	50,538	87,113	-	87,113
Segment revenue	228,090	417,568	100,950	746,608	92,231	838,839
Inter-segment elimination				(87,113)	-	(87,113)
Unallocated revenue				3,288	25	3,313
Total revenue				662,783	92,256	755,039
Segment result						
Operating segment result	1,404	(34,824)	10,597	(22,823)	14,951	(7,872)
Significant items	(18,503)	(3,095)	(418)	(22,016)	73,464	51,448
Segment result	(17,099)	(37,919)	10,179	(44,839)	88,415	43,576
Associate's profit (loss)	(757)	-	-	(757)	-	(757)
Impairment loss on investment in associate	-	-	-	-	-	-
Unallocated corporate expenses				(9,764)	-	(9,764)
Unallocated significant items				(15,222)	-	(15,222)
Net finance cost				(12,414)	(666)	(13,080)
Profit (loss) before income tax				(82,996)	87,749	4,753

Information required under listing rule 4.3A

12.0 Any other significant information - Segment Reporting (continued)

	Continuing operations				Discontinued	Consolidated
	Australia	USA	Asia	Total	operations	
	2006	2006	2006	2006	Europe	
	\$000	\$000	\$000	\$000	2006	2006
Segment revenue						
Sale of goods	182,375	489,964	35,967	708,306	130,225	838,531
Royalty income	324	-	-	324	39	363
Revenue from external customers	182,699	489,964	35,967	708,630	130,264	838,894
Inter-segment revenue	45,886	-	50,491	96,377	-	96,377
Segment revenue	228,585	489,964	86,458	805,007	130,264	935,271
Inter-segment elimination				(96,377)	-	(96,377)
Unallocated revenue				2,309	35	2,344
Total revenue				710,939	130,299	841,238
Segment result						
Operating segment result	13,020	11,796	7,004	31,820	26,123	57,943
Significant items	(2,746)	(410)	(1,108)	(4,264)	-	(4,264)
Segment result	10,274	11,386	5,896	27,556	26,123	53,679
Associate's profit (loss)	(956)	-	-	(956)	-	(956)
Impairment loss on investment in associate	(4,404)	-	-	(4,404)	-	(4,404)
Unallocated corporate expenses				(4,925)	-	(4,925)
Unallocated significant items				(390)	-	(390)
Net finance cost				(10,807)	(1,182)	(11,989)
Profit (loss) before income tax				6,074	24,941	31,015

Information required under listing rule 4.3A

12.0 Any other significant information - Segment Reporting (continued)

	Continuing operations				Discontinued	Consolidated
	Australia	USA	Asia	Total	operations	
	2007	2007	2007	2007	Europe	
	\$000	\$000	\$000	\$000	2007	2007
					\$000	\$000
Segment assets and liabilities						
Segment assets	184,997	188,098	124,416	497,511	-	497,511
Investment in associate	15,853	-	-	15,853	-	15,853
Operating assets	200,850	188,098	124,416	513,364	-	513,364
Cash assets				72,529	-	72,529
Income tax assets				15,171	-	15,171
Other unallocated assets				462	-	462
Total assets				601,526	-	601,526
Segment liabilities	70,544	39,536	15,271	125,351	-	125,351
Interest bearing borrowings				139,330	-	139,330
Income tax liabilities				965	-	965
Other unallocated liabilities				2,909	-	2,909
Total liabilities				268,555	-	268,555
	2006	2006	2006	2006	2006	2006
	\$000	\$000	\$000	\$000	\$000	\$000
Segment assets	217,867	230,138	115,661	563,666	114,275	677,941
Investment in associate	16,610	-	-	16,610	-	16,610
Operating assets	234,477	230,138	115,661	580,276	114,275	694,551
Cash assets				73,998	1,927	75,925
Income tax assets				6,599	-	6,599
Other unallocated assets				1,614	-	1,614
Total assets				662,487	116,202	778,689
Segment liabilities	63,685	48,425	14,131	126,241	41,492	167,733
Interest bearing borrowings				250,342	26,967	277,309
Income tax liabilities				5,779	11,157	16,936
Other unallocated liabilities				3,443	-	3,443
Total liabilities				385,805	79,616	465,421

Information required under listing rule 4.3A

12.0 Any other significant information - Segment Reporting (continued)

	Continuing operations				Discontinued operations	
	Australia	USA	Asia	Total	Europe	Consolidated
	2007	2007	2007	2007	2007	2007
	\$000	\$000	\$000	\$000	\$000	\$000
Other segment information						
Capital expenditure	10,323	4,035	13,124	27,482	3,220	30,702
Unallocated				-	-	-
Total				27,482	3,220	30,702
Depreciation/amortisation	25,811	18,997	7,777	52,585	5,163	57,748
Unallocated				17	-	17
Total				52,602	5,163	57,765
Impairment losses	2,856	2,121	169	5,146	104	5,250
Impairment reversals	-	-	-	-	-	-
Other non-cash expenses	6,135	1,257	6	7,398	-	7,398
Unallocated				6,166	-	6,166
Total				13,564	-	13,564
	2006	2006	2006	2006	2006	2006
	\$000	\$000	\$000	\$000	\$000	\$000
Capital expenditure	27,952	773	17,436	46,161	8,732	54,893
Unallocated				-	-	-
Total				46,161	8,732	54,893
Depreciation/amortisation	23,989	23,035	5,373	52,397	7,620	60,017
Unallocated				19	-	19
Total				52,416	7,620	60,036
Impairment losses	4,404	-	-	4,404	-	4,404
Impairment reversals	136	1,694	-	1,830	-	1,830
Other non-cash expenses	975	152	7	1,134	18	1,152
Unallocated				1,774	-	1,774
Total				2,908	18	2,926

Information required under listing rule 4.3A

12.0 Any other significant information - Contingent Assets

In April 2007, a key supplier to the Group's US plants alleged that it was not contractually bound to continue the supply of cast iron components. The Company rejects the supplier's interpretation of the contractual arrangements and the matter has been referred to arbitration in the US. The arbitration process is likely to take some months and in order to ensure continued supply of essential components, the Group has agreed to pay significantly higher prices, the cost of which has been expensed in the reporting period. An arbitration outcome in the Group's favour is considered probable. In such circumstances, the supplier is required to repay a sum equivalent to the increase in the component prices and also costs associated with the dispute. The contingent asset, which at balance date amounts to approximately \$33 million, has not been recognised as a receivable at 31 December 2007 as receipt of the amount is dependent on the outcome of the arbitration process.

13.0 For foreign entities, accounting standards used in compiling the report

Not applicable to Pacifica Group Limited.

14.0 Commentary on the results and other significant investor information

14.1 Earnings per share

Details of earnings per share and the nature of any dilution aspects are shown in the Notes to the Consolidated Income Statement at Item 3.6.

14.2 Returns to shareholders including distributions and buy backs

Details of returns to shareholders including distributions and buy backs are shown in the Consolidated Statement of Changes in Equity shown at Item 5.3.

14.3 Significant features of operating performance

14.4 Results of segments

14.5 Discussion of trends

} Please refer to the Pacifica Group Ltd
Profit Report which is included as
Attachment 1 to this Appendix 4E.

14.6 Any other factors which affected the result or may affect the result in the future

None to report.

Annual Meeting

The Pacifica Group Limited Annual General Meeting will be held at 11:00 am on Friday, 16 May 2008 at the Gadwall Suite, The Como Melbourne, 630 Chapel Street, South Yarra.

Compliance Statement

- 1 This report has been prepared in accordance with applicable Australian Accounting Standards adopted by the Australian Accounting Standards Board.
- 2 This report and the accounts upon which the report is based use the same accounting policies.
- 3 This report does give a true and fair view of the matters disclosed.
- 4 This report is based on accounts which are in the process of being audited.
- 5 Pacifica Group Limited has a formally constituted audit committee.

R S Joblin
Company Secretary

Dated 26 February 2008

Attachment 1 - Pacifica Group Limited Profit Report

dated 26 February 2008

Financial Summary	2007	2006	% change
Year ended 31 December 2007	\$000	\$000	fav/-unfav
CONTINUING OPERATIONS			
Sales revenue	659,073	708,306	-7%
Cash EBIT (EBITDA)	21,440	82,175	-74%
Depreciation and amortisation	(52,602)	(52,417)	
Other non-cash expenses	(1,425)	(2,863)	
EBIT	(32,587)	26,895	profit to loss
Associate profit (loss)	(100)	(956)	
Net interest	(9,712)	(10,807)	10%
Tax (expense) income	15,972	2,412	
Minority interest share of (profit) loss	7,917	(9,402)	
Net operating profit (loss)	(18,510)	8,142	profit to loss
EPS (cents)	(13.2)	6.0	
Return on equity	-6.9%	3.2%	
Significant items after tax	(41,864)	(7,571)	
Net profit (loss) continuing operations	(60,374)	571	profit to loss
EPS (cents)	(42.9)	0.4	
DISCONTINUED OPERATIONS			
Net operating profit	8,277	14,651	
Profit on disposal	73,464	-	
TOTAL NET PROFIT	21,367	15,222	40%
<i>Other Financial Items:</i>			
Operating cash flow	18,799	71,011	
Net debt	66,801	201,384	
Gearing (net debt to equity)	20.1%	64.3%	
Interest cover (EBITDA to interest)	2.2	7.6	
Average exchange rate (A\$/US\$)	84.1	75.8	

Attachment 1 - Pacifica Group Limited Profit Report

dated 26 February 2008

REVIEW OF OPERATIONS

The continuing operations recorded a net operating loss of \$18.5 million. This decline in profitability was a result of lower sales and additional raw material costs, notably those associated with the ongoing disputed increased prices imposed by Intermet. The continued decline of large passenger vehicle demand in the US due to customers' preference for more fuel efficient cars in the light of increasing petrol prices negatively impacted the Group's North American operations.

Net loss from continuing operations, after significant items, was \$60.4 million. Aggregate significant items amounted to a charge of \$41.9 million, and included change of control costs, rationalisation expenses and the derecognition of unutilised US tax losses.

Total net profit including discontinued operations increased by 40% to \$21.4 million. 2007 earnings from discontinued operations comprise the European drum brake business, AP Italia, and the profit from its disposal in the second half.

Financial Highlights for Continuing Operations

- Sales revenue decreased 7% to \$659 million.
- EBIT turned to a loss of \$32.6 million.
- Net loss before significant items of \$18.5 million, net loss after significant items of \$60.4 million.
- Loss per share of 42.9 cents.
- Gearing (net debt to equity) was 20% at year end, down from 64% in the prior year.

Business Highlights

- The construction of the cast-iron and aluminium foundries in Dalian, China, was completed and operations commenced during 2007. The machining and assembly facility at the same site is currently being expanded.
- Subsequent to the majority takeover of the Group by Robert Bosch, the European business (AP Italia) was sold to Continental AG effective 31 August 2007. A gain on disposal of \$73.5 million was realised.
- As previously reported, in April 2007 a supplier of iron castings, Intermet Corporation, imposed price increases that materially impacted the performance of PBR's Knoxville and Columbia plants. Total post-tax and minority interest impact was \$12.3 million. Legal proceedings against Intermet are ongoing.

REVIEW OF FINANCIAL PERFORMANCE

Sales Revenue

Sales decreased \$49 million or 7% to \$659 million. The decrease was mainly due to the decline in demand for large passenger vehicles and light trucks in North America and the strengthening of the Australian Dollar. These factors were slightly offset by increased sales in Australia and Asia.

Earnings before Interest and Tax (EBIT)

Factors contributing to the loss of \$32.6 million included:

- Reduced volumes in the North American market.
- Disputed price increase for iron castings imposed by Intermet.
- Other additional input costs.

Attachment 1 - Pacifica Group Limited Profit Report

dated 26 February 2008

Finance Costs

The average interest rate on borrowings increased from 6.2% to 6.5%.

Minority Interest and Associate Result

- Minority interest represents Pacifica's joint venture partners' share of profits or losses in the Knoxville, Tennessee brake plant and in the friction materials plants in Thailand and Malaysia.
- The change in minority interest from share of profit to loss is a reflection of the impact on Knoxville's earnings of the aforementioned disputed price increase imposed by Intermet.
- Pacifica holds a 49% interest in its associate, the Australian friction materials producer FMP Australia. On an equity accounted basis, Pacifica's share of FMP Australia's result after tax, before significant items, improved from a loss of \$1 million in 2006 to a loss of \$0.1 million in 2007.
- Penalty costs incurred on the prepayment of private placement notes of \$0.9 million.
- Rationalisation costs of \$12.9 million, primarily comprised of redundancy costs and asset write-offs for the Australian and US operations.
- An impairment loss of \$2.9 million for under-utilised items of machinery and equipment, recognised following a detailed review of the Group's asset registers.
- Unused US tax losses of \$12.8 million, written off to the extent they exceeded statutory limitations imposed on their utilisation as a result of change of control.

Dividend

Given the lack of earnings from continuing operations, the Board has resolved that no dividend will be paid in respect of the period under review.

Balance Sheet

Net Profit or Loss

Net loss from continuing operations, before significant items was \$18.5 million; after significant items \$60.4 million. When including discontinued operations, a total net profit of \$21.4 million was recorded, representing an increase of 40% on 2006.

Significant Items

Aggregate significant items after tax from continuing operations amounted to a charge of \$41.9 million. This comprised:

- \$12.4 million one-off costs associated with the takeover by Bosch.
- The net asset value of the Group increased by 6% from the previous year end, to \$333 million.
- Working capital decreased by \$7.7 million as a result of reduced inventory and trade receivables.
- Property, plant and equipment decreased due to net capital expenditure of \$33.8 million being offset by depreciation and amortisation of \$57.8 million. The appreciation of the Australian Dollar resulted in a \$14.8 million decline in the book value of fixed assets located in the US.
- Interest bearing borrowings reduced from \$277 million to \$139 million, following application of the sales proceeds from AP Italia to debt reduction. As a result, gearing (net debt to equity) of 20% was considerably lower than the 64% recorded at the end of 2006.

Attachment 1 - Pacifica Group Limited Profit Report dated 26 February 2008

Cash Flow

- Net operating cash flow, including the cash impact of significant items, reduced from \$71 million to \$19 million. Besides the significant items, the reduction is attributable to the shortfall in operating earnings, partially off-set by a decrease in working capital and lower tax payments.
- Net investing cash inflows of \$70 million result from capital expenditure of \$34 million being more than offset by the proceeds of the sale of AP Italia of \$103 million.

REVIEW OF GEOGRAPHIC SEGMENT PERFORMANCE

- When looking at the Group's regional performance, the amount of inter-company trading, particularly between the two PBR Asian entities and the PBR operations in Australia and the US, needs to be considered in addition to external sales.
- The Asian regional EBIT margin expressed as a percentage of total Asian sales (that is, including inter-company sales) increased in 2007 from 8% to 10.5%.
- The Australian regional EBIT margin as a percent of total Australian sales decreased from 6% to 0.6% due to increased input costs.
- The US margin was negative 8% due to the Internet dispute. Without the impact of Internet, the US business broke even.
- Each of the above comments reflects regional EBIT before significant items and before allocation of corporate expenses of \$9.8 million.