

Appendix 4B

Preliminary final report

Name of entity

PACIFICA GROUP LIMITED

ABN

69 006 530 641

Half yearly

Preliminary
final

✓

Financial year ended ('current
period')

31 DECEMBER 2002

For announcement to the market

\$A'000

Revenues from ordinary activities (<i>item 1.1</i>)	down	9.0% to	1,094,607
Profit (loss) from ordinary activities after tax attributable to members (<i>item 1.22</i>)	up	to	44,325
Profit (loss) from extraordinary items after tax attributable to members (<i>item 2.5(d)</i>)			Nil
Net profit (loss) for the period attributable to members (<i>item 1.11</i>)	up	to	44,325
Dividends (distributions)		Amount per security	Franked amount per security
Final dividend (<i>Preliminary final report only - item 15.4</i>)		11.0 cents	11.0 cents
Previous corresponding period (<i>Preliminary final report - item 15.5</i>)		Nil	Nil
Record date for determining entitlements to the dividend	21 March 2003		
Brief explanation of any of the figures reported above and short details of any bonus or cash issue or other item(s) of importance not previously released to the market:			
No percentage change is shown against 'profit (loss) from ordinary activities after tax attributable to members' and 'net profit (loss) for the period attributable to members' because in both instances the change is from loss to profit.			

Condensed consolidated statement of financial performance

	Current period \$A'000	Previous corresp period - \$A'000
1.1 Revenues from ordinary activities (<i>see items 1.23 - 1.25</i>)	1,094,607	1,203,107
1.2 Expenses from ordinary activities (<i>see items 1.26 & 1.27</i>)	(1,007,438)	(1,205,957)
1.3 Borrowing costs	(16,589)	(23,273)
1.4 Share of net profits (losses) of associates (<i>see item 16.7</i>)	6,419	7,791
1.5 Profit (loss) from ordinary activities before tax	76,999	(18,332)
1.6 Income tax on ordinary activities (<i>refer Attachment 1</i>)	22,707	8,368
1.7 Profit (loss) from ordinary activities after tax	54,292	(26,700)
1.8 Profit (loss) from extraordinary items after tax (<i>see item 2.5</i>)	-	-
1.9 Net profit (loss)	54,292	(26,700)
1.10 Net profit (loss) attributable to outside equity interests	9,967	16,210
1.11 Net profit (loss) for the period attributable to members	44,325	(42,910)

Non-owner transaction changes in equity

1.12 Increase (decrease) in revaluation reserves	-	-
1.13 Net exchange differences recognised in equity	(15,396)	13,992
1.14 Other revenue, expense and initial adjustments recognised directly in equity	-	-
1.15 Initial adjustments from UIG transitional provisions	-	-
1.16 Total transactions and adjustments recognised directly to equity (<i>items 1.12 to 1.15</i>)	(15,396)	13,992
1.17 Total changes in equity not resulting from transactions with owners as owners	28,929	(28,918)

Earnings per security (EPS)

1.18 Basic EPS	30.5	(28.6)
1.19 Diluted EPS	30.0	-

Notes to the condensed statement of financial performance

Profit (loss) from ordinary activities attributable to members	Current period \$A'000	Previous corresp period - \$A'000
1.20 Profit (loss) from ordinary activities after tax (<i>item 1.7</i>)	54,292	(26,700)
1.21 Less (plus) outside equity interests	9,967	16,210
1.22 Profit (loss) from ordinary activities after tax attributable to members	44,325	(42,910)

Revenue and expenses from ordinary activities (<i>see Attachment 2 for further information</i>)	Current period \$A'000	Previous corresp period - \$A'000
1.23 Revenue from sales or services	1,077,287	1,133,758
1.24 Interest revenue	1,296	2,044
1.25 Other relevant revenue	-	43,845
1.26 Details of relevant expenses (<i>refer Attachment 2</i>)	-	(81,007)
1.27 Depreciation and amortisation excluding amortisation of intangibles (<i>see item 2.3</i>)	59,891	63,436
Capitalised outlays		
1.28 Interest cost capitalised in asset values	-	-
1.29 Outlays capitalised in intangibles (unless arising from an acquisition of a business)	-	-

Consolidated retained profits	Current period \$A'000	Previous corresp period - \$A'000
1.30 Retained profits (accumulated losses) at the beginning of the financial period	(50,387)	(2,850)
1.31 Net profit (loss) attributable to members (<i>item 1.11</i>)	44,325	(42,910)
1.32 Net transfers from (to) reserves	1,116	8,153
1.33 Net effect of changes in accounting policies	-	-
1.34 Dividends and other equity distributions paid or payable	(12,837)	(12,780)
1.35 Retained profits (accumulated losses) at the end of the financial period	(17,783)	(50,387)

Intangible and extraordinary items

<i>Consolidated - current period</i>				
	Before tax	Related tax	Related outside equity interests	Amount attrib to members
	\$A'000	\$A'000	\$A'000	\$A'000
2.1 Amortisation of goodwill	-	-	-	-
2.2 Amortisation of other intangibles	-	-	-	-
2.3 Total amortisation of intangibles	-	-	-	-
2.4 Extraordinary items (details)	-	-	-	-
2.5 Total extraordinary items	-	-	-	-

<i>Consolidated - previous corresponding period</i>				
	Before tax	Related tax	Related outside equity interests	Amount attrib to members
	\$A'000	\$A'000	\$A'000	\$A'000
2.1 Amortisation of goodwill	3,533	-	202	3,331
2.2 Amortisation of other intangibles	101	-	49	52
2.3 Total amortisation of intangibles	3,634	-	251	3,383
2.4 Extraordinary items (details)	-	-	-	-
2.5 Total extraordinary items	-	-	-	-

Comparison of half year profits

(Preliminary final report only)

	Current year \$A'000	Previous year \$A'000
3.1 Consolidated profit (loss) from ordinary activities after tax attributable to members reported for the 1st half year (item 1.22 in the half year report)	21,809	16,269
3.2 Consolidated profit (loss) from ordinary activities after tax attributable to members reported for the 2nd half year	22,516	(59,179)

**Condensed consolidated
statement of financial position**

	At end of current period \$A'000	As shown in last annual report \$A'000	As in last half yearly report \$A'000
Current assets			
4.1 Cash	87,706	95,060	132,591
4.2 Receivables	132,375	150,488	157,310
4.4 Inventories	59,159	65,607	64,730
4.6 Other	2,461	3,903	2,774
4.7 Total current assets	281,701	315,058	357,405
Non-current assets			
4.8 Receivables	14,867	18,734	16,787
4.9 Investments (equity accounted)	28,930	26,482	30,196
4.14 Property, plant and equipment (net)	441,134	493,176	448,523
4.16 Tax assets	11,579	10,497	10,953
4.17 Other	19,710	29,043	23,075
4.18 Total non-current assets	516,220	577,932	529,534
4.19 Total assets	797,921	892,990	886,939
Current liabilities			
4.20 Payables	136,411	139,436	149,057
4.21 Interest bearing liabilities	53,915	168,263	67,023
4.22 Tax liabilities	5,992	104	2,738
4.23 Provisions exc. tax liabilities	31,331	31,717	32,352
4.25 Total current liabilities	227,649	339,520	251,170
Non-current liabilities			
4.27 Interest bearing liabilities	174,820	132,787	235,026
4.28 Tax liabilities	29,919	27,262	28,942
4.29 Provisions exc. tax liabilities	1,073	1,526	2,089
4.31 Total non-current liabilities	205,812	161,575	266,057
4.32 Total liabilities	433,461	501,095	517,227
4.33 Net assets	364,460	391,895	369,712

Condensed consolidated statement of financial position continued

	At end of current period \$A'000	As shown in last annual report \$A'000	As in last half yearly report \$A'000
Equity			
4.34 Capital/contributed equity	308,455	346,459	319,088
4.35 Reserves	1,588	18,100	4,688
4.36 Retained profits (accumulated losses)	(17,783)	(50,387)	(28,578)
4.37 Equity attributable to members of the parent entity	292,260	314,172	295,198
4.38 Outside equity interests in controlled entities	72,200	77,723	74,514
4.39 Total equity	364,460	391,895	369,712
4.40 Preference capital included as part of 4.37	-	-	-

Notes to the condensed consolidated statement of financial position

Exploration and evaluation expenditure capitalised

(To be completed only by entities with mining interests if the amounts are material. Include all expenditure incurred.)

Not applicable

Development properties

(To be completed only by entities with mining interests if amounts are material)

Not applicable

Condensed consolidated statement of cash flows

		Current period \$A'000	Previous corresp period \$A'000
Cash flows related to operating activities			
7.1	Receipts from customers	1,084,077	1,158,247
7.2	Payments to suppliers and employees	(925,005)	(1,038,936)
7.3	Dividends received from associates	6,851	10,466
7.5	Interest and other items of similar nature received	1,309	2,089
7.6	Interest and other costs of finance paid	(16,203)	(23,365)
7.7	Income taxes paid	(9,155)	(5,996)
7.9	Net operating cash flows	141,874	102,505
Cash flows related to investing activities			
7.10	Payment for purchases of property, plant and equipment	(47,476)	(62,142)
7.11	Proceeds from sale of property, plant and equipment	2,531	1,674
7.12	Payment for purchases of equity investments, controlled entities and businesses	-	(1,052)
7.13	Proceeds from sale of equity investments, controlled entities and businesses	1,653	32,288
7.17	Net investing cash flows	(43,292)	(29,232)
Cash flows related to financing activities			
7.18	Proceeds from issues of securities	284	225
7.20	Repayment of borrowings	(32,575)	(73,740)
7.21	Dividends paid	(12,837)	(25,355)
7.22a	Other - Dividends paid to equity partners	(12,897)	(7,767)
7.22b	Other - Contributions received from equity partners	-	722
7.22c	Other - Payments for buyback of securities	(38,288)	-
7.23	Net financing cash flows	(96,313)	(105,915)
7.24	Net increase (decrease) in cash held	2,269	(32,642)
7.25	Cash at beginning of period <i>(see Reconciliation of cash)</i>	90,736	119,781
7.26	Exchange rate adjustments to item 7.25	(5,299)	3,597
7.27	Cash at end of period <i>(see Reconciliation of cash)</i>	87,706	90,736

Non-cash financing and investing activities

In the previous corresponding period, dividends payable to the value of \$3,111,000 were satisfied by the issue of shares under the Dividend Reinvestment Plan. This Plan was suspended in the previous corresponding period and there are no non-cash financing and investing activities in the current period.

Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current period \$A'000	Previous corresp period \$A'000
8.1 Cash on hand and at bank	52,391	53,653
8.2 Deposits at call	35,315	41,407
8.3 Bank overdraft	-	(4,324)
8.5 Total cash at end of period (item 7.27)	87,706	90,736

Other notes to the condensed financial statements

Ratios

	Current period	Previous corresp period
Profit before tax / revenue		
9.1 Consolidated profit (loss) from ordinary activities before tax (item 1.5) as a percentage of revenue (item 1.1)	7.0%	-1.5%
Profit after tax / equity interests		
9.2 Consolidated net profit (loss) from ordinary activities after tax attributable to members (item 1.11) as a percentage of equity (similarly attributable) at the end of the period (item 4.37)	15.2%	-13.7%

Earnings per security (EPS)

10 Details of basic and diluted EPS reported separately in accordance with paragraph 9 and 18 of AASB 1027: *Earnings per Share* are as follows.

	Current period	Previous corresp period
Weighted average number of ordinary shares		
10.1 Number for basic earnings per share	145,165,085	150,092,180
10.2 Effect of executive share options on issue	2,154,106	1,387,903
10.3 Effect of executive share options expired during the period	281,145	65,000
10.4 Number for diluted earnings per share	147,600,336	151,545,083

Options outstanding and lapsed under the Executive Share Plan have been classified as potential ordinary shares and included in the calculation of diluted earnings per share only. Net profit (loss) for the period attributable to members (*item 1.11*) is used as the numerator for both Basic EPS (*item 1.18*) and Diluted EPS (*item 1.19*). Diluted EPS is not disclosed for periods for which a net loss is reported.

	Current period	Previous corresp period
NTA backing		
11.1 Net tangible asset backing per ordinary security	\$2.08	\$2.09

Discontinuing operations (*item 12.1*)

In the annual financial period ended 31 December 2001, Pacifica Group Limited announced its intention to divest the Construction Products Division so as to refocus the group around its automotive technologies. The division constitutes the total Construction Products segment in the business segment report. In the current period, Pacifica Group Limited completed the sale of its European construction products business; refer item 14 for additional information.

Subsequent to reporting date, Pacifica Group Limited announced the sale of the Webforge businesses; details of sale are disclosed in item 19.3: events since the end of the current period. The sale process relating to the Melwire businesses, the remaining part of the division, is ongoing and operations are expected to be discontinued by 30 June 2003.

With respect to the previous corresponding period, the operations of Viscount Plastics have been classified as discontinued as the business was disposed on 1 July 2001. Viscount Plastics constituted the total Plastics segment in the business segment report.

In respect of discontinuing and discontinued operations:
 refer *Attachment 3* for condensed statement of financial performance
 refer *Attachment 4* for condensed statement of cash flows
 refer *item 19.3* for assets to be disposed of and liabilities to be settled.

Control gained over entities having material effect

13.1 Name of entity (or group of entities)	None to report
13.2 Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) since the date in the current period on which control was acquired	-
13.3 Date from which such profit has been calculated	-
13.4 Profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the whole of the previous corresponding period	-

Loss of control of entities having material effect

14.1 Name of entity (or group of entities)	Lionweld Kennedy group of companies
14.2 Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the current period to the date of loss of control	\$1,214,000
14.3 Date to which the profit (loss) in item 14.2 has been calculated	30 June 2002
14.4 Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) while controlled during the whole of the previous corresponding period	(\$36,943,000)
14.5 Contribution to consolidated profit (loss) from ordinary and extraordinary items from the sale of interest leading to loss of control	Nil

Dividends (in the case of a trust, distributions)

15.1 Date the dividend (distribution) is payable	4 April 2003
15.2 Record date to determine entitlements to the dividend (distribution) (ie, on the basis of proper instruments of transfer received by 5.00 pm if securities are not CHES approved, or security holding balances established by 5.00 pm or such later time permitted by SCH Business Rules if securities are CHES approved)	21 March 2003
15.3 If it is a final dividend, has it been declared ? <i>(Preliminary final report only)</i>	Yes

Amount per security

		Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
15.4	<i>(Preliminary final report only)</i> Final dividend: Current year	11.0 cents	11.0 cents	Nil
		15.5 Previous year	Nil	Nil
15.6	<i>(Half yearly and prelim final reports)</i> Interim dividend: Current year	9.0 cents	5.400 cents	-
		15.7 Previous year	8.5 cents	6.885 cents

Total dividend (distribution) per security (interim plus final)

(Preliminary final report only)

	Current year	Previous year
15.8 Ordinary securities	20.0 cents	8.5 cents
15.9 Preference securities	-	-

Preliminary final report - final dividend (distribution) on all securities

	Current period \$A'000	Prev corresp period \$A'000
15.10 Ordinary securities	15,455	-
15.11 Preference securities	-	-
15.12 Other equity instruments	-	-
15.13 Total	15,455	-

The dividend plans shown below are in operation.

None are in operation - the Pacifica Group Ltd Dividend Reinvestment Plan was suspended with effect from the interim dividend paid 5 October 2001.

The last date for receipt of election notices for the dividend or distribution plans

Not applicable

Any other disclosures in relation to dividends (distributions)

None to report

Details of aggregate share of profits (losses) of associates and joint venture entities

		Current period	Previous corresp
		\$A'000	period - \$A'000
Group's share of associates' and joint ventures entities':			
16.1	Profit (loss) from ordinary activities before tax	10,594	12,726
16.2	Income tax on ordinary activities	3,162	3,627
16.3	Profit (loss) from ordinary activities after tax	7,432	9,099
16.4	Extraordinary items net of tax	-	-
16.5	Net profit (loss)	7,432	9,099
16.6	Adjustments	(1,013)	(1,308)
16.7	Share of net profit (loss) of associates and joint venture entities	6,419	7,791

Material interests in entities which are not controlled entities

The economic entity has an interest (that is material to it) in the following entities.

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to net profit (loss) (item 1.9)	
	Current period	Previous corresponding period	Current period \$A'000	Prev corresp period \$A'000
17.1 Equity accounted associates and joint venture entities				
FMP Group (Australia) P/L	49%	49%	6,185	7,484
Thai Viscount Co Ltd <i>(disposed 01/07/01)</i>	-	25%	-	28
Lionweld Kennedy Middle East LLC <i>(disposed 01/07/02)</i>	49%	49%	234	279
17.2 Total			6,419	7,791
17.3 Other material interests				
17.4 Total			-	-

Issued and quoted securities at end of current period*(Description must include rate of interest and any redemption or conversion rights together with prices and dates)*

Category of securities	Total number	Number quoted	Issue price per security (cents)	Amount paid per security (cents)
18.1 Preference securities				
18.3 Ordinary securities	140,496,887	140,496,887		
18.4 Changes during current period				
(a) Increases through issues	84,770	84,770	335	335
(b) Decreases through buybacks	9,939,792	9,939,792	385	385
18.5 Convertible debt securities				
18.7 Options			<i>Exercise price (cents)</i>	<i>Expiry date</i>
Issued under Pacifica Group Limited Executive Option and Performance Right Plan				
Issued 9/6/95	295,000	-	275	8-Jun-05
Issued 9/6/98	1,004,000	-	409	8-Jun-08
Issued 31/5/99	1,329,000	-	566	30-May-09
Issued 16/6/00	1,489,000	-	408	15-Jun-10
Issued 12/6/01	530,000	-	351	11-Jun-11
Issued 12/6/01 (performance right)	1,110,000	-	-	11-Jun-11
Issued 17/6/02	332,000	-	406	16-Jun-12
Issued 17/6/02 (performance right)	924,000	-	-	16-Jun-12
18.8 Issued during current period	392,000	-	406	16-Jun-12
	975,000	-	-	16-Jun-12
18.9 Exercised during current period	30,000	-	275	8-Jun-05
18.10 Expired during current period	950,000	-	513	6-Jul-07
	188,000	-	409	8-Jun-08
	217,000	-	566	30-May-09
	210,000	-	408	15-Jun-10
	205,000	-	351	11-Jun-11
	215,000	-	-	11-Jun-11
	60,000	-	406	16-Jun-12
	51,000	-	-	16-Jun-12
18.11 Debentures	-	-		
18.13 Unsecured notes	-	-		

Segment reporting

Refer *Attachment 5* for business segment reports (financial performance)
 Refer *Attachment 6* for business segment reports (financial position)
 Refer *Attachment 7* for geographical segment reports and notes to the segment reports

Comments by directors

19.2 Material factors affecting the revenues and expenses of the economic entity for the current period.

Refer attached news release dated 25 February 2003 for a review of the operations of the consolidated entity for the current period.

19.3 A description of each event since the end of the current period which has had a material effect and which is not already reported elsewhere in this Appendix or in attachments, with financial effect quantified (if possible).

Since the end of the current period, Pacifica Group Limited disposed of its shareholdings in Pacific BBA Gratings Pty Ltd and Webforge (Thailand) Ltd, which together comprise the Webforge operations. The sales have effect from 2 January 2003. The estimated financial effects of the disposal are disclosed below.

	Webforge group of companies \$A'000
Carrying value of total assets	61,800
Carrying value of total liabilities to be settled	(15,300)
Net assets disposed	46,500
Net consideration	52,200
Profit (loss) on sale	5,700
Related tax credit (expense)	-

The impact of the sale of the Webforge group of companies has not been included in the financial statements.

The value of total assets to be disposed in respect of the Melwire businesses is \$16,930,000 and the total value of liabilities to be settled is \$2,990,000.

Comments by directors continued

19.4 Franking credits available and prospects for paying fully or partly franked dividends for at least the next year.

The balance of the franking account as at 31 December 2002 is approximately \$13.5 million after taking into account the payment of income tax provided for in the financial statements by continuing Australian operations, receipt of dividends recognised as receivables in the financial statements, and after allowing for all wholly-owned Australian subsidiaries to be treated as a single entity for tax purposes from 1 January 2003.

In respect of each of the dividends expected to be paid in the next 12 months, Directors have declared that the final dividend in respect of 2002 profits will be franked to 100%, and Directors anticipate that the interim dividend in respect of 2003 profits will be franked to at least 80%. This franking estimate is based on forecast accounting profits, taxable income, the formation of a consolidated tax group, and current taxation laws. As some of these factors are subject to change, the Directors can give no assurances as to whether the franking estimate will be achieved.

19.5 Unless disclosed below, the accounting policies, estimation methods and measurement bases used in this report are the same as those used in the last annual report. Any changes in accounting policies, estimation methods and measurement bases since the last annual report are disclosed as follows.

In prior years, income tax attributable to the earnings of a controlled entity that is a partnership, to which each partner is severally liable in accordance with their respective equity interest, was only included in the income tax expense of the consolidated entity to the extent of the share of the tax to which entities in the consolidated entity were liable. In order to improve the overall relevance and reliability of the financial report, this policy has been changed to increase income tax expense to include the full amount of the tax attributable to the earnings of the partnership with a concomitant decrease in the amount deducted from net profit as net profit attributable to outside equity interests. There is no change to net profit (loss) attributable to members as a result of this change in policy.

19.6 Revisions in estimates of amounts reported in previous interim periods. For half yearly reports the nature and amount of revisions in estimates of amounts in previous annual reports if those revisions have a material effect in this half year.

None to report.

Comments by directors continued

19.7 Changes in contingent liabilities or assets. For half yearly reports, changes in contingent liabilities and contingent assets since the last annual report.

In the event that the Pacifica Group Employee Share Plan ceases to operate, at the prevailing market share price the Company would be liable to meet employee loan balances:	
	\$A'000
as at the end of the current period	666
as at the end of the previous corresponding period	2,067
To assist the divestment of the Lionweld Kennedy group of companies, Pacifica Group Limited has provided a guarantee to an unrelated party in respect of banking facilities provided to the previously controlled entities to a maximum GBP2,900,000.	

Annual meeting

(Preliminary final report only)

The annual meeting will be held as follows:

Place	The Grand Hyatt Hotel 123 Collins St, Melbourne
Date	2 May 2003
Time	10.30 am
Approx date the annual report will be available	28 March 2003

Compliance statement

1 This report has been prepared in accordance with AASB Standards, other AASB authoritative pronouncements and Urgent Issues Group Consensus Views or other standards acceptable to ASX.

Identify other standards used

None

2 This report, and the accounts upon which the report is based (if separate), 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 to which one of the following applies.

The accounts have been audited.

The accounts have been subject to review.

The accounts are in the process of being audited or subject to review.

The accounts have *not* yet been audited or reviewed.

5 If the audit report or review by the auditor is not attached, details of any qualifications will follow immediately they are available.

6 The entity has a formally constituted audit committee.

Sign here: _____ Date: 25 February 2003
(Company Secretary)

Print name: R S JOBLIN

Attachment to Appendix 4B

Attachment 1

Income tax on ordinary activities

	Current period \$A'000	Previous corresp period - \$A'000
Prima facie tax calculated at 30% on profit (loss) from ordinary activities	23,100	(5,500)
<i>Add increased taxation arising from:</i>		
Non-allowable depreciation	224	235
Non-allowable amortisation of intangibles	-	1,090
Tax losses of controlled entities not brought to account	-	1,123
Individually significant items - non-allowable write-down of Construction Products business	-	15,294
Individually significant items - non-allowable write-down of carrying value of Automotive assets	-	2,182
Individually significant items - non-allowable restructuring and rationalisation costs	-	1,016
Other non-allowable permanent differences	1,865	325
<i>Less reduced taxation arising from:</i>		
Investment allowances	(145)	(234)
Offshore profits at lower or nil tax rates	(67)	(5,813)
Share of associates' net profit	(1,925)	(2,337)
Individually significant items - non-taxable profit on sale of Plastics business	-	(920)
Other allowable permanent differences	(164)	(41)
	22,888	6,420
<i>Individually significant income tax item</i>		
Write-off of future income tax benefit attributable to Construction Products losses	-	2,284
<i>Income tax under (over) provided in prior year</i>	(181)	(336)
Income tax on ordinary activities (item 1.6)	22,707	8,368

Note to the income tax reconciliation

There has been a change in the accounting treatment of income tax expense relating to a partnership, as described in item 19.5. The effect of this change has been to increase income tax expense in the current year, being the predominant cause of the decrease in the item above 'offshore profits at lower or nil tax rates', with a concomitant decrease in the amount deducted from net profit (loss) as net profit attributable to outside equity interests.

Attachment to Appendix 4B

Attachment 2

Revenue and expenses from ordinary activities

Statement of financial performance	Current period \$A'000	Previous corresp period - \$A'000
Revenue from sale of goods	1,077,287	1,133,758
Proceeds from sale of controlled entities	-	43,845
Other revenue from ordinary activities (<i>refer below</i>)	17,320	25,504
Total revenue	1,094,607	1,203,107
Cost of goods sold	(906,319)	(968,101)
Marketing and selling expenses	(18,381)	(21,343)
Warehouse and distribution expenses	(9,246)	(16,948)
Administration expenses	(48,430)	(56,604)
Research and development expenses	(15,700)	(11,026)
Borrowing costs	(16,589)	(23,273)
Net assets of controlled entities sold	-	(40,777)
Other expenses from ordinary activities	(9,362)	(91,158)
Total expenses	(1,024,027)	(1,229,230)
Share of net profit of associates	6,419	7,791
Profit (loss) from ordinary activities before income tax	76,999	(18,332)

Other revenue from ordinary activities	Current period \$A'000	Previous corresp period - \$A'000
Interest revenue	1,296	2,044
Net foreign exchange gains	-	1,842
Proceeds from sale of property, plant and equipment	5,331	1,674
Other revenue	10,693	19,944
Total other revenue from ordinary activities	17,320	25,504

Relevant expenses (individually significant items)	Current period \$A'000	Previous corresp period - \$A'000
Write-down of Construction Products business	-	(50,978)
Write-down of carrying value of assets of the Automotive Division	-	(13,960)
Restructuring and rationalisation costs	-	(19,137)
Profit on sale of Plastics business	-	3,068
Total relevant expenses (individually significant items)	-	(81,007)

Attachment to Appendix 4B

Attachment 3

Discontinuing operations

Statement of financial performance	Continuing operations		Discontinuing operations		Discontinued operations	
	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000
	Current period	Previous period	Current period	Previous period	Current period	Previous period
Sales revenue	936,231	881,852	141,056	174,778	-	77,128
Proceeds from sale of controlled entities	-	-	-	-	-	43,845
Other revenue	16,880	23,046	440	1,409	-	1,049
Total revenue	953,111	904,898	141,496	176,187	-	122,022
Cost of goods sold	(807,921)	(779,727)	(98,398)	(128,436)	-	(59,938)
Marketing & selling	(8,927)	(7,334)	(9,454)	(10,901)	-	(3,108)
Warehouse & distribution	(2,853)	(4,362)	(6,393)	(8,622)	-	(3,964)
Administration	(32,271)	(29,086)	(16,159)	(22,004)	-	(5,514)
Research & development	(15,700)	(10,797)	-	-	-	(229)
Borrowing costs	(16,589)	(20,110)	-	(1,803)	-	(1,360)
Net assets of controlled entities sold	-	-	-	-	-	(40,777)
Other expenses	(6,358)	(31,036)	(3,004)	(59,100)	-	(1,022)
Total expenses	(890,619)	(882,452)	(133,408)	(230,866)	-	(115,912)
Share of net profit of associates	6,185	7,484	234	279	-	28
Profit (loss) from ordinary activities before tax	68,677	29,930	8,322	(54,400)	-	6,138
Income tax on ordinary activities	(20,524)	(4,917)	(2,183)	(3,118)	-	(333)
Profit (loss) from ordinary activities after tax	48,153	25,013	6,139	(57,518)	-	5,805
(Profit) attributable to outside equity interests	(9,967)	(14,749)	-	(90)	-	(1,371)
Net profit (loss) attributable to members	38,186	10,264	6,139	(57,608)	-	4,434

Attachment to Appendix 4B

Attachment 4

Discontinuing operations

	Continuing operations		Discontinuing operations		Discontinued operations	
	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000
Statement of cash flows	Current period	Previous period	Current period	Previous period	Current period	Previous period
Operating activities						
Receipts in the course of operations	944,892	899,291	139,185	181,782	-	77,174
Payments in the course of operations	(796,366)	(797,660)	(128,639)	(175,312)	-	(65,964)
Dividends received	6,851	10,466	-	-	-	-
Interest received	1,060	1,611	249	333	-	145
Interest paid	(14,505)	(18,279)	(1,698)	(3,672)	-	(1,414)
Income taxes paid	(9,214)	(5,808)	59	199	-	(387)
Net operating cash flows	132,718	89,621	9,156	3,330	-	9,554
Investing activities						
Purchases of property, plant and equipment	(46,182)	(53,322)	(1,294)	(2,754)	-	(6,066)
Sales of property, plant and equipment	2,492	1,470	39	138	-	66
Payment for buy-out of outside equity interests	-	-	-	(1,052)	-	-
Sale of controlled entities	1,653	32,288	-	-	-	-
Net investing cash flows	(42,037)	(19,564)	(1,255)	(3,668)	-	(6,000)
Financing activities						
Issues of securities	284	225	-	-	-	-
Repayment of borrowings	(13,738)	(65,820)	(18,837)	(2,628)	-	(5,292)
Dividends paid	(12,837)	(25,355)	-	-	-	-
Net dividends paid to outside equity interests	(12,897)	(5,690)	-	-	-	(1,355)
Payments for buyback of securities	(38,288)	-	-	-	-	-
Net financing cash flows	(77,476)	(96,640)	(18,837)	(2,628)	-	(6,647)
Net increase (decrease) in cash held	13,205	(26,583)	(10,936)	(2,966)	-	(3,093)

Attachment to Appendix 4B

Attachment 5

Business segment reports (financial performance)

Business segments - current period \$A'000						
	External revenue	Segment result before significant items	Individually significant items	Segment result	Share of net profit of associates	Profit (loss) from ordinary activities
Automotive	951,815	80,780	-	80,780	6,185	86,965
Construction	141,496	8,088	-	8,088	234	8,322
Sub-total	1,093,311	88,868	-	88,868	6,419	95,287
Plastics	-	-	-	-	-	-
Sub-total	1,093,311	88,868	-	88,868	6,419	95,287
Unallocated	1,296	(2,995)	-	(2,995)	-	(2,995)
Consolidated	1,094,607	85,873	-	85,873	6,419	92,292
Borrowing costs net of interest revenue						(15,293)
Income tax on ordinary activities						(22,707)
Profit (loss) from ordinary activities after tax before outside equity interests						54,292

Business segments - previous corresponding period \$A'000						
	External revenue	Segment result before significant items	Individually significant items	Segment result	Share of net profit of associates	Profit (loss) from ordinary activities
Automotive	902,655	70,804	(28,641)	42,163	7,484	49,647
Construction	176,187	2,226	(55,434)	(53,208)	279	(52,929)
Sub-total	1,078,842	73,030	(84,075)	(11,045)	7,763	(3,282)
Plastics	78,177	4,262	-	4,262	28	4,290
Sub-total	1,157,019	77,292	(84,075)	(6,783)	7,791	1,008
Unallocated	46,088	(1,179)	3,068	1,889	-	1,889
Consolidated	1,203,107	76,113	(81,007)	(4,894)	7,791	2,897
Borrowing costs net of interest revenue						(21,229)
Income tax on ordinary activities						(8,368)
Profit (loss) from ordinary activities after tax before outside equity interests						(26,700)

Attachment to Appendix 4B

Attachment 6

Business segment reports (financial position)

	Business segments - current period \$A'000						
	Depreciation and amortisation	Other non-cash expenses	Acquisitions of non-current assets	Segment assets	Equity accounted investments	Operating assets	Segment liabilities
Automotive	54,259	666	46,173	586,463	28,930	615,393	(148,347)
Construction	5,588	-	1,294	74,322	-	74,322	(15,579)
Sub-total	59,847	666	47,467	660,785	28,930	689,715	(163,926)
Plastics	-	-	-	-	-	-	-
Sub-total	59,847	666	47,467	660,785	28,930	689,715	(163,926)
Unallocated	44	-	9	8,921	-	8,921	(4,889)
Consolidated	59,891	666	47,476	669,706	28,930	698,636	(168,815)
Cash assets (Interest bearing liabilities)						87,706	(228,735)
Income tax assets (Income tax liabilities)						11,579	(35,911)
Total assets (Total liabilities)						797,921	(433,461)

	Business segments - previous corresponding period \$A'000						
	Depreciation and amortisation	Other non-cash expenses	Acquisitions of non-current assets	Segment assets	Equity accounted investments	Operating assets	Segment liabilities
Automotive	52,318	12,590	53,322	630,984	26,126	657,110	(135,531)
Construction	8,462	50,769	2,754	115,144	356	115,500	(33,232)
Sub-total	60,780	63,359	56,076	746,128	26,482	772,610	(168,763)
Plastics	6,229	50	6,066	-	-	-	-
Sub-total	67,009	63,409	62,142	746,128	26,482	772,610	(168,763)
Unallocated	61	-	-	14,823	-	14,823	(3,916)
Consolidated	67,070	63,409	62,142	760,951	26,482	787,433	(172,679)
Cash assets (Interest bearing liabilities)						95,060	(301,050)
Income tax assets (Income tax liabilities)						10,497	(27,366)
Total assets (Total liabilities)						892,990	(501,095)

Attachment to Appendix 4B

Attachment 7

Geographical segment reports

Geographical segments - current period \$A'000			
	External revenue by customer location	Segment assets by manufacturing location	Acquisition of non-current assets
United States of America	729,391	330,583	24,900
Australia and New Zealand	239,545	261,644	21,276
Asia	89,345	68,558	838
Europe	35,030	-	453
Segment totals	1,093,311	660,785	47,467

Geographical segments - previous corresp period \$A'000			
	External revenue by customer location	Segment assets by manufacturing location	Acquisition of non-current assets
United States of America	681,844	365,960	34,570
Australia and New Zealand	288,773	262,196	21,052
Asia	114,375	80,836	5,821
Europe	72,027	37,136	699
Segment totals	1,157,019	746,128	62,142

Notes to the Segment Reports

The major products and services from which the business segments derive revenue are:

Automotive products - brake corner modules, disc brake calipers, park brakes and rotors; disc brake pads and drum brake linings; assembly and test equipment; aftermarket brake and clutch componentry; licensing for certain of the aforementioned products.

Construction products - steel, fibreglass and aluminium gratings, metal handrails and highway barrier systems; construction engineering services; steel and plastic screens, conveyor belts and metal gauzes.

Unallocated revenue includes proceeds on sale of business and *unallocated costs* includes corporate office costs.

Segment assets include all assets used by a segment and consist principally of receivables, inventories and property, plant and equipment net of accumulated amortisation and depreciation.

Segment liabilities consist principally of accounts payable and provisions. Segment assets and liabilities do not include current and deferred income tax assets and liabilities or cash assets and interest bearing liabilities.