

# WEBSTER LIMITED

## Appendix 4D: Half-Year Report

### Half-Year Ended 31 December 2007



It is recommended that this Half-Year Report is read in conjunction with the Annual Report for Webster Limited for the Financial Year ended 30 June 2007 together with any public announcements made by Webster Limited and its controlled entities during the half-year ended 31 December 2007 in accordance with the continuous disclosure obligations arising under the Australian Securities Exchange Listing Rules.

# Appendix 4D: Half-Year Report

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## Appendix 4D Half Year Report

**WEBSTER LIMITED**  
**ACN 009 476 000**

### Reporting Period

Half-year ended 31 December 2007 ("current period").  
Previous corresponding period, half-year ended 31 December 2006.

### Results for Announcement to the Market

				<b>Current Period (\$'000)</b>
Revenue from Ordinary Activities	Up	33%	to	4,476
Profit/(Loss) from Ordinary Activities After Tax Attributable to Members	Down	-24%	to	1,671
Net Profit/(Loss) After Tax Attributable to Members	Down	-24%	to	1,671
Net Profit/(Loss) After Tax Attributable to Members, adjusted to reflect Tassal Group Ltd's 'normalised' result as reported in its Appendix 4D.	Up	76%	to	1,873

### Brief Explanation of Figures Reported Above

Please refer to the attached media release.

Total revenue from ordinary activities has increased by 33% between the current and previous reporting period due to the additional orchard management fees generated from the Webster Walnuts operation. This increment is attributable to the increase in area under management between the periods. Net profit after tax has decreased 24% period on period. Whilst the horticulture operations had an improved result for the first half, the equity accounted profit from Tassal Group Limited has decreased period on period by \$1.221 million due to a 'one-off' profit impact in 2006 that has not occurred in 2007. As reported by Tassal Group Ltd in its Appendix 4D, this 'one-off' profit impact in 2006 related to a significant increase in the value of biological assets through a strategy to build the level of processed stock on hand to meet demand. On a 'normalised' basis the Tassal result was an improvement period on period. Included in the after tax result was a contribution from discontinued operations of \$302 thousand in comparison to a loss of \$179 thousand for the six months to 31 December 2006.

### Dividends

			<b>Amount per Security (cents)</b>	<b>Franked Amount per Security (cents)</b>
Ordinary Shares	Interim*	(2007/08)	1.0	0.0
	Final	(2006/07)	4.5	0.2
Cumulative Preference Shares	Interim*	(2007/08)	4.5	0.0
	Final	(2006/07)	4.5	4.5
*The financial effect of the interim ordinary and interim cumulative preference dividends will be recognised in the next reporting period as both dividends were declared subsequent to 31 December 2007.				
Record date for determining entitlements to the interim cumulative preference share dividend				21-Mar-08
Date of payment of interim cumulative preference share dividend				31-Mar-08
Record date for determining entitlements to the interim ordinary share dividend				03-Apr-08
Date of payment of interim ordinary share dividend				30-Apr-08
Dividends paid by Webster Limited during the current reporting period				
			<b>Date</b>	<b>Amount (\$'000)</b>
Cumulative Preference Dividends			30-Sep-07	18
Ordinary Dividend			31-Oct-07	2,795
The Company's Dividend Reinvestment Plan (DRP) is applicable to the interim ordinary dividend of fully paid ordinary shares (ASX code WBA). The discount rate is 5%. The issue price is based on the weighted average sale price per share of shares traded in the last 5 business days before, but not including, the Record Date. The last date for the receipt of an election notice for participation in the Plan is 3 April 2008.				

**Net Tangible Assets per Security**

	Current Period (cents)	Previous Period (cents)
Net Tangible Assets per Security	82.08	82.59

**Gain or Loss of Control Over Entities**

Loss of control over	n/a
Date of loss of control	n/a
Contribution to profit from ordinary activities in the current reporting period and whole of previous corresponding period	n/a
During the current reporting period the following entities were dissolved or liquidated. The liquidation or dissolution of these entities will have no impact on the future financial performance of the company.	
Liquidated	n/a
Dissolved	n/a

**Details of Associates and Joint Venture Entities**

	Current Reporting Period (\$'000)	Previous Reporting Period (\$'000)
Aggregate share of profits (losses) of associates & joint venture entities		
Profit (loss) from ordinary activities before tax	3,022	4,910
Income tax on ordinary activities	(1,046)	(1,585)
Profit (loss) after tax	1,976	3,325
Adjustments	0	0
<b>Share of net profit/(loss) of associates and joint venture entities</b>	<b>1,976</b>	<b>3,325</b>

Name of Entity	Percentage ownership interest held at end of period or date of disposal		Contribution to net profit (loss) \$'000	
	Current Reporting Period	Previous Reporting Period	Current Reporting Period	Previous Reporting Period
Tassal Group Limited	29%	28%	2,440	3,661
Webster Walnuts Pty Ltd	50%	50%	(464)	(374)
Kelp Industries Pty Ltd (disposed of 30/6/07)	-	50%	0	38
			<b>1,976</b>	<b>3,325</b>

It should be noted that Tassal Group Ltd's 'normalised' result as reported in their Appendix 4D was \$9.305 million, in comparison to \$8.975 million in the previous reporting period.

**Compliance Statement**

- (a) The accompanying financial report has been prepared in accordance with AASB Standards, other AASB authoritative pronouncements and Urgent Issues Group consensus views or other standards acceptable to the ASX.
- (b) The accompanying financial report and the accounts upon which the report is based, use the same accounting policies.
- (c) The accompanying financial report gives a true and fair view of the matters disclosed.
- (d) The accompanying financial report has been independently reviewed by the Company's auditors. The financial report is not subject to a qualified independent review statement.
- (e) The entity has a formally constituted audit and risk committee.



**D W Robinson**  
Chairman  
Webster Limited

# Directors' Report

The directors of Webster Limited (ACN 009 476 000) submit the following report in respect of the half-year ended 31 December 2007. In order to comply with the provisions of the *Corporations Act 2001*, the directors report as follows:

## Directors

The names of the directors of the company during or since the end of the half-year are:

D W Robinson, Non-executive Chairman  
C E Bright, Non-executive Director  
C D Corrigan, Non-executive Director (appointed 30th November 2007)  
R J Roberts, Non-executive Director  
S J L Stone, Non-executive Director

## Review of Operations

The consolidated entity recorded a profit after income tax of 1.671 million for the half-year ended 31 December 2007. This compares with a profit of \$2.203 million for the corresponding previous half-year. The result to 31 December 2007 contains a \$302 thousand after tax profit from discontinued operations, in comparison to a \$179 thousand after tax loss in 2006. Whilst the horticulture operations had an improved result for the first half, the equity accounted profit from Tassal Group Limited decreased period on period by \$1.221 million due predominately to a 'one-off' profit impact in 2006 that has not occurred in 2007. Revenue from ordinary activities was \$4.476 million, compared with \$3.368 million in the correspondence previous half-year.

A large portion of Webster's operating divisions' earnings and cash flows are generated toward the second half of the financial year. This seasonality is directly related to the Webster Fresh operations with the harvesting and marketing of horticultural produce occurring predominantly between January and June of each year.

The Webster Fresh division's performance has been consistent with management's expectations in the first half. The season to date has been satisfactory, with good levels of rainfall and sound crop emergence. A large proportion of production has been contracted at prices at or above budget projections.

Webster Walnuts currently has more than 2,100 hectares of orchard under management in NSW and Tasmania. Good tree growth is occurring in both States, with water supply being sufficient for optimum growth. Performance for the half-year is in line with expectation. In Tasmania the harvest scheduled for March/April is expected to produce a significant increase on the prior year.

Our associate investments accounted for first half profits amounting to \$1.976 million, down from \$3.325 million in the corresponding previous half-year. The 2006 result included a large on-off non-recurring profit in respect to Tassal Group Limited. Webster Walnuts Pty Ltd reported an equity accounted loss of \$464 thousand for Webster, which is in line with expectations. Effective from January 2008 the company will be consolidated into the Webster Group as a result of the acquisition of the outstanding shares in this company post balance date. Tassal Group Limited contributed \$2.440 million of equity accounted profits for the first half. The result, on a 'normalised' basis, was consistent with expectations.

Cash flows from operations and proceeds received from the divestment of the industrial businesses and Webster's 50% interest in Kelp Industries were utilised during the period to acquire a further \$4.136 million of Tassal Group Limited shares and undertake further debt reduction.

The Directors have declared an interim unfranked dividend of 1 cent per share, payable on 30 April 2008. The record date for determining entitlement to the dividend is 3 April 2008. A dividend reinvestment plan will be offered to all shareholders.

### **Independence Declaration by Auditor**

The auditor's independence declaration is included on page 6 of the half-year financial report.

### **Rounding Off of Amounts**

The company is a company of the kind referred to in ASIC Class Order 98/0100 dated 10 July 1998 and, in accordance with that Class Order, amounts in the directors' report and the financial report have been rounded off to the nearest thousand dollars unless specifically stated to be otherwise.

Signed in accordance with a resolution of directors made pursuant to s.306(3) of the *Corporations Act 2001*.

On behalf of the Directors

A handwritten signature in blue ink, appearing to read 'D W Robinson', with a long horizontal flourish extending to the right.

D W Robinson  
Chairman  
HOBART, 28th February 2008

The Board of Directors  
Webster Limited  
120 Campbell St  
HOBART TAS 7001

28 February 2008

Dear Board Members

### **Webster Limited**

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Webster Limited.

As lead audit partner for the review of the financial statements of Webster Limited for the financial half year ended 31 December 2007, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review;  
and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



**Deloitte Touche Tohmatsu**



**Craig Barling**  
Partner  
Chartered Accountants

Liability limited by a scheme approved under Professional Standards Legislation.

Member of  
**Deloitte Touche Tohmatsu**

# Independent Auditor's Review Report to the Members of Webster Limited

We have reviewed the accompanying half-year financial report of Webster Limited, which comprises the balance sheet as at 31 December 2007, and the income statement, cash flow statement, statement of changes in equity for the half-year ended on that date, selected explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year, as set out on pages 9 to 17.

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

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

## *Auditor's Responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Webster Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

## *Auditor's Independence Declaration*

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

## *Conclusion*

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

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

*Deloitte Touche Tohmatsu*

DELOITTE TOUCHE TOHMATSU



**Craig Barling**

Partner

Chartered Accountants

Hobart, 28 February 2008

# Directors' Declaration

The directors declare that:

- (a) in the directors' opinion, there are reasonable grounds to believe that the disclosing entity will be able to pay its debts as and when they become due and payable; and
- (b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the consolidated entity.

Signed in accordance with a resolution of the directors made pursuant to s. 303(5) of the *Corporations Act 2001*.

On behalf of the Directors

A handwritten signature in blue ink, appearing to read 'D W Robinson', with a horizontal line extending to the right.

D W Robinson  
Chairman  
HOBART, 28th February 2008

**Webster Limited**  
**Condensed Consolidated Income Statement**  
For the Half-Year Ended 31 December 2007

	Note	Consolidated	
		Half-year ended 31-Dec-07 (\$'000)	Half-year ended 31-Dec-06 (\$'000)
<b>Continuing operations</b>			
Revenue		4,476	3,368
Cost of sales		(1,627)	(825)
Gross Profit		2,849	2,543
Other income		1,334	1,217
Share of net profits of associates and joint ventures accounted for using the equity method		1,976	3,287
Distribution expenses		(46)	(267)
Marketing expenses		(301)	(326)
Operational expenses		(1,770)	(2,029)
Administration expenses		(1,187)	(1,279)
Finance costs		(644)	(652)
Other expenses		(15)	(112)
Profit before income tax expense		2,196	2,382
Income tax expense	8	(827)	-
Profit for the period from continuing operations		1,369	2,382
<b>Discontinued operations</b>			
Profit/(Loss) for the period from discontinued operations	5	302	(179)
<b>Profit for the period</b>		<b>1,671</b>	<b>2,203</b>
<b>Earnings Per Share</b>			
From continuing and discontinuing operations			
Basic (cents per share)		2.68	3.60
Diluted (cents per share)		2.68	3.60
From continuing operations			
Basic (cents per share)		2.19	3.89
Diluted (cents per share)		2.19	3.89

Notes to the condensed consolidated financial statements are included on pages 14 to 17

# Webster Limited

## Condensed Consolidated Balance Sheet

As at 31 December 2007

	<b>Consolidated</b>	
	<b>31-Dec-07</b> (\$'000)	<b>30-Jun-07</b> (\$'000)
<b>Current Assets</b>		
Cash and cash equivalents	362	4,285
Trade and other receivables	2,359	18,231
Other financial assets	5,780	4,207
Inventories	5,766	1,823
Other assets	130	506
Agricultural assets	841	299
Assets classified as held for sale	-	9,136
<b>Total current assets</b>	<b>15,238</b>	<b>38,487</b>
<b>Non-Current Assets</b>		
Other financial assets	-	13
Investments accounted for using the equity method	48,217	42,106
Property, plant and equipment	9,901	9,247
Investment properties	1,065	1,050
Goodwill	286	286
Deferred tax assets	158	-
<b>Total non-current assets</b>	<b>59,627</b>	<b>52,702</b>
<b>Total assets</b>	<b>74,865</b>	<b>91,189</b>
<b>Current Liabilities</b>		
Trade and other payables	4,020	13,262
Borrowings	9,370	12,437
Other financial liabilities	613	12
Provisions	474	499
Current Tax Liabilities	691	-
Liabilities associated with the assets classified as held for sale	-	5,205
<b>Total current liabilities</b>	<b>15,168</b>	<b>31,415</b>
<b>Non-Current Liabilities</b>		
Borrowings	2,892	2,857
Deferred tax liabilities	4,461	4,038
Provisions	33	133
<b>Total non-current liabilities</b>	<b>7,386</b>	<b>7,028</b>
<b>Total liabilities</b>	<b>22,554</b>	<b>38,443</b>
<b>Net assets</b>	<b>52,311</b>	<b>52,746</b>
<b>Equity</b>		
Issued capital	40,989	39,819
Reserves	1,807	2,288
Retained earnings	9,515	10,639
<b>Total equity</b>	<b>52,311</b>	<b>52,746</b>

Notes to the condensed consolidated financial statements are included on pages 14 to 17

# Webster Limited

## Condensed Consolidated Statement of Changes in Equity

For the Half-Year Ended 31 December 2007

	Ordinary Shares (\$'000)	General Reserve (\$'000)	Asset Revaluation Reserve (\$'000)	Hedging Reserve (\$'000)	Retained Earnings (\$'000)	Total Attributable to Equity Holders of the Entity (\$'000)
<b>Balance at 1 July 2006</b>	<b>38,798</b>	-	<b>819</b>	<b>(20)</b>	<b>10,779</b>	<b>50,376</b>
Gain/(loss) taken to equity	-	-	-	260	-	260
Profit for the period	-	-	-	-	2,203	2,203
Total recognised income and expense for the year	-	-	-	260	2,203	2,463
Effect of changes in accounting policy as restated						
Equity issued under company dividend reinvestment plan	750	-	-	-	-	750
Dividends paid or provided for	-	-	-	-	(1,826)	(1,826)
<b>Balance at 31 December 2006</b>	<b>39,548</b>	-	<b>819</b>	<b>240</b>	<b>11,156</b>	<b>51,763</b>
<b>Balance at 1 July 2007</b>	<b>39,819</b>	<b>120</b>	<b>2,129</b>	<b>39</b>	<b>10,639</b>	<b>52,746</b>
Gain/(loss) taken to equity	-	-	-	(481)	-	(481)
Profit for the period	-	-	-	-	1,671	1,671
Total recognised income and expense for the year	-	-	-	(481)	1,671	1,190
Equity issued under company dividend reinvestment plan	1,170	-	-	-	-	1,170
Dividends paid or provided for	-	-	-	-	(2,795)	(2,795)
<b>Balance at 31 December 2007</b>	<b>40,989</b>	<b>120</b>	<b>2,129</b>	<b>(442)</b>	<b>9,515</b>	<b>52,311</b>

Notes to the condensed consolidated financial statements are included on pages 14 to 17

**Webster Limited**  
**Condensed Consolidated Cash Flow Statement**  
For the Half-Year Ended 31 December 2007

	<b>Consolidated</b>	
	<b>Half-year ended 31-Dec-07 (\$'000)</b>	<b>Half-year ended 31-Dec-06 (\$'000)</b>
<b>Cash Flows from Operating Activities</b>		
Receipts from customers	22,373	34,435
Payments to suppliers and employees	(19,570)	(30,548)
Interest and other costs of finance paid	(446)	(410)
<b>Net cash provided by operating activities</b>	<b>2,357</b>	<b>3,477</b>
<b>Cash Flows from Investing Activities</b>		
Payment for investments and intangibles	(4,136)	(236)
Proceeds from sale of investments and intangibles	4,661	-
Interest received	301	254
Payment for agricultural assets, property, plant and equipment	(1,033)	(606)
Proceeds from sale of agricultural assets, property, plant and equipment	30	216
Amounts advanced to related parties	(1,453)	(1,184)
Repayment of loans to related parties	(54)	-
<b>Net cash used in investing activities</b>	<b>(1,684)</b>	<b>(1,556)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from borrowings from others	2,917	246
Repayment of borrowings from others	(5,790)	(2,380)
Employee share purchase plan loan repayments	13	2
Principal repayments under finance lease	(105)	(402)
Dividends paid	(1,631)	(1,069)
<b>Net cash used in financing activities</b>	<b>(4,596)</b>	<b>(3,603)</b>
<b>Net decrease in cash held</b>	<b>(3,923)</b>	<b>(1,682)</b>
<b>Cash at beginning of the half-year</b>	<b>4,285</b>	<b>3,477</b>
<b>Cash at end of the half-year</b>	<b>362</b>	<b>1,795</b>

Notes to the condensed consolidated financial statements are included on pages 14 to 17

# Webster Limited

## Condensed Notes to the Financial Statements

For the Half-Year Ended 31 December 2007

### 1 Summary of Significant Accounting Policies

#### Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 *'Interim Financial Reporting'*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *'Interim Financial Reporting'*. The half-year financial report does not include notes of the type normally included in an annual report and should be read in conjunction with the 30 June 2007 Annual Financial Report.

#### Basis of preparation

The condensed financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The company is a company of the kind referred to in ASIC Class Order 98/0100, dated 10 July 1998, and in accordance with that Class Order amounts in the directors' report and the half-year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2007 Annual Financial Report for the year ended 30 June 2007.

#### Seasonal operations

Webster Limited operates seasonal businesses which result in lower revenues and profits during the first half of the financial year.

	Note	2007		2006	
		Cents per share	Total (\$'000)	Cents per share	Total (\$'000)
<b>2 Dividends</b>					
<b>Recognised Amounts</b>	(i)				
<u>Ordinary Share</u>					
Final dividend - 2006/07 (franked to 5.15%)		4.5	2,795	3.0	1,826
			<u>2,795</u>		<u>1,826</u>
<b>Unrecognised Amounts</b>	(ii)				
<u>Ordinary Share</u>					
Interim dividend - 2007/08 (unfranked)	(iii)	1.0	629	1.0	619
			<u>629</u>		<u>619</u>

(i) For the half-year ended 31 December 2007 recognised amounts includes dividends paid or provisioned during the half-year.

(ii) Dividends declared to security holders in respect of non-redeemable cumulative preference shares has not been included in unrecognised amounts as it will be treated as an expense.

(iii) On 28 February 2008, the Directors declared an interim unfranked dividend of \$629 thousand (1.0 cents per ordinary share) in respect to the half-year ended 31 December 2007. The record date for determining entitlement to this dividend is 3 April 2008, with a payment date of 30 April 2008. The Company's Dividend Reinvestment Plan (DRP) will apply to this dividend and a discount rate of 5% has been determined by the Directors. This interim dividend has not been recognised in this half-year report as it was declared subsequent to 31 December 2007.

# Webster Limited

## Condensed Notes to the Financial Statements

For the Half-Year Ended 31 December 2007

### 3 Contingent Liabilities and Assets

Since the last annual report a claim against the company which was being defended and for which no provision was made in the financial statements, has now been concluded with minimal impact reported in the half year result. The estimated claim value as per the 2007 annual report was \$950 thousand, with the final outcome being approximately \$190 thousand. There have been no other changes in contingent liabilities or assets since the last annual report.

### 4 Subsequent Events

On the 22 January 2008 Webster completed the acquisition of all outstanding shares in Webster Walnuts Pty Ltd, thereby increasing its shareholding in the company to 100%. Total consideration for the shares amounted to \$2.6 million. This subsidiary will be consolidated into the Webster Group effective from January 2008. For the half year to 31 December 2007 it continues to be equity accounted as an associate.

On 28 February 2008, the Directors declared an interim unfranked dividend of \$629 thousand (1.0 cents per ordinary share) with respect to the half-year ended 31 December 2007. The record date for determining entitlement to this dividend is 3 April 2008, with a payment date of 30 April 2008. The Company's Dividend Reinvestment Plan (DRP) will apply to this dividend and a discount rate of 5% has been determined by the Directors.

No other matters or circumstances have arisen since the end of the half year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

### 5 Discontinued Operation

During the 2007 financial year, Webster Limited disposed of its Trucks & Machinery and Bearings & Engineering Supplies businesses, as well as the company's 50% investment in Kelp Industries Pty Ltd. As disclosed in the 2007 annual report the divestment process ultimately resulted in the businesses being sold for a value higher than originally recorded in the 2007 accounts, with earnings adjustments to be recorded in the 2008 financial year.

The profit for the period from the discontinued operations is as follows:

	<b>Half-year ended 31-Dec-07 (\$'000)</b>	<b>Half-year ended 31-Dec-06 (\$'000)</b>
Operating profit from discontinued operations	232	(217)
Equity accounted profit from discontinued operations	40	38
Capital profit for the period from discontinued operations	159	-
Income tax expense attributable to discontinued operations	(129)	-
	<u>302</u>	<u>(179)</u>
Revenue	11,093	16,755
Share of net profits of associates	40	38
Operating expenditure	(10,721)	(16,652)
Finance costs	(140)	(320)
	<u>272</u>	<u>(179)</u>

**Webster Limited**  
**Condensed Notes to the Financial Statements**  
For the Half-Year Ended 31 December 2007

**6 Segment Information**

	Industry Services		Horticulture		Aquaculture		TOTAL	
	Half-year ended	Half-year ended	Half-year ended	Half-year ended	Half-year ended	Half-year ended	Half-year ended	Half-year ended
	31-Dec-07 (\$'000)	31-Dec-06 (\$'000)	31-Dec-07 (\$'000)	31-Dec-06 (\$'000)	31-Dec-07 (\$'000)	31-Dec-06 (\$'000)	31-Dec-07 (\$'000)	31-Dec-06 (\$'000)
<b>Revenue from continuing operations</b>								
External sales	-	-	4,476	3,368	-	-	4,476	3,368
Other revenue	-	-	487	326	-	-	487	326
	-	-	4,963	3,694	-	-	4,963	3,694
Unallocated/Consolidation Adj							847	891
							<u>5,810</u>	<u>4,585</u>
<b>Revenue from discontinued operations</b>								
External sales	-	16,645	-	-	-	-	-	16,645
Internal sales	-	110	-	-	-	-	-	110
Other revenue	-	134	-	-	-	-	-	134
	-	16,889	-	-	-	-	-	16,889
<b>Consolidated revenue</b>							<u><b>5,810</b></u>	<u><b>21,474</b></u>
<b>Segment Result from continuing operations</b>								
Segment result	-	-	782	(502)	2,440	3,661	3,222	3,159
Finance costs							(644)	(652)
Unallocated							(382)	(125)
Profit before income tax expense							2,196	2,382
Income tax expense							(827)	-
Profit from continuing operations							<u>1,369</u>	<u>2,382</u>
<b>Segment Result from discontinued operations</b>								
Profit/(loss) before tax from discontinued operations	431	(179)	-	-	-	-	431	(179)
Income tax expense							(129)	-
Profit/(loss) from discontinued operations							<u>302</u>	<u>(179)</u>
<b>Profit for the period</b>							<u><b>1,671</b></u>	<u><b>2,203</b></u>

# Webster Limited

## Condensed Notes to the Financial Statements

For the Half-Year Ended 31 December 2007

### 7 Issuances of Securities

During the half-year reporting period, Webster Limited issued nil shares (2006: \$117 thousand) on exercise of share options issued under the Supplementary Prospectus. Webster Limited issued 790,478 ordinary shares (2006: 1,001,123) under the company's dividend reinvestment plan. These shares had a fair value at issue date of \$1.48 per share (2006: 75 cents).

### 8 Income Taxes

Income tax has been recognised in the Condensed Consolidated Income Statement on the following basis:

	<b>Half-year ended 31-Dec-07 (\$'000)</b>
Current tax expense on operating profit	254
Current tax expense on unfranked dividends received	279
Temporary differences arising between carrying amount of associates and tax base due to undistributed profits	423
	<u>956</u>
Attributable to:	
Continuing operations	827
Discontinued operations	129
	<u>956</u>

The income tax expense has been recognised in the Condensed Consolidated Balance Sheet on the following basis:

Increment in current tax liabilities - income tax payable attributable to the parent entity	533
Increment in deferred tax liabilities - investment in associates	423
	<u>956</u>