

WEBSTER LIMITED

Appendix 4E: Preliminary Final Report

Financial Year Ended 30 June 2011



It is recommended that this Preliminary Final Report is read in conjunction with the Annual Report for Webster Limited for the Financial Year ended 30 June 2010, the December 2010 Half-Year Report and any public announcements made by Webster Ltd and its controlled entities during the year ended 30 June 2011 in accordance with the continuous disclosure obligations arising under the ASX Listing Rules.

Appendix 4E: Preliminary Final Report

Contents

	Page
Commentary on Results for the Year	2-5
Consolidated Statement of Comprehensive Income	6
Consolidated Statement of Financial Position	7
Consolidated Statement of Changes in Equity	8
Consolidated Statement of Cash Flows	9
Notes to the Financial Statements	10-20
Compliance Statement	21

Gain or Loss of Control Over Entities

(a) Gain of control over	Nil
Date of gain of control	NA
Contribution to profit from ordinary activities in the current reporting period and whole of previous corresponding period	NA NA
(b) Loss of control over	Nil
Date of loss of control	NA
Contribution to profit from ordinary activities in the current reporting period and whole of previous corresponding period	NA NA
(c) 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	Nil
Dissolved	Nil

Annual Meeting

The annual meeting will be held as follows:

Place: The Devonport Entertainment and Convention Centre, Devonport, Tasmania

Date: Wednesday 2nd November 2011

Time: 11.00 a.m.

Approximate date Annual Report will be available: 28th September 2011

The attached Preliminary Final Report for the Year ended 30 June 2011, prepared pursuant to Appendix 4E and ASX Listing Rule 4.3A, is based on accounts which are in the process of being audited and therefore no audit report is attached. It is not expected that the accounts will be subject to dispute or qualification.

Commentary on Results for the Year

Webster Limited announced today a full-year pre tax profit of \$1.850 million, up by \$1.330 million on the prior year. After adjusting for equity accounted associate Tassal Group Limited, the company's pre tax profit from operating divisions was up \$6.3 million on the prior year. This outcome was primarily due to a strong result from the Company's vegetable division despite the high Australian Dollar. In part, due to group tax consolidation and the resultant tax benefit, the after tax profit rose to \$6.357 million.

In FY11, Webster Limited implemented previously flagged and significant structural changes within the company. In July 2010 the company completed its exit from the carrot business. In December 2011 Webster sold its 19.9% share in salmon farmer Tassal Group Limited for \$1.79 per share raising approximately \$51 million pre-tax. Subsequently, Webster acquired the Gunns Limited walnut orchard assets in the Riverina area of NSW for \$24 million.

After provisioning for tax payable on the Tassal shares divestment, the balance of sale proceeds were used to retire bank debt.

In June 2011 a new Webster Limited 100% subsidiary company, AGW Funds Management Limited assumed the role of Responsible Entity for the 3 walnut projects previously managed by Gunns.

Also in June, the Company successfully raised \$10.4 million after costs in a fully underwritten 4 for 9 Rights Issue. The equity issue was undertaken to position the company conservatively in a global environment which directors considered carried significant risk for companies with even moderate levels of interest paying debt.

These transactions completed the planned restructuring, enabling Webster to now better control its own destiny. The company today has no associate equity investments, has a seasonal debt requirement only, owns well positioned assets with growth potential, and is placed to take advantage of business opportunities which may arise.

Operating Divisions Results

Webster Limited has two operating divisions, Field Fresh Tasmania and Walnuts Australia.

Field Fresh Tasmania: This division has recorded an EBIT profit of \$4.1 million. This was a pleasing result and was above expectations. The EBIT result reflects a \$7.2 million turn-around for this division after a poor outcome in the prior year in which substantial carrot losses were incurred. In what was a challenging growing year, favourable market conditions and a strong operational performance combined to deliver this result.

Strategically, during the 2011 year, Field Fresh Tasmania has been able to contract a firm price and quantity for almost 50% of planned onion production for the FY12 season prior to seeding, reducing the level of business risk for the vegetable division and further enhancing Field Fresh Tasmania's reputation as a reliable and quality supplier.

In completing its exit from the carrot business, Field Fresh Tasmania continued to supply carrots to selected customers in Japan by sourcing product from a third party. Although exposure was relatively small, the result was disappointing and no sales are planned for FY12.

Walnuts Australia: As expected and despite a small negative impact from walnut blight, harvest volumes increased in accord with projections in the Riverina, NSW orchards. To handle the increased volume, Walnuts Australia has continued to invest capital in specialised harvesting equipment and walnut processing infrastructure in FY11. Walnut quality improved over FY10 due to a cooler growing season and the implementation of results of focused research work.

However, the Swansea orchard in Tasmania performed poorly due to well above average rainfall over summer and a major flood event at the start of the harvest period. This resulted in the loss of crop, a delayed harvest operation and downgraded quality. Hence the Swansea orchard performance was significantly down on expectations.

As a consequence of the Swansea result, the walnut segment which both owns and manages walnut orchards in Tasmania and New South Wales, delivered a combined EBIT of \$0.615 million. Both export and domestic walnut prices for in-shell product improved in FY11 over the previous corresponding period.

Compared to the previous corresponding period, the Tassal investment was only held for 5 months. In addition, the equity accounted profit contribution from this investment was below expectations.

Human Resources and Safety

The FY11 year was one of stability in the executive team with important contributions and commitment from all areas.

The Group's safety performance improved again over the year with a reduction in the total days lost due to workplace injuries from 190 in 2010 to 18 in 2011. The Lost Time Injury Frequency Rate also reduced from 97.9 to 40.8, a reduction of 58%.

Outlook

The markets in which Australian businesses operate are relatively volatile with various changes in the Australian tax regime and global uncertainties. These factors impact on both debt and equity financing abilities for companies and on foreign currency exchange movements.

However, with the completed structural changes, very conservative gearing, growth from acquired operations and forward contracts, directors anticipate a further improvement in operating earnings in the FY12 year. The uplift in earnings is expected to be achieved through increased walnut production and revenue and improved productivity in Field Fresh Tasmania.

Following the corporate repositioning and associated lower gearing, net interest payable on borrowings is expected to decline significantly in FY12.

Directors have determined to pay a fully franked one cent ordinary share dividend. A 4.5 cent fully franked preference share dividend will also be paid.

The Webster Limited annual general meeting will be held on the 2nd November 2011 in Devonport.

For enquiries please contact:

Leigh Titmus
Managing Director
Ph: (03) 6427 5000

Webster Limited
Consolidated statement of comprehensive income
For the financial year ended 30 June 2011

	Note	2011 (\$'000)	2010 (\$'000)
Revenue	2(a)	47,131	34,970
Cost of sales	2(b)	<u>(19,685)</u>	<u>(22,277)</u>
Gross profit		27,446	12,693
Other income	2(c)	142	2,552
Share of net profits of associates and joint ventures accounted for using the equity method	3	1,448	5,671
Distribution expenses		(9,844)	(8,845)
Marketing expenses		(573)	(780)
Operational expenses		(12,086)	(6,262)
Administration expenses		(2,773)	(2,580)
Finance costs		(1,755)	(1,885)
Other expenses		<u>(155)</u>	<u>(44)</u>
Profit before income tax expense		1,850	520
Income tax (expense)/income		<u>4,507</u>	<u>(120)</u>
Net profit for the period		<u>6,357</u>	<u>400</u>
Other comprehensive income			
Gain/(loss) on cash flow hedges taken to equity		417	169
Share of other comprehensive income of associates		<u>(371)</u>	<u>1,235</u>
Other comprehensive income for the period (net of tax)		47	1,404
Total comprehensive income for the period		<u>6,404</u>	<u>1,804</u>
Earnings per share			
Basic (cents per share)	6	9.84	0.62
Diluted (cents per share)	6	9.84	0.62

Notes to the financial statements are included on pages 10 to 20.

Webster Limited
Consolidated statement of financial position
As at 30 June 2011

	Note	2011 (\$'000)	2010 (\$'000)
Current Assets			
Cash and cash equivalents	8(a)	1,326	(2,450)
Trade and other receivables		21,164	10,245
Other financial assets		647	221
Inventories		4,033	3,675
Other assets		208	231
Biological assets		912	879
Total current assets		28,290	12,801
Non-Current Assets			
Investments accounted for using the equity method	3	-	51,699
Property, plant and equipment		34,430	25,407
Biological assets		21,295	10,934
Investment property		834	839
Deferred tax asset		-	1,508
Intangibles		5,009	397
Total non-current assets		61,568	90,784
Total assets		89,858	103,585
Current Liabilities			
Trade and other payables		11,712	7,234
Borrowings		4,977	565
Current tax liability		3,970	294
Other financial liabilities		-	169
Provisions		1,110	400
Total current liabilities		21,769	8,661
Non-Current Liabilities			
Borrowings		1,257	25,291
Deferred tax liabilities		-	9,728
Provisions		92	106
Total non-current liabilities		1,349	35,125
Total liabilities		23,118	43,786
Net assets		66,740	59,799
Equity			
Issued capital	4	42,580	42,580
Reserves		1,273	2,547
Retained earnings	5	22,887	14,672
Total equity		66,740	59,799

The company completed a capital raising in early July. The effect on the balance sheet of the raising is disclosed in note 10.

Notes to the financial statements are included on pages 10 to 20.

Webster Limited
Consolidated statement of changes in equity
For the financial year ended 30 June 2011

	Share capital (\$'000)	General reserve ¹ (\$'000)	Properties revaluation reserve ² (\$'000)	Cash flow hedging reserve ³ (\$'000)	Retained earnings (\$'000)	Attributable to the owners of the parent (\$'000)	Total (\$'000)
Balance at 1 July 2009	42,580	(104)	1,380	(133)	14,272	57,995	57,995
Payment of dividends	-	-	-	-	-	-	-
Profit or loss for the year	-	-	-	-	400	400	400
Other comprehensive income for the year	-	-	-	169	-	169	169
Share of associates reserves	-	256	979	-	-	1,235	1,235
Total comprehensive income for the year	-	256	979	169	400	1,804	1,804
Balance at 30 June 2010	42,580	152	2,359	36	14,672	59,799	59,799
Payment of dividends	-	-	-	-	-	-	-
Profit or loss for the year	-	-	-	-	6,357	6,357	6,357
Other comprehensive income for the year	-	-	-	417	-	417	417
Share of associates reserves	-	(77)	(294)	-	-	(371)	(371)
Reversal of share of associates reserves on sale	-	(75)	(1,246)	-	-	(1,321)	(1,321)
Transfers to retained earnings	-	-	-	-	1,858	1,858	1,858
Total comprehensive income for the year	-	(152)	(1,540)	417	8,215	6,941	6,941
Balance at 30 June 2011	42,580	0	819	453	22,887	66,740	66,740

1. This reserve captures the movement in share of Associates' reserves including their share based payments reserve and hedging reserve, but excluding the asset revaluation reserve. The movement in reserves for the current year reflects the disposal of the holding in the Associate.

2. This reserve captures the movement in share of Associates' asset revaluation reserves. The movement in the reserve for the current year reflects the disposal of the holding in the Associate.

3. The hedging reserve represents hedging gains or losses recognised on the effective portion of cash flow hedges. The cumulative deferred gain or loss on the hedge is recognised in profit or loss when the hedged transaction impacts the profit or loss, or is included as a basis adjustment to the non-financial hedged item, consistent with the applicable accounting policy.

Notes to the financial statements are included on pages 10 to 20.

Webster Limited
Consolidated statement of cash flows
For the financial year ended 30 June 2011

	Note	2011 (\$'000)	2010 (\$'000)
Cash Flows from Operating Activities			
Receipts from customers		37,862	38,119
Payments to suppliers and employees		(38,866)	(38,030)
Interest and other costs of finance paid		(1,625)	(1,887)
Income tax paid		(1)	(145)
Net cash (used in) operating activities	8(e)	<u>(2,630)</u>	<u>(1,943)</u>
Cash Flows from Investing Activities			
Payment for investment securities		50	(1,126)
Proceeds from sale of investments		51,750	-
Interest received		33	5
Dividends and partnership distributions received		578	2,251
Payment for biological assets, property, plant and equipment		(26,375)	(4,492)
Proceeds from sale of biological assets, property, plant and equipment		28	41
Net cash provided by/(used in) investing activities		<u>26,064</u>	<u>(3,321)</u>
Cash Flows from Financing Activities			
Proceeds from borrowings from others		710	3,362
Repayment of borrowings from others		(19,818)	(336)
Principal repayments under finance lease		(514)	(402)
Dividends paid		(36)	(36)
Net cash provided by/(used in) financing activities		<u>(19,658)</u>	<u>2,588</u>
Net increase/(decrease) in cash and cash equivalents		3,776	(2,676)
Cash and cash equivalents at the beginning of the financial year		(2,450)	226
Cash and cash equivalents at the end of the financial year	8(a)	<u>1,326</u>	<u>(2,450)</u>

Notes to the financial statements are included on pages 10 to 20.

Webster Limited

Notes to the Financial Statements

For the financial year ended 30 June 2011

1 Summary of Accounting Policies

Statement of Compliance

The preliminary final report has been prepared in accordance with ASX Listing Rule 4.3A, the disclosure requirements of ASX Appendix 4E, the *Corporations Act 2001*, Accounting Standards and Urgent Issues Group Interpretations and complies with other requirements of the law. Accounting Standards include Australian equivalents to International Financial Reporting Standards (A-IFRS). Compliance with A-IFRS ensures that the consolidated financial statements and notes of the consolidated entity comply with International Financial Reporting Standards (IFRS).

The preliminary final report does not include notes of the type normally included in an annual report and should be read in conjunction with the 30 June 2010 Annual Financial Report, the December 2010 Half-Year Financial Report and any public announcements made by Webster Ltd and its controlled entities during the year ended 30 June 2011 in accordance with the continuous disclosure obligations arising under the ASX Listing Rules.

The preliminary final report was authorised for issue by the directors on 30 August 2011.

Basis of Preparation

The preliminary final report has 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 are rounded off to the nearest thousand dollars, unless otherwise indicated.

Significant Accounting Policies

The accounting policies and methods of computation adopted in the preparation of the preliminary final report are consistent with those adopted and disclosed in the company's 2010 Annual Financial Report for the year ended 30 June 2010, other than as detailed below.

Adoption of new and revised Accounting Standards

In the current year, the Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and are effective for the current annual reporting period.

Webster Limited

Notes to the Financial Statements

For the financial year ended 30 June 2011

1 Summary of Accounting Policies (continued)

Standards and Interpretations issued not yet effective

At the date of authorisation of the preliminary final report, a number of Standards and Interpretations were in issue but not yet effective.

Standard/Interpretation	Effective date
<i>AASB 124 'Related Party Disclosures' (revised December 2009), AASB 2009-12 'Amendments to Australian Accounting Standards'</i>	For annual reporting periods beginning on or after 1 January 2011
<i>AASB 9 'Financial Instruments', AASB 2009-11 'Amendments to Australian Accounting Standards arising from AASB 9' and AASB 2010-7 'Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)'</i>	For annual reporting periods beginning on or after 1 January 2013
<i>AASB 2009-14 'Amendments to Australian Interpretation – Prepayments of a Minimum Funding Requirement'</i>	For annual reporting periods beginning on or after 1 January 2011
<i>AASB 2010-5 'Amendments to Australian Accounting Standards'</i>	For annual reporting periods beginning on or after 1 January 2011
<i>AASB 2010-6 'Amendments to Australian Accounting Standards – Disclosures on Transfers of Financial Assets'</i>	For annual reporting periods beginning on or after 1 July 2011
<i>AASB 2010-8 'Amendments to Australian Accounting Standards – Deferred Tax: Recovery of Underlying Assets'</i>	For annual reporting periods beginning on or after 1 January 2012

The directors anticipate that the adoption of these Standards and Interpretations in the future periods will have no material financial impact on the financial statements of the company or the Group.

These Standards and Interpretations will be first applied in the financial report of the Group that relates to the annual reporting period beginning after the effective date of each pronouncement, which will be the company's annual reporting period beginning 1 July 2011.

Notes to the Financial Statements

For the financial year ended 30 June 2011

Note	2011 (\$'000)	2010 (\$'000)
2 Profit from Operations		
Profit from operations before income tax includes the following items of revenue and expense:		
(a) Revenue		
Revenue from the sale of goods	35,708	29,750
Revenue from the rendering of services	10,606	4,628
Interest revenue	33	5
Rental revenue	784	587
Total revenue	<u>47,131</u>	<u>34,970</u>
(b) Other Income		
Gain/(loss) on disposal of investments	(744)	-
Gain/(loss) on disposal of property, plant and equipment and biological assets	17	19
Increment/(decrement) in net market value of biological assets	(644)	905
Net foreign exchange gains/(losses)	(62)	(20)
R&D grants	72	-
Other	1,503	1,648
Total other income	<u>142</u>	<u>2,552</u>
(c) Expenses		
Cost of sales	<u>19,685</u>	<u>22,277</u>
Interest on loans	1,576	1,745
Dividends on instruments classified as financial liabilities	35	35
Other finance costs	144	105
Total finance costs	<u>1,755</u>	<u>1,885</u>
Depreciation of non-current assets	1,996	1,683
Amortisation of non-current assets	360	276
Total depreciation and amortisation	<u>2,356</u>	<u>1,959</u>
Post employment benefits	524	622
Termination benefits	9	152
Other employee benefits	6,097	6,653
Total employee benefits expense	<u>6,106</u>	<u>7,427</u>

Notes to the Financial Statements

For the financial year ended 30 June 2011

4 Issued Capital

64,597,159 (2010: 64,597,159) fully paid ordinary shares

(i)

Consolidated	
2011	2010
(\$'000)	(\$'000)
42,580	42,580
42,580	42,580

(i) Fully Paid Ordinary Share Capital

Balance at beginning of financial year
 Shares issued under dividend re-investment plan (ii) (iii)
 Balance at end of financial year

2011		2010	
Number	(\$'000)	Number	(\$'000)
64,597,159	42,580	64,597,159	42,580
-	-	-	-
64,597,159	42,580	64,597,159	42,580

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

(ii) Share Capital Issued During the Previous Financial Year

No share capital was issued during the previous financial year.

(iii) Share Capital Issued During the Financial Year

No share capital was issued during the current financial year.

5 Retained Earnings

Balance at beginning of financial year
 Net profit/(loss) attributable to members of the parent entity
 Transfer from Reserves
 Balance at end of financial year

Consolidated	
2011	2010
(\$'000)	(\$'000)
14,672	14,272
6,357	400
1,858	-
22,887	14,672

Notes to the Financial Statements

For the financial year ended 30 June 2011

		Consolidated	
		Cents per Share	
		2011	2010
6 Earnings Per Share			
Basic earnings per share	(a)	9.84	0.62
Diluted earnings per share	(b)	9.84	0.62

(a) Basic Earnings per Share

The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

	2011	2010	2011	2010
	(\$'000)	(\$'000)	No.	No.
Earnings from operations	6,357	400		
Weighted average number of ordinary shares for the purposes of basic earnings per share			64,597,159	64,597,159

(i) Earnings used in the calculation of total basic earnings per share and basic earnings per share reconciles to net profit in the income statement as follows:

	2011	2010
	(\$'000)	(\$'000)
Net profit/(loss)	6,357	400
Earnings used in the calculation of basic EPS	6,357	400

(b) Diluted Earnings per Share

The earnings and weighted average number of ordinary and potential ordinary shares used in the calculation of diluted earnings per share are as follows:

	2011	2010	2011	2010
	(\$'000)	(\$'000)	No.	No.
Earnings from operations	6,357	400		
Weighted average number of ordinary and potential ordinary shares for the purpose of diluted earnings per share			64,597,159	64,597,159

(i) Earnings used in the calculation of total diluted earnings per share and diluted earnings per share from continuing operations reconciles to net profit in the income statement as follows:

	2011	2010
	(\$'000)	(\$'000)
Net profit/(loss)	6,357	400
Earnings used in the calculation of basic EPS	6,357	400

Notes to the Financial Statements

For the financial year ended 30 June 2011

Note	2011		2010	
	Cents per share	Total (\$'000)	Cents per share	Total (\$'000)
7 Dividends				
Fully paid ordinary shares	-	-	-	-

The Directors have declared a fully franked 1.0 cent per share dividend on ordinary shares, payable on 31 October 2011. The record date for determining entitlement to the dividend is 9 October 2011. The Directors have also declared a fully franked 4.5 cent per share dividend on cumulative preference shares payable on 30 September 2011. The record date for determining entitlement to the dividend is 21 September 2011.

	Company	
	2011 (\$'000)	2010 (\$'000)
Adjusted franking account balance	4,716	714
Impact on franking account balance of dividends not recognised	(407)	-
Franking account balance at 1 July	763	623
Tax paid	(17)	148
Dividends paid	-	(8)
Franking account balance at 30 June	746	763
Franking credits that will arise from the payment of income tax payable as at the reporting date	3,970	(49)
Net franking credits available	4,716	714

Notes to the Financial Statements

For the financial year ended 30 June 2011

Consolidated	
2011	2010
(\$'000)	(\$'000)

8 Notes to the cash flow statement

(a) Reconciliation of cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents include cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the financial year as shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:

Cash and cash equivalents	1,326	(2,450)
	<u>1,326</u>	<u>(2,450)</u>

(b) Non-Cash Financing and Investing Activities

During the financial year, the consolidated entity acquired equipment via finance leases to the value of \$710,000 (2010: \$362,000).

(c) Financing Facilities

Secured finance facilities reviewed annually and payable at call

- Amount used	-	3,926
- Amount unused	1,000	3,074
	<u>1,000</u>	<u>7,000</u>

Secured bank loan rolling facilities reviewed annually and payable at call

- Amount used	4,500	24,200
- Amount unused	5,500	-
	<u>10,000</u>	<u>24,200</u>

(d) Cash Balances not Available for Use

There were no cash balances unavailable for use at balance date.

(e) Reconciliation of profit for the period to net cash flows from operating activities

Profit/(loss) for the period	6,357	400
Depreciation and amortisation of non-current assets	2,356	1,959
Adjustments relating to self-generating and regenerating assets	644	(905)
Net (profit)/loss on sale of non-current assets	(17)	(19)
Net (profit)/loss on disposal of investments	744	-
Interest income received or receivable	(33)	(5)
Debt instrument dividends paid	36	36
Share of associates' (profit)/loss and dividends	(1,448)	(5,671)
Other	27	(7)
Changes in net assets and liabilities, net of effects from the disposal of businesses (excluding impairment loss of discontinued operation):		
- Decrease/(increase) in receivables	(10,749)	1,527
- Decrease/(increase) in inventories	(1,035)	1,040
- Increase/(decrease) in payables	4,336	718
- Increase/(decrease) in provisions	696	(993)
- Increase/(decrease) in tax balances	(4,544)	(23)
Net cash flows from operating activities	<u>(2,630)</u>	<u>(1,943)</u>

Notes to the Financial Statements

For the financial year ended 30 June 2011

9 Segment Information

The Group has adopted AASB 8 Operating Segments and AASB 2007-3 Amendments to Australian Accounting Standards arising from AASB 8 with effect from 1 January 2009. AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Group. In prior years segment information reported externally was analysed on the basis of industry segments. However, information for internal reports is focused on operating divisions. The principal divisions within the group are the vegetable, walnut, aquaculture and industry services (discontinued) divisions. As such these divisions make up the reportable segments under AASB 8. Information regarding these segments is presented below.

(a) Information on business segments

	Vegetable Operations		Walnut Operations		Aquaculture		TOTAL	
	2011	2010	2011	2010	2011	2010	2011	2010
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Revenues								
External revenue	31,596	27,535	15,535	7,435	-	-	47,131	34,970
Other income	42	45	845	2,465	-	-	887	2,510
Segment total	<u>31,638</u>	<u>27,580</u>	<u>16,380</u>	<u>9,900</u>	-	-	<u>48,018</u>	<u>37,480</u>
Unallocated/Consolidation Adj							(745)	42
Total							<u>47,273</u>	<u>37,522</u>
Results								
Segment result	4,103	(3,099)	615	1,227	704	5,671	5,422	3,799
Borrowing costs							(1,755)	(1,885)
Unallocated							(1,817)	(1,394)
Profit before tax							1,850	520
Income tax (expense)/benefit							4,507	(120)
Profit for the year							<u>6,357</u>	<u>400</u>
Segment Assets & Assets								
Segment assets	20,318	16,086	61,827	31,027	-	51,699	82,145	98,812
Unallocated							7,713	4,773
Total							<u>89,858</u>	<u>103,585</u>
Liabilities								
Segment liabilities	(3,579)	(4,157)	(9,760)	(3,914)	-	-	(13,339)	(8,071)
Unallocated							(9,779)	(35,715)
Total							<u>(23,118)</u>	<u>(43,786)</u>

Notes to the Financial Statements

For the financial year ended 30 June 2011

9 Segment Information (cont)

	Vegetable Operations		Walnut Operations		Aquaculture		Unallocated	
	2011	2010	2011	2010	2011	2010	2011	2010
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Other Information								
Acquisition of non-current assets	73	926	26,130	3,376	-	-	170	190
Depreciation and amortisation	828	796	1,229	883	-	-	298	280
Carrying value of investments accounted for using the equity method	-	-	-	-	-	51,699	-	-
Share of net profit/(loss) of associate and joint venture entities accounted for under equity method	-	-	-	-	704	5,671	-	-

Products within each business segment

The principal products and services of each of the divisions are as follows:

Vegetable -	Growing, processing, packing and marketing of vegetables for export and domestic markets
Walnut -	Growing, processing, packing and marketing of nuts for export and domestic markets
Aquaculture -	Investment in the production, processing, value-adding and marketing of salmon for export and domestic markets .

The revenue reported above represents revenue generated from external customers. There were no intersegmental sales during the period.

Segment profit represents the profit earned by each segment without allocation of central administration costs and director's salaries, investment revenue and finance costs, income tax expense. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance

(b) Information on geographical segments

The consolidated entity is based solely in Tasmania. Goods are sold in both domestic and international markets

Geographical Segment	Revenue from external customers		Segment assets		Acquisition of segment assets	
	2011	2010	2011	2010	2011	2010
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Australia	11,233	11,149	89,858	103,585	26,373	4,492
Europe	29,080	16,249	-	-	-	-
Asia	6,818	6,980	-	-	-	-

The consolidated entity's divisions operate in three principal geographical locations - Australia, Europe and Asia. The composition of each geographical segment is as follows:

Australia	The Webster Group manufactures, produces and sells a range of its products in Australia
Europe	The Webster Group sells horticultural products into Northern Europe.
Asia	The Webster Group sells horticultural products into Asia.

(c) Information about major customers

Included in revenues arising from sales of vegetables are revenues of approximately \$17.6 million (2010: \$10.3 million) which arose from sales the Group's largest customer.

Notes to the Financial Statements

For the financial year ended 30 June 2011

10 Subsequent Events

Since the end of the year the company has issued 28,709,158 ordinary shares pursuant to the 4 for 9 entitlement offer announced in May 2011 raising \$10.4 million (net of costs). A proforma statement of financial position showing the impact of the capital raising on the 30 June 2011 balances is set out below.

Proforma statement of financial position - post capital raising

	July 2011 (\$'000)	June 2011 (\$'000)
Current Assets		
Cash and cash equivalents	7,198	1,326
Trade and other receivables	21,164	21,164
Other financial assets	647	647
Inventories	4,033	4,033
Other assets	208	208
Biological assets	912	912
Total current assets	34,162	28,290
Non-Current Assets		
Property, plant and equipment	34,430	34,430
Biological assets	21,295	21,295
Investment property	834	834
Intangibles	5,009	5,009
Total non-current assets	61,568	61,568
Total assets	95,730	89,858
Current Liabilities		
Trade and other payables	11,712	11,712
Borrowings	477	4,977
Current tax liability	3,970	3,970
Other financial liabilities	-	-
Provisions	1,110	1,110
Total current liabilities	17,269	21,769
Non-Current Liabilities		
Borrowings	1,257	1,257
Provisions	92	92
Total non-current liabilities	1,349	1,349
Total liabilities	18,618	23,118
Net assets	77,112	66,740
Equity		
Issued capital	52,952	42,580
Reserves	1,273	1,273
Retained earnings	22,887	22,887
Total equity	77,112	66,740

The directors are not aware of any matter or circumstance that has arisen, other than that which has been described above, that has significantly or may significantly affect the operations of the consolidated group, the results of those operations or the state of affairs of the consolidated group in subsequent financial years.

Compliance Statement

- (a) This preliminary final report has been prepared in accordance with AASB Standards, other AASB authoritative pronouncements and Interpretations and other standards acceptable to the ASX.
- (b) This preliminary final report and the accounts upon which the report is based, use the same accounting policies.
- (c) This preliminary final report gives a true and fair view of the matters disclosed.
- (d) This preliminary final report is based on financial statements, which are in the process of being audited. It is not expected that the financial statements will be subject to dispute or qualified.
- (e) The entity has a formally constituted audit & risk committee.



R J Roberts
Chairman
Webster Limited
30 August 2011