

Half Year Results Presentation

31 December 2006

The Verticon Group provides construction services and equipment hire to the building industry through a variety of projects in the high-rise, large commercial, residential and engineering sectors.



Financial Performance

	Half Year
Revenue - Australia	18.69
Revenue - New Zealand	6.12
Revenue - Total	24.81
EBITDA	3.57
EBITDA %	14.4%
EBIT	(7.68)
EBIT %	(30.9%)
NPAT	(6.94)
NPAT%	(28.0%)
EPS Basic	(11.1)
EPS Adjusted	(11.1)



Impairment of Assets

- » Total asset Impairment cost of 8.22 million
- » An extensive stocktake and revaluation of Verticon's fleet has been completed
- » Surplus assets have been identified for disposal, the proceeds of which will be used to retire debt.
- » External valuer used to assess carrying amount
- » Depreciation estimates - useful lives adjusted 01/01/07



Financial Position

	Half Year
Cash	0.74
Receivables	14.88
Plant & Equipment	73.31
Intangibles	16.01
Other	4.54
Total Assets	109.48
Payables	4.50
Borrowings	57.76
Provisions	1.15
Other	1.01
Total Liabilities	64.42
Net Assets	45.06



Borrowings

	Half Year
Bills Payable	48.00
Lease Liabilities	5.90
Bank Overdraft	3.86
Total Borrowings	57.76



Cashflow

	Half Year
EBITDA	3.57
Net interest	(2.29)
Income tax paid	(0.23)
Movement in operating net assets	(2.56)
Net operating cashflow	(1.51)
Capital expenditure	(2.80)
Sale of property, plant & equipment	3.57
Net investing cashflow	(7.98)
Proceeds of borrowings	23.12
Repayment of Borrowings	(12.75)
Dividends paid	-
Net financing cashflow	10.37
Net cashflow	0.88



Capital Expenditure

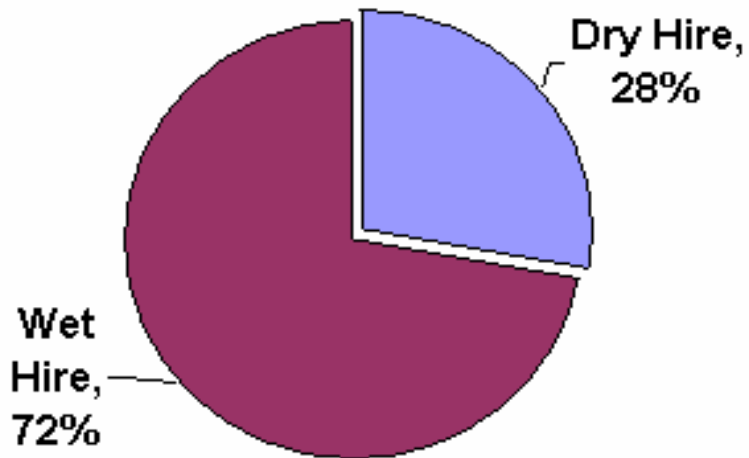
	Half Year
Growth	9.09
Replacement	0.85
Acquisition	-
Total	9.94



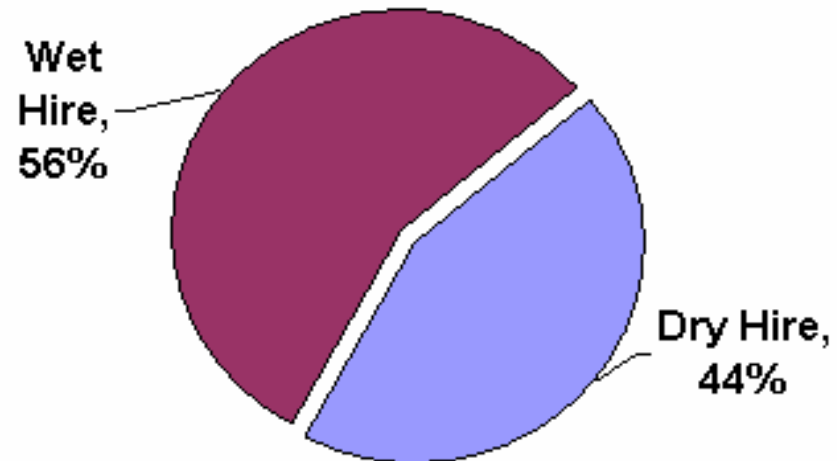
Revenue Segments

	Australia	New Zealand
Revenue	18.69	6.12
% Wet Hire	72%	56%
% Dry Hire	28%	44%

AUSTRALIA



NEW ZEALAND



Strategy

- » External consultant engaged to work with the board in setting a 3 year business plan including an asset, organisational and market analysis, outlook and action plan
- » A copy of the business plan has been lodged with the ASX or is available on the website www.verticon.com.au

