

Appendix 4E

Full year report for the Year Ending 31 March 2007
(the previous corresponding period is the Year Ended 31 March 2006)

Results for announcement to the market

\$A'000			
Revenues from ordinary activities (<i>item 2.1</i>)	Up	26.78%	to 662,654
Underlying profit (loss) after tax before unusual items attributable to members	Up	* 51.12%	to 51,648
Profit (loss) from ordinary activities after tax attributable to members (<i>item 2.2</i>)	Up	69.52%	to 59,066
Net profit (loss) for the period attributable to members (<i>item 2.3</i>)	Up	69.52%	to 59,066
Dividends (distributions)		Amount per security	Franked amount per security
Final dividend (<i>item 2.4</i>)		42¢	21¢
Interim dividend (<i>item 2.4</i>)		28¢	14¢
<p>+Record date for determining entitlements to the dividend, (<i>item 2.5</i>)</p> <div style="border: 1px solid black; padding: 5px; display: inline-block; margin-left: 20px;">13 June 2007</div> <p>Brief explanation of any of the figures reported above (items 2.1 – 2.4) necessary to enable the figures to be understood.</p> <p>* The 51.12% increase in underlying net profit after tax of the consolidated entity excludes the impact of unusual items (refer note 1)</p>			

+ See chapter 19 for defined terms.

Income Statement (item 3)

For the year ended 31 March 2007

<i>In thousands of AUD</i>	Note	Consolidated	
		2007	2006
Continuing operations			
Revenue from sale of goods		292,856	276,325
Revenue from rendering of services		343,011	209,159
		<u>635,867</u>	<u>485,484</u>
Other income		704	910
Changes in inventories of finished goods and work in progress		6,497	4,729
Raw materials and consumables purchased		(233,492)	(210,270)
Employee expenses		(179,529)	(127,981)
Warehousing and distribution costs		(23,567)	(18,359)
Amortisation and depreciation		(23,335)	(15,424)
Selling expenses		(8,315)	(5,869)
Administration and other expenses		(92,640)	(60,414)
Share of net profits of associates accounted for using the equity method		1,001	762
Net gain on sale of residual assets of branded consumer products business	1	-	951
		<u>83,191</u>	<u>54,519</u>
Profit before financing costs			
Financial income		744	516
Financial expenses		(7,593)	(6,071)
Net financing costs		<u>(6,849)</u>	<u>(5,555)</u>
Profit before income tax			
		76,342	48,964
Income tax expense		(25,329)	(16,249)
Profit from continuing operations		<u>51,013</u>	<u>32,715</u>
Discontinued operation (Campbell Brothers Services segment)			
Profit of discontinued operation (net of income tax)	2	8,005	2,178
Profit for the period		<u>59,018</u>	<u>34,893</u>
Attributable to:			
Equity holders of the company		59,066	34,843
Minority interest		(48)	50
Profit for the period		<u>59,018</u>	<u>34,893</u>

+ See chapter 19 for defined terms.

1. Unusual Items

Profit for the period attributable to equity holders of the Company includes the following unusual items:

In thousands of AUD

	Consolidated	
	2007	2006
Gain on sale of pest control and cleaning services business segment	10,060	-
Costs incurred in sale of pest control and cleaning services business segment	(663)	-
Gain on disposal of plant and equipment pursuant to 2004 sale of branded consumer products business	-	951
	<u>9,397</u>	<u>951</u>
Income tax effect	(1,979)	(285)
	<u>7,418</u>	<u>666</u>

2. Results of discontinued operation

In thousands of AUD

	Consolidated	
	2007	2006
Revenue	26,787	37,170
Expenses	(25,989)	(34,059)
Results from operating activities	<u>798</u>	<u>3,111</u>
Income tax expense	(211)	(933)
Results from operating activities, net of income tax	<u>587</u>	<u>2,178</u>
Gain on sale of discontinued operation (refer note 1)	9,397	-
Income tax on gain on sale of discontinued operation (refer note 1)	(1,979)	-
Profit for the period	<u>8,005</u>	<u>2,178</u>

+ See chapter 19 for defined terms.

Balance Sheet (item 4)

As at 31 March 2007

<i>In thousands of AUD</i>	Consolidated	
	2007	2006
Assets		
Cash and cash equivalents	43,210	35,629
Trade and other receivables	105,628	95,882
Inventories	60,075	51,858
Other	6,747	5,494
Total current assets	215,660	188,863
Receivables	5,481	716
Investments accounted for using the equity method	3,163	2,359
Deferred tax assets	4,151	7,579
Property, plant and equipment	134,566	125,361
Intangible assets	136,533	135,979
Other investments	16,375	177
Total non-current assets	300,269	272,171
Total assets	515,929	461,034
Liabilities		
Bank overdraft	505	2,035
Trade and other payables	59,417	60,219
Loans and borrowings	2,925	4,304
Income tax payable	8,593	8,348
Employee benefits	11,905	10,828
Total current liabilities	83,345	85,734
Loans and borrowings	128,687	114,970
Deferred tax liabilities	1,228	1,054
Employee benefits	2,140	2,029
Other	982	595
Total non-current liabilities	133,037	118,648
Total liabilities	216,382	204,382
Net assets	299,547	256,652
Equity		
Share capital	208,692	197,923
Reserves	5,792	3,398
Retained earnings	83,538	53,650
Total equity attributable to equity holders of the company	298,022	254,971
Minority interest	1,525	1,681
Total equity	299,547	256,652

+ See chapter 19 for defined terms.

Statement of Cash Flows (item 5)

For the year ended 31 March 2007

<i>In thousands of AUD</i>	Consolidated	
	2007	2006
Cash flows from operating activities		
Cash receipts from customers	697,866	563,085
Cash paid to suppliers and employees	(608,515)	(493,913)
Cash generated from operations	89,351	69,172
Interest paid	(7,593)	(6,071)
Interest received	744	516
Income taxes paid	(24,406)	(17,102)
Net cash from operating activities	58,096	46,515
Cash flows from investing activities		
Payments for property, plant and equipment	(39,094)	(26,808)
Payments for net assets on acquisition of businesses and controlled entities (net of cash acquired)	(41,778)	(86,142)
Additional payment in respect of prior year acquisition of controlled entity	-	(51)
Dividend from associate	197	284
Payments for other investments	(9,900)	-
Proceeds from sale of other non-current assets	885	3,995
Proceeds from divestment of interests in business segments	48,000	193
Costs incurred in disposing of business segment	(663)	-
Net cash from investing activities	(42,353)	(108,529)
Cash flows from financing activities		
Proceeds from the issue of share capital	-	81,643
Proceeds from borrowings	59,025	106,203
Repayment of borrowings	(40,178)	(87,629)
Lease payments	(5,040)	(2,420)
Lease receipts	127	-
Dividends paid	(18,837)	(14,252)
Net cash from financing activities	(4,903)	83,545
Net increase in cash and cash equivalents	10,840	21,531
Cash and cash equivalents at 1 April	33,594	10,723
Effect of exchange rate fluctuations on cash held	(1,729)	1,340
Cash and cash equivalents at 31 March	42,705	33,594

+ See chapter 19 for defined terms.

Dividend Disclosures (item 6)

Date the final dividend (distribution) is payable

2 July 2007

+Record date to determine entitlements to the dividend (distribution) (i.e., 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)

13 June 2007**Amount per security (item 6)**

	Amount per security	Amount per security of conduit foreign income
Final dividend: Current year	42¢	21¢
Previous year	29¢	-¢
Interim dividend: Current year	28¢	14¢
Previous year	21¢	-¢

Total final dividend (distribution) on all securities (item 6)

	Current period \$A'000	Previous corresponding period - \$A'000
+Ordinary securities (each class separately)	21,681	14,787
Preference +securities (each class separately)	-	-
Other equity instruments (each class separately)	-	-
Total	21,681	14,787

Directors are mindful of the increasing percentage of earnings generated overseas and the impact that this will have on the ability of the Company to frank dividends in the future. Efforts are being directed towards increasing Australian taxable income to balance the continued overseas expansion. Current forecasts indicate that the dividends for the next financial year will be 50% partly franked.

+ See chapter 19 for defined terms.

The ⁺dividend or distribution plans shown below are in operation (*item 7*)

Campbell Brothers Limited Dividend Reinvestment Plan

The last date(s) for receipt of election notices for the ⁺dividend or distribution plans (*item 6*)

13 June 2007

Reconciliation of Retained Earnings (*item 8*)

In thousands of AUD

	2007	2006
Retained profits at beginning of year	53,650	37,496
Net profit attributable to members of the parent entity	59,066	34,843
Dividends	(29,178)	(18,689)
Retained profits at end of year	83,538	53,650

NTA backing (*item 9*)

	Current period	Previous corresponding period
Net tangible asset backing per ⁺ ordinary security	\$3.16	\$2.37

Control gained over entities during the period (*item 10*)

	Date acquired
Abilab Burkina SARL	1 November 2006
Abilab Exploitation SARL	1 November 2006
ALS Analytica AB	31 July 2006
Consulchem Pty Ltd	31 October 2006
Pandee Services Pty Ltd	29 September 2006
S.C. Rom Analyze S.R.L	1 September 2006
Businesses acquired during the year (a)	

- (a) Businesses were acquired via asset sale agreements and have been absorbed into existing controlled entities

In the periods to 31 March 2007 the acquired entities contributed a net profit of \$2,385,000 to the consolidated net profit for the year. If the acquisitions had occurred on 1 April 2006, consolidated entity revenue from continuing operations would have been \$660,902,000 and net profit from continuing operations would have been \$53,256,000.

⁺ See chapter 19 for defined terms.

Details of associates and joint venture entities (item 11)

The consolidated 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)	
	Current period	Previous corresponding period	Current period \$A'000	Previous corresponding period - \$A'000
Equity accounted associates and joint venture entities				
ALS Technichem (Malaysia) Sdn Bhd	40%	40%	1,001	762
Total			1,001	762

Commentary on the Results (item 14)

Earnings per security and the nature of any dilution aspects (item 14.1)

	Consolidated	
	2007	2006
Cents per share		
Basic earnings per share	114.56	76.84
Basic underlying earnings per share	100.17	75.37
Diluted earnings per share	114.56	76.73
Diluted underlying earnings per share	100.17	75.27

Basic earnings per share

The calculation of basic earnings per share was based on the profit attributable to ordinary shareholders of \$59,066,000 (2006: \$34,843,000) and a weighted average number of ordinary shares outstanding during the year ended 31 March 2007 of 51,560,000 (2006: 45,343,000).

Basic underlying earnings per share

The calculation of basic underlying earnings per share was based on underlying net profit after tax before unusual items of \$51,648,000 (2006: \$34,177,000) and a weighted average number of ordinary shares outstanding during the year ended 31 March 2007 of 51,560,000 (2006: 45,343,000).

Diluted earnings per share

The calculation of diluted earnings per share was based on profit attributable to ordinary shareholders for the year of \$59,066,000 (2006: \$34,843,000) and a diluted weighted average number of ordinary shares outstanding during the year ended 31 March 2007 of 51,560,000 (2006: 45,408,000).

Diluted underlying earnings per share

The calculation of diluted underlying earnings per share was based on underlying net profit after tax before unusual items of \$51,648,000 (2006: \$34,177,000) and a diluted weighted average number of ordinary shares outstanding during the year ended 31 March 2007 of 51,560,000 (2006: 45,408,000).

+ See chapter 19 for defined terms.

Dividends and Share Capital (item 14.2)

Directors have declared a partly franked (50%) final dividend of 42 cents per ordinary share, amounting to \$21,681,000, payable on 2 July 2007. Following payment of the final dividend the total distribution to shareholders for the 2007 financial year will total 70 cents per share partly franked (50%), amounting to \$36,072,000.

<i>In thousands of AUD</i>	Consolidated	
	2007	2006
Issued and paid up share capital		
51,622,510 ordinary shares fully paid (2006: 50,988,101)	208,692	197,923
<i>Movements in ordinary share capital</i>		
Balance at beginning of year	197,923	112,185
Share issues:		
584,409 shares (2006: 440,858) under Dividend Reinvestment Plan (1)	9,939	4,095
Nil shares (2006: 265,000) from exercise of options (2)	-	1,397
Nil shares (2006: 8,356,439) from renounceable rights issue (3)	-	74,298
Nil shares (2006: 660,931) from share placement (4)	-	5,948
50,000 shares (2006: Nil) under Employee Share Plan (5)	830	-
Balance at end of year	208,692	197,923

(1) Issued pursuant to the Company's Dividend Reinvestment Plan:

- 3 July 2006 – 359,213 shares at \$15.42
- 15 December 2006 – 225,196 shares at \$19.54

(2) Issued pursuant to the exercise of options granted under the Executive Share Option Plan :

- 6 April 2005, 20,000 at \$5.18
- 2 May 2005, 30,000 at \$5.18
- 3 August 2005, 75,000 at \$5.50
- 25 November 2005, 70,000 at \$5.18
- 29 November 2005, 20,000 at \$5.18
- 30 November 2005, 50,000 at \$5.18

(3) Issued 5 January 2006 pursuant to 1 for 5 renounceable rights issue at \$9.00

(4) Issued 5 January 2006 pursuant to share placement at \$9.00

(5) Issued to Managing Director on 25 July 2006 pursuant to resolution of shareholders at 2006 AGM

Effective 1 July 1998, the Company Law Review Act abolished the concept of par value shares and the concept of authorised capital. Accordingly, the Company does not have authorised capital or par value in respect of its issued shares.

+ See chapter 19 for defined terms.

Significant features of operating performance (items 14.3, 14.4 and 14.5)

Underlying net profit after tax (before unusual items) attributable to equity holders of the parent entity increased by 51.1% to \$51.65 million for the year ended 31 March 2007, from the \$34.18 million achieved last year. The result was realised from a turnover of \$662.65 million, representing a 26.8% increase on the \$522.65 million in 2006.

The major factor behind this increase has been the continuing strong performance of the ALS Laboratory Group which has experienced ongoing demand for its environmental and minerals testing services.

Directors have declared a final partly franked (50%) dividend for the year of 42 cents per share (2006: 29 cents fully franked) bringing the total partly franked (50%) dividend for the year to 70 cents (2006: 50 cents fully franked).

Financial Results \$'000	Revenue			Contribution		
	FY2007	FY2006	+ / -	FY2007	FY2006	+ / -
ALS Laboratory Group	342,150	208,901	63.8%	79,486	47,318	68.0%
Campbell Chemicals	163,907	167,082	(1.9%)	8,153	9,457	(13.8%)
Reward Distribution	134,998	112,015	20.5%	5,506	5,929	(7.1%)
Campbell Brothers Services	26,787	37,170	(27.9%)	798	3,111	(74.3%)
Intra-group revenue	(5,188)	(2,514)				
Total divisional contribution	662,654	522,654	26.8%	93,943	65,815	42.7%
Net profit after tax				59,066	34,843	69.5%
Less unusual items net of tax				7,418	666	
Underlying net profit				51,648	34,177	51.1%

Commentary re business divisions follows:

ALS Laboratory Group

ALS Laboratory Group has achieved another record year in terms of both revenue and profit contribution. The division experienced ongoing demand for its environmental and minerals testing services in all geographic regions and continues with its strategy of becoming a global provider of a diverse range of analytical testing services. The implementation of a regional management structure during the previous 12 months in ALS's global operations underpinned the dynamic returns achieved over the past year. It expanded its service offering during the year by acquiring new entities involved in the mineral, environmental, food and pharmaceutical testing areas, and is currently reviewing emerging opportunities in Africa, Asia and Europe.

Campbell Chemicals

Revenue and segment contribution from the consolidated entity's Chemicals division both fell compared with the previous year. The majority of revenue reduction resulted from the finalisation of contract manufacturing services temporarily provided to the purchaser of the branded consumer products business. Segment contribution was also affected by increased raw material, fuel and freight costs.

The various business units comprising the Campbell Chemicals division continue to review their operations to ensure ongoing maximised efficiency and returns on investment are achieved.

Reward Distribution

The Reward Distribution division enjoyed an increase in revenue but returned a lower contribution than last year due to costs involved in centralising warehouse operations and integration of the business units across the division. Further acquisitions during the year have built a business with a truly national presence.

Opportunities exist for significant operational efficiencies to be derived from integration of distribution and supply chains, product catalogues, stock lines and internal administration.

Campbell Brothers Services

Following a strategic decision to exit the pest control and cleaning services sector, the Campbell Brothers Services business segment was sold during the year.

+ See chapter 19 for defined terms.

Audit (item 15)

The report is based on accounts which have been audited.

Signature: 
Company Secretary

Date: 29/05/2007

Print name: Tim Mullen

+ See chapter 19 for defined terms.