

Preliminary Final Report of Wellcom Group Limited
for the year ended 30 June 2007

This preliminary final report is provided to the Australian Stock Exchange (ASX) under ASX Listing Rule 4.3A.

Current reporting period:	Financial year ended 30 June 2007
Previous corresponding period:	Financial Year ended 30 June 2006

Contents

Results for announcement to market, based on the audited financial report of Wellcom Group Limited for the year ended 30 June 2007.

Additional Information

Additional Appendix 4E disclosure requirements can be found in the annual financial report for the year ended 30 June 2007 of Wellcom Group Limited, lodged in conjunction with this report.

The information contained in this report is to be read in conjunction with any announcements made to the market by Wellcom Group Limited during the financial period.

For further information on Wellcom Group Limited, please visit our website at: www.wellcom.com.au

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Results for announcement to the market

Revenue and earnings

Revenue from ordinary activities increased by 56.5% to \$53.14M

Profit from ordinary activities after tax attributable to members increased by 5.3% to \$5.82M

Net profit after tax for the period attributable to members increased by 5.3% to \$5.82M

Earnings before interest & income tax (EBIT) increased by 10.6% to \$8.13M

Earnings before interest, income tax and depreciation and amortisation (EBITDA) increased by 17.4% to \$11.66M (2006: \$9.93M)

Dividends

A franked interim dividend of 5 cents per ordinary share was paid on the 30th March, 2007. The total amount of the dividend paid was \$1,959,500.

A final dividend of 6 cents per ordinary share, franked to 100%, has been declared for payment on the 29 August 2007. The record date for determining entitlements to the final dividend is the 15th September, 2007. The final dividend will be paid on the 4th October, 2006. The total amount of the final dividend to be paid is \$2,351,400.

Total dividends paid and declared during the year were 11 cents per ordinary share. The total amount paid or payable is \$4,310,900.

There are no dividend reinvestment plans or share buybacks currently offered or in operation.

Explanation of Results

Operating results for the year

Revenue

Operating sales revenue was \$53.14m, an increase of 56% over the previous financial period (2006: \$33.96m). Sales increased by 12% (\$4.1m) due organic growth, and the acquisitions of the Digital House and Image Studio businesses together with the interest in Kinkaid Pty Ltd (Cadillac Printing) during the current financial period contributed a further \$15m to current year operating revenue. Underlying margins were maintained.

Profit and Loss

Total EBIT increased by 10.6% primarily due to the full year effect of clients won in the previous financial year, and the maturing of business with clients such as Pacific Brands. The EBIT increase was achieved notwithstanding a 37% increase in depreciation and amortisation charge. Cash costs are focussed on consistently.

Earnings before interest, tax, depreciation and amortisation (EBITDA) increased by 17.4% to \$11.66 for the period.

Net profit after tax (NPAT) increased by 5.3% to \$5.82m for the period, affected by an under provision of tax in the prior period and a small loss at the Cadillac Printing operation.

Capital expenditure for the period was \$9.1m, (2006: \$3.3m), of which new business acquisitions accounted for \$5.4m (2006: \$1.0m).

Shareholder returns

The Company is pleased to report that return to shareholders, both through dividends and capital growth, continues to reflect the strength and stability of this business.

Our financial measures for the financial period are:

Basic earnings per share (cents)	14.86	14.42
Earnings per share excluding intangible amortisation (cents)	16.70	16.66
Return on net assets (%)	12.90%	13.20%
Return on net assets excluding goodwill & intangibles (%)	34.60%	33.10%
Dividend payout ratio (%)	74.01%	70.84%

Net tangible assets per security

Net tangible assets per security at 30 June 2007 is 42.96 cents (2006: 42.65 cents).

Entities over which control has been gained or lost

<u>Name of entity/business</u>	<u>Date of the gain of control</u>	<u>Ownership Interest</u>
Kinkaid Pty Ltd	14 th December 2006	50%

On the 14th December 2006 Wellcom purchased 50% of the issued capital of Kinkaid Pty Ltd, trading as Cadillac Printing. Cadillac Printing is a web off-set printer.

There has been no change in control over the 50% controlled joint venture entity, iPrint Corporate Pty Ltd, or the 100% owned subsidiary, Wellcom Moving Images Pty Ltd. There are no other entities over which Wellcom Group Limited exercises control.

Subsidiary and Joint Venture entities

<u>Name of Subsidiary/Joint Venture entity</u>	<u>Ownership Interest</u>	<u>Net Profit (Loss) After Tax</u>
iPrint Corporate Pty Ltd	50%	\$ 884K
Wellcom Moving Images Pty Ltd	100%	Immaterial
Kinkaid Pty Ltd	50%	\$(262K)