LANDMARK WHITE LIMITED
ACN 102 320 329

AND ITS CONTROLLED ENTITIES

HALF-YEAR FINANCIAL REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

Office Locations:

New South Wales
Sydney
Parramatta
Wollongong
Alexandria

Victoria
Melbourne

Queensland
Brisbane
Gold Coast
Maroochydore

South Australia
Adelaide

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DIRECTORS' REPORT

The Directors present their report together with the Consolidated Interim Financial Report of LandMark White Limited (“the company” or “LandMark White”), for the half-year ended 31 December 2007, and the Review Report thereon.

DIRECTORS

The names of Directors of the company in office at any time during or since the end of the half-year are:

Name	Appointed
Glen White *Chairman*	26 September 2002
Brad Piltz *Executive Director* *Chief Executive Officer*	26 September 2002
Norman Craig *Independent Director*	9 October 2003
Stuart Gregory *Independent Director*	9 October 2003
David Hobart *Independent Director*	1 May 2005

PRINCIPAL ACTIVITIES

The principal activity of the group during the course of the period was property valuation services and mortgage funds management.
There were no significant changes in the nature of the activities of the group during the period.

REVIEW OF OPERATIONS

The net profit after income tax attributable to equity holders of the parent for the half-year ended 31 December 2007 amounted to $978,466 (2006: $674,458), representing an increase of 45% from the corresponding period. Revenue for the half-year ended 31 December 2007 totalled $15,843,142 (2006:$ 12,920,365), which represents a 22.6% increase from the corresponding period.

LEAD AUDITOR’S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

The Lead Auditor’s Independence Declaration is set out on page 2 and forms part of the Directors' report for the half-year ended 31 December 2007.

Signed in accordance with a resolution of the Board of Directors:

Glen White
Director
25 February 2008

LEAD AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATION ACT 2001 TO THE DIRECTORS OF LANDMARK WHITE LIMITED

I declare that, to the best of my knowledge and belief, in relation to the review for the financial period ended 31 December 2007 there have been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and

(ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

Paul G Steer
Partner

Bundall
25 February 2008

LANDMARK WHITE LIMITED
AND ITS CONTROLLED ENTITIES
CONSOLIDATED INTERIM INCOME STATEMENT
FOR THE SIX MONTHS ENDED 31 DECEMBER 2007

		Consolidated Entity	
	Notes	**31 December 2007**	**31 December 2006**
		$	**$**
Revenue from rendering of services		15,843,142	12,920,365
Employee expenses		(10,882,710)	(8,918,851)
Report presentation expenses		(637,462)	(669,342)
Marketing expenses		(264,483)	(242,897)
Administration expenses		(1,182,642)	(477,820)
Occupancy expenses		(696,051)	(632,073)
Depreciation and amortisation expenses		(355,861)	(318,870)
Other operating expenses		(402,811)	(673,449)
Results from operating activities		1,421,122	987,063
Financial income		73,790	59,848
Financial expenses		(37,071)	(35,190)
Net financing income		36,719	24,658
Profit before income tax		1,457,841	1,011,721
Income tax expense		491,527	337,263
Profit for the half year		966,314	674,458
Attributable to:			
Equity holders of the parent		978,466	674,458
Minority interest		(12,152)	-
Profit for the half year		966,314	674,458
Basic earnings per share	4	$0.0356	$0.0247
Diluted earnings per share	4	$0.0354	$0.0243

The income statement is to be read in conjunction with the notes to and forming part of the financial statements.

LANDMARK WHITE LIMITED
AND ITS CONTROLLED ENTITIES
CONSOLIDATED INTERIM STATEMENT OF
RECOGNISED INCOME AND EXPENSE
FOR THE SIX MONTHS ENDED 31 DECEMBER 2007

	Consolidated Entity	
	31 December 2007	31 December 2006
	$	$
Net income recognised directly in equity	-	-
Profit for the period	966,314	674,458
Total recognised income and expense for the period	966,314	674,458
Attributable to:		
Equity holders of the parent	978,466	674,458
Minority interest	(12,152)	-
Total recognised income and expense for the period	966,314	674,458

Other movements in equity arising from transactions with owners as owners are set out in note 3.

The statement of recognised income and expense is to be read in conjunction with the notes to and forming part of the financial statements.

LANDMARK WHITE LIMITED
AND ITS CONTROLLED ENTITIES
CONSOLIDATED INTERIM BALANCE SHEET
AS AT 31 DECEMBER 2007

		Consolidated Entity	
		31 December 2007	30 June 2007
	Note	$	$
CURRENT ASSETS			
Cash and cash equivalents		2,184,103	1,920,312
Trade and other receivables		3,950,215	4,935,335
Work in progress		394,684	371,735
Other current assets		454,389	167,053
Total current assets		6,983,391	7,394,435
NON CURRENT ASSETS			
Intangible assets	5	5,449,093	5,451,880
Property, plant and equipment		1,269,007	1,579,910
Other non-current assets		409,448	440,100
Deferred tax assets		720,066	804,491
Total non current assets		7,847,614	8,276,381
Total assets		14,831,005	15,670,816
CURRENT LIABILITIES			
Trade and other payables		4,311,785	5,035,087
Income tax payable		-	299,977
Employee benefits		1,120,626	1,094,564
Provisions		-	21,200
Total current liabilities		5,432,411	6,450,828
NON-CURRENT LIABILITIES			
Other non-current liabilities			
Employee benefits		339,164	204,543
Provisions		379,914	522,982
Total non-current liabilities		719,079	727,525
Total liabilities		6,151,490	7,178,353
NET ASSETS		8,679,515	8,492,464
EQUITY			
Issued capital		5,980,424	5,933,674
Reserves		25,344	25,344
Retained earnings		2,543,145	2,390,692
Total parent entity interest		8,548,913	8,349,710
Minority interest		130,602	142,754
TOTAL EQUITY	3	8,679,515	8,492,464

The balance sheet is to be read in conjunction with the notes to and forming part of the financial statements.

LANDMARK WHITE LIMITED
AND ITS CONTROLLED ENTITIES
CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2007

	Note	Consolidated Entity	
		31 December 2007	31 December 2006
		$	$
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from customers		16,885,636	12,897,191
Cash paid to suppliers and employees		(15,164,335)	(12,355,365)
Cash generated from operations		1,721,301	541,826
Interest received		73,790	59,848
Income taxes paid		(707,080)	(566,456)
Net cash from operating activities		1,088,011	35,218
CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment		(44,958)	(455,405)
Net cash from investing activities		(44,958)	(455,405)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from share issues		46,750	11,000
Dividends paid		(826,013)	(820,614)
Net cash from financing activities		(779,263)	(809,614)
Net increase/(decrease) in cash and cash equivalents		263,791	(1,229,801)
Cash equivalents at 1 July		1,920,312	3,043,616
Cash and cash equivalents at 31 December		2,184,103	1,813,815

The interim statement of cash flows is to be read in conjunction with the notes to and forming part of the financial statements.

1. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the consolidated entity in this consolidated interim financial report are the same as those applied by the consolidated entity in its consolidated financial report as at and for the year ended 30 June 2007.

(a) Reporting Entity

LandMark White Limited (the “Company” or “LandMark White”) is a company domiciled in Australia. The condensed consolidated interim financial report of the Company as at and for the six months ended 31 December 2007 comprises the Company and its subsidiaries (together referred to as the “group”), and the group's interest in associates and jointly controlled entities.

(b) Statement of compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the group as at and for the year ended 30 June 2007.

The consolidated interim financial report was authorised for issue by the directors on 25 February 2008.

(c) Basis of preparation

The financial report is presented in Australian dollars.

The financial report is prepared on the historical cost basis except where indicated.

The preparation of an interim financial report in conformity with AASB 134 Interim Financial Reporting requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

These estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

2. SEGMENT REPORTING

Segment information is presented in respect of the group's business segments. The group's operations and clients are located entirely in Australia.

The group comprises the following main business segments:

Valuation: The provision of valuation, research and advice services in relation to property and businesses, including Quantity Surveying.

Funds Management: Primarily Property Syndication and Mortgage Funds.

	Funds Management		Valuation		Consolidated	
	31/12/07	**31/12/06**	**31/12/07**	**31/12/06**	**31/12/07**	**31/12/06**
	$	**$**	**$**	**$**	**$**	**$**
Total revenues	251,694	-	15,591,448	12,920,365	15,843,142	12,920,365
Total segment revenue	251,694	-	15,591,448	12,920,365	15,843,142	12,920,365
Segment result	(40,881)	-	1,462,003	987,063	1,421,122	987,063
Unallocated corporate profit / (expense)	13,896	-	(468,704)	(312,605)	(454,808)	(312,605)
Profit for the period	(26,985)	-	993,299	674,458	966,314	674,458

	Funds Management		Valuation		Consolidated	
	31/12/07	**30/06/07**	**31/12/07**	**30/06/07**	**31/12/07**	**30/06/07**
	$	**$**	**$**	**$**	**$**	**$**
Segment assets	103,641	357,838	14,727,364	15,312,978	14,831,005	15,670,816
Total assets	103,641	357,838	14,727,364	15,312,978	14,831,005	15,670,816
Segment liabilities	33,432	40,645	6,118,058	7,137,708	6,151,490	7,178,353
Total liabilities	33,432	40,645	6,118,058	7,137,708	6,151,490	7,178,353
Capital expenditure	1,632	27,232	43,326	909,697	44,958	936,929
Depreciation	3,683	645	352,177	626,552	355,861	627,197

3. CAPITAL AND RESERVES

Reconciliation of movement in capital and reserves

Consolidated	Share Capital $	Option Reserve $	Retained Earnings $	Total $	Minority Interests $	Total Equity $
Balance 1 July 2006	5,878,674	6,823	2,058,373	7,943,870	-	7,943,870
Total recognised income & expense	-	-	674,458	674,458	-	674,458
Share options exercised by employees	11,000	-	-	11,000	-	11,000
Dividends to shareholders	-	-	(820,614)	(820,614)	-	(820,614)
Balance 31 December 2006	5,889,674	6,823	1,912,217	7,808,714		7,808,714
Balance 1 July 2007	5,933,674	25,344	2,390,692	8,349,710	142,754	8,492,464
Total recognised income & expense	-	-	978,466	978,466	(12,152)	966,314
Share options exercised by employees	46,750	-	-	46,750	-	46,750
Dividends to shareholders	-	-	(826,013)	(826,013)	-	(826,013)
Balance 31 December 2007	5,980,424	25,344	2,543,145	8,548,913	130,602	8,679,515

Share capital

The group recorded the following amounts within shareholders' equity as a result of the issue of ordinary shares.

For the six months ended 31 December 2007	31 December 2007 $	30 June 2007 $
Issue of ordinary shares	5,980,424	5,933,674
	No. of shares	**No. of shares**
On issue at 1 July	27,453,781	27,353,781
Shares Issued for cash	85,000	100,000
On issue at 31 December	27,538,781	27,453,781

Dividends

The following dividends were paid by the group.

During the six months ended 31 December	31 December 2007 $	31 December 2006 $
$0.03 per ordinary share (2006: $0.03)	826,013	820,614

4. EARNINGS PER SHARE

Basic earning per share

The calculation of basic earnings per share for the six months ended 31 December 2007 was based on the profit attributable to ordinary shareholders of $978,466 (six months ended 31 December 2006: $674,458) and a weighted average number of ordinary shares outstanding during the six months ended 31 December 2007 of 27,508,536 (six months ended 31 December 2006: 27,360,028), calculated as follows:

Profit attributable to ordinary shareholders for the six months ended 31 December	**31 December 2007 $**	**31 December 2006 $**
Profit attributable to ordinary shareholders of the company	978,466	674,458
Weighted average number of ordinary shares for the six months ended 31 December	**No. of shares**	**No. of shares**
Issued ordinary shares at 1 July	27,453,781	27,353,781
Effect of shares issued	54,755	6,247
Weighted average number of ordinary shares at 31 December	27,508,536	27,360,028

Diluted earning per share

The calculation of diluted basic earnings per share for the six months ended 31 December 2007 was based on the profit attributable to ordinary shareholders of $978,466 (six months ended 31 December 2006: $674,458) and a weighted average number of ordinary shares outstanding during the six months ended 31 December 2007 of 27,658,068 (six months ended 31 December 2006: 27,771,457), calculated as follows:

Profit attributable to ordinary shareholders (diluted) for the six months ended 31 December	**31 December 2007 $**	**31 December 2006 $**
Profit attributable to ordinary shareholders of the company	978,466	674,458
Weighted average number of potential ordinary shares (diluted) for the six months ended 31 December	**31 December 2007 No. of shares**	**31 December 2006 No. of shares**
Weighted average number of ordinary shares at 31 December	27,508,536	27,360,028
Effect of share options on issue	149,532	411,429
Weighted average number of potential ordinary shares (diluted) at 31 December	27,658,068	27,771,457

5. INTANGIBLES

The following units have significant carrying amounts of goodwill:

	31 December 2007	30 June 2007
	$	$
LandMark White - NSW	1,206,870	1,206,870
LandMark White - Brisbane	414,094	414,094
LandMark White - Gold Coast	212,378	212,378
LMW Residential	3,420,975	3,423,745
LMW Invest	194,776	194,793
	5,449,093	5,451,880

Goodwill is not amortised. The goodwill amount is tested for impairment annually by estimating the recoverable amount of the cash generating units based on value in use.

The key assumptions and the approach to determining their value when estimating the recoverable amount of a cash generating unit are:

Assumption	**How determined**
Cash flows and profit	The forecast 5 year cash flows and profits are based on historical results to 30 June 2007 and anticipated growth rates ranging from 0% to 10% based on the growth in revenue achieved historically and cost increasing by a comparable amount
Discount rate	The discount rate adopted was a pre tax rate of 17.6% and was based on the current risk free interest rate, industry and business specific risk factors, market borrowing rates and investor expected returns.

DIRECTORS' DECLARATION

In the opinion of the Directors of LandMark White Limited ("the company"):

1. the financial statements and notes set out on pages 3 to 11, are in accordance with the Corporations Act 2001 including:

(a) giving a true and fair view of the financial position of the consolidated entity as at 31 December 2007 and of its performance for the half-year ended on that date; and

(b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and

2. there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Dated at Bundall this 25th day of February 2008.

Signed in accordance with a resolution of the directors:

Glen White
Director

INDEPENDENT REVIEW REPORT TO THE MEMBERS OF LANDMARK WHITE LIMITED

Report on the Financial Report

We have reviewed the accompanying interim financial report of LandMark White Limited, which comprises the consolidated interim balance sheet as at 31 December 2007, income statement, statement of recognised income and expense and cash flow statement for the half-year ended on that date, a description of significant accounting policies, other selected explanatory notes and the directors' declaration set out on pages 3 to 12 of the consolidated entity comprising the company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the interim financial report in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the interim 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 interim 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 interim 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 Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of LandMark White Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim 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.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of LandMark White 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 Australian Accounting Standard AASB *134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

KPMG

KPMG

Paul Steer
Partner

Bundall
25 February 2008