

WINPAR HOLDINGS LIMITED
ABN 81 003 035 523

HALF-YEAR FINANCIAL REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2007

WINPAR HOLDINGS LIMITED
ABN 81 003 035 523
DIRECTORS' REPORT

The Directors of Winpar Holdings Limited present their report together with the Company's accounts for the half-year ended 31 December 2007.

DIRECTORS

The following persons have held office as directors during the half-year ended 31 December 2007:

John Weston Seaforth Mackenzie
 Robert Franklin Cameron
 Gordon Bradley Elkington
 John David Honan
 Steven Shane Pritchard
 Alfred Edward Fulton Rofe

Each of these persons except Mr. Cameron and Mr. Rofe were directors of the company for the whole period. Mr. Cameron resigned as a director on 28 August 2007 and Mr. Rofe was appointed as a director on 19 September 2007.

REVIEW AND RESULTS OF OPERATIONS

The net profit of the Company for the half-year ended 31 December 2007 after provision for income tax was \$393,534 (half-year to 31 December 2006: 686,036). The profit included a gain of \$278,671 on the redemption of the Company's holding of 74,605 preference shares in Orica Limited.

During the half year 131,395 new shares were issued at \$1.00 each under the Company's dividend reinvestment plan.

The Company has continued with its principal activities of share trading, investment and underwriting. There has been no significant change in the nature of these activities during the half year. However the recent volatility of the financial markets and the general deterioration of the equity markets are likely to affect the Company's performance for the full financial year.

DIVIDEND

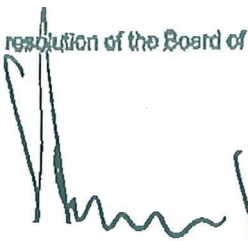
The Company has declared a fully franked dividend of 5 cents per share for the half-year ended 31 December 2007. The dividend will be paid on 29 April 2008 to shareholders registered on 15 April 2008. Shareholders will be able to reinvest the dividend in shares in the Company at \$1.00 each.

AUDITOR'S DECLARATION

The auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 2 for the half-year ended 31 December 2007.

Signed at 10 Spring Street, Sydney on 14 March 2008 in accordance with a resolution of the Board of Directors.


 John Weston Seaforth Mackenzie
 Chairman


 Steven Shane Pritchard
 Director

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Graham Baker & Associates

Chartered Accountants & Business Advisors

Graham C Baker FCA

Chartered Accountant

Registered Company Auditor

WINPAR HOLDINGS LIMITED
ABN 81 003 035 523
AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF WINPAR HOLDINGS LIMITED

I declare that, to the best of my knowledge and belief, during the half-year 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.

Graham Baker
Graham Baker & Associates

2 Kennedy Place
St Ives NSW

Dated:

14 MAR 2008

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WINPAR HOLDINGS LIMITED
ABN 81 003 035 523
CONDENSED INCOME STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	31 December 2007 \$	31 December 2006 \$
Sales of shares (trading)	707,285	853,418
Cost of sales	<u>(475,960)</u>	<u>(568,793)</u>
	231,325	284,625
Revaluation of trading stock to market values	<u>(21,507)</u>	<u>624,876</u>
Gross profit	209,818	909,501
Other revenue from ordinary activities	389,418	134,600
Other expenses from ordinary activities	<u>(48,587)</u>	<u>(71,011)</u>
Profit/(loss) from ordinary activities before related income tax expense	550,649	973,090
Income tax expense relating to ordinary activities	<u>(157,115)</u>	<u>(287,054)</u>
Profit/(loss) from ordinary activities after related income tax expense	<u>393,534</u>	<u>686,036</u>
 Total changes in equity other than those resulting from transactions with owners as owners	 <u>\$ 393,534</u>	 <u>\$ 686,036</u>
 Basic earnings per share	 \$ 0.127	 \$ 0.235
Net tangible asset per share	\$ 1.411	\$ 1.481

WINPAR HOLDINGS LIMITED
ABN 81 003 035 523
CONDENSED BALANCE SHEET
AS AT 31 DECEMBER 2007

	31 December 2007 \$	30 June 2007 \$
CURRENT ASSETS		
Cash & cash equivalents	47,325	60,558
Trade & other receivables	368,938	61,466
Inventories	2,993,704	2,709,428
Other current assets	244	662
TOTAL CURRENT ASSETS	<u>3,410,211</u>	<u>2,832,114</u>
NON-CURRENT ASSETS		
Property plant & equipment	587	723
Financial assets	2,222,971	2,248,648
TOTAL NON-CURRENT ASSETS	<u>2,223,558</u>	<u>2,249,371</u>
TOTAL ASSETS	<u>5,633,769</u>	<u>5,081,485</u>
CURRENT LIABILITIES		
Trade & other payables	88,069	88,542
Short term borrowings	266,107	4,027
Current tax liabilities	344,667	256,177
TOTAL CURRENT LIABILITIES	<u>698,843</u>	<u>348,746</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	282,081	311,748
TOTAL LIABILITIES	<u>980,924</u>	<u>660,494</u>
NET ASSETS	<u>4,652,845</u>	<u>4,420,991</u>
EQUITY		
Issued capital	3,228,667	3,096,732
Revaluation reserve	(14,120)	124,587
Retained earnings	1,438,298	1,199,672
TOTAL EQUITY	<u>4,652,845</u>	<u>4,420,991</u>

WINPAR HOLDINGS LIMITED
ABN 81 003 035 523
CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share Capital Ordinary	Revaluation Reserve	Retained Earnings	Total
	\$		\$	\$
Balance at 1 July 2006	2,909,345	109,191	432,288	3,450,824
Shares issued during the period	68,389	-	-	68,389
Profit attributable to members	-	-	686,036	686,036
Revaluation increment/(decrement)		290,727		290,727
Sub-total	2,977,734	399,918	1,118,324	4,495,976
Dividends paid or provided for	-	-	87,280	(87,280)
Balance at 31 December 2006	\$ 2,977,734	\$ 312,638	\$ 1,118,324	\$ 4,408,696
 Balance at 1 July 2007	 3,096,732	 124,587	 1,199,673	 4,420,992
Shares issued during the period	131,935	-		131,935
Profit attributable to members	-	-	393,534	393,534
Revaluation increment/(decrement)	-	(138,707)	-	(138,707)
Sub-total	3,228,667	(14,120)	1,593,207	4,807,754
Dividends paid or provided for	-	-	(154,909)	(154,909)
Balance at 31 December 2007	\$ 3,228,667	(14,120)	\$ 1,438,298	\$ 4,652,845

WINPAR HOLDINGS LIMITED
ABN 81 003 035 523
CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	31 December 2007 \$	31 December 2006 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of trading securities	738,820	819,578
Dividends received	32,327	31,969
Interest income	2,967	14,590
Other investment income	14,392	42,869
Payments for trading securities & to suppliers	(1,165,242)	(903,313)
Borrowing costs	(2,562)	(5,484)
Income tax paid	(38,846)	(376)
Net cash used in operating activities	<u>(418,144)</u>	<u>(167)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	431,204	116,210
Payments for purchase of investments	(265,398)	(133,367)
Net cash used in operating activities	<u>165,806</u>	<u>(17,157)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(154,909)	(87,280)
Dividend Reinvestment Plan	131,935	68,389
Cash dividend paid	(22,974)	(18,891)
Proceeds from borrowings	262,080	11,836
Net cash used in financing activities	<u>239,106</u>	<u>(7,055)</u>
NET INCREASE/(DECREASE) IN CASH HELD	(13,232)	(24,379)
CASH HELD AT THE BEGINNING OF THE PERIOD	<u>60,557</u>	<u>70,085</u>
CASH HELD AT THE END OF THE PERIOD	<u>\$ 47,325</u>	<u>\$ 45,706</u>

WINPAR HOLDINGS LIMITED
 ABN 81 003 035 523
 CONDENSED NOTES TO THE FINANCIAL STATEMENTS
 FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

1 BASIS OF PREPARATION

The half-year financial statements are a general purpose financial report which have been prepared on the same basis as the Company's financial statements for the year ended 30 June 2007.

	31 December 2007 \$	30 June 2007 \$
2 DIVIDENDS		
Distributions	<u>154,909</u>	<u>236,167</u>

3 CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

WINPAR HOLDINGS LIMITED
ABN 81 003 035 523
DIRECTORS' DECLARATION

The directors of the company declare that:


1 The financial statements and notes, as set out on pages 2 to 7:

(a) comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations; and

(b) give a true and fair view of the entity's financial position as at 31 December 2007 and of its performance for the half-year year ended on that date.

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

This declaration is made in accordance with a resolution of the Board of Directors.



John Weston Seaforth Mackenzie
Director
Dated: 14 March 2008



Steven Shane Pritchard
Director

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Graham Baker & Associates

Chartered Accountants & Business Advisors

Graham C Baker FCA
Chartered Accountant
Registered Company Auditor

WINPAR HOLDINGS LIMITED INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF WINPAR HOLDINGS LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Winpar Holdings Limited which comprises the balance sheet as at 31 December 2007, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year 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.

Auditors Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with the 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 financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the entity's financial position as at 31 December 2007 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001. As the auditor of Winpar Holdings Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year 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 opinion.



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WINPAR HOLDINGS LIMITED
INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF WINPAR HOLDINGS LIMITED

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Winpar Holdings Limited on 14 March 2008, would be in the same terms if provided to the directors as at the date of this auditor's review report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Winpar Holdings Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standards AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.



Graham Baker
Graham Baker & Associates

2 Kennedy Place
St Ives NSW

Dated: 14 MAR 2008