

## APPENDIX 4E

### ANNUAL REPORT

#### RR AUSTRALIA LIMITED ACN 072 507 147

#### YEAR ENDED 31 MARCH 2007

##### 1 Details of the reporting period and the previous corresponding period

|                             |                               |
|-----------------------------|-------------------------------|
| Current period:             | 1 April 2006 to 31 March 2007 |
| Prior corresponding period: | 1 April 2005 to 31 March 2006 |

##### 2 Results for announcement to the market

|     | Key Information  | Year Ended<br>31 March 2007<br>\$'000 | Year ended<br>31 March 2006<br>\$'000 | Percentage<br>Increase on<br>Previous<br>Period |
|-----|--|---------------------------------------|---------------------------------------|---|
| 2.1 | Operating Income   | 101,039                               | 87,739                                | 15%   |
| 2.2 | Profit after tax attributable to members of RR Australia Limited | 6,542                                 | 3,541                                 | 85%   |
| 2.3 | Profit after tax attributable to members of RR Australia Limited | 6,542                                 | 3,541                                 | 85%   |

|     | Dividends  | Amount per<br>security | Franked amount<br>per security |
|-----|--|------------------------|--------------------------------|
| 2.4 | Interim dividend   | -                      | -                              |
|     | Final dividend (declared, not yet provided at 31 March 2007) | 0.97 cents             | 100%                           |

##### 2.5 Record date for determining entitlements to the dividends

Record date for the final dividend is 9 July 2007

##### 2.6 Commentary

The financial report for the year ended 31 March 2007 and the results reported herein, are prepared in accordance with Australian Accounting Standards (which includes Australian Interpretations by virtue of AASB 1048) and the Corporations Act 2001. Compliance with Australian Accounting Standards ensures that the financial report complies with International Financial Reporting Standards.

RR Australia Limited's consolidated net profit after tax attributable to ordinary equity holders for the year ended 31 March 2007 was \$6.5 million, an increase of 85% on the prior year.

Total operating income for the year to 31 March 2007 increased 15% over the prior year to \$101 million, driven by a 93% improvement in finance lease revenue.

Operating expenses are down 2% on the prior year to \$52.8 million. Personnel expenses, the largest component of operating expenses are down 3% on the prior year to \$24.6 million.

##### 3 Consolidated Balance Sheet

Refer to the 2007 Annual Financial Report

##### 4 Consolidated Income Statement

Refer to the 2007 Annual Financial Report

**5 Consolidated Cash Flow Statement**

Refer to the 2007 Annual Financial Report

**6 Dividend Details**

Since the end of the financial year, the Directors have recommended the payment of the 2007 final dividend of 0.97 cents per fully paid ordinary share to be 100% franked based on tax paid at 30%. The aggregate amount of the proposed dividend expected to be paid on 25 July 2007 out of retained profits at 31 March 2007 is \$1.235 million.

**7 Dividend or Distribution Reinvestment Plan Details**

RR Australia does not currently operate a dividend or distribution reinvestment plan.

**8 Retained Earnings**

|   | <b>Year Ended<br/>31 March 2007<br/>\$'000m</b> | <b>Year ended<br/>31 March 2006<br/>\$'000m</b> |
|---|---|---|
| Balance at the beginning of the financial year                | (17,485)  | (21,026)  |
| Profit attributable to equity holders of RR Australia Limited | 6,542   | 3,541   |
| Offset of issued capital against retained losses              | 14,868  | -   |
| <b>Total Retained Earnings</b>                                | <b>3,925</b>                                    | <b>(17,485)</b>                                 |

**9 Net Tangible Assets Per Security**

|                 | <b>Year Ended<br/>31 March 2007<br/>\$</b> | <b>Year ended<br/>31 March 2006<br/>\$</b> |
|-----------------|--|--|
| Ordinary shares | \$0.31                                     | -  |

RR Australia Limited was admitted to the official list on 12 December 2006, and therefore there is no figure for net tangible assets per security for the year ended 31 March 2006.

**10 Control gained or lost over entities in the Financial Year, and those having material effect**

| <b>Name of entities where control as gained in the financial year</b> | <b>Date control gained</b> |
|---|----------------------------|
| Not Applicable  |                            |

| <b>Name of entities where control as lost in the financial year</b> | <b>Date control lost</b> |
|---|--------------------------|
| Thorn Australia Superannuation Pty Ltd                              | <b>23 Aug 2006</b>       |
| Thorn Direct Credit Pty Ltd   | <b>23 Aug 2006</b>       |

The above entities did not contribute materially to the reporting entity's profit from ordinary activities during the period they were controlled.

**11 Investments in Associates and Joint Ventures**

RR Australia Limited does not have a percentage holding in any associates or joint venture entities.

**12 Other Information**

Refer to the 2007 Annual Financial Report

**13 Foreign Entities**

Not Applicable

**14 Commentary on results for the Financial Year**

Refer to the 2007 Annual Financial Report

**15 Audited Report**

This report is based on audited accounts.

**16 Statement if Financial Report is not audited**

Not applicable as the Financial Report is audited

**17 Statement if Financial Report is Audited**

The financial Report has been audited and is not subject to disputes or qualifications