



HY2012 Appendix 4D & Half-Year Financial Report



For the 6 Months Ending 31 December 2011
Issued 23 February 2012

For more information please contact:
Managing Director & Chief Executive Officer
Paul Dalgleish
RCR Tomlinson Ltd

Chief Financial Officer
Andrew Walsh
RCR Tomlinson Ltd

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Appendix 4D (Rule 4.2A.3)

Results for announcement to the market

RCR Tomlinson Ltd | ABN 81 008 898 486

The current reporting period is the half-year ended 31 December 2011. The previous corresponding period is the half-year ending 31 December 2010.

Results	Up / Down	% Movement		\$'million
Revenue from ordinary activities	Up	11.0%	to	333.1
Profit from ordinary activities after tax attributable to Members	Up	26.7%	to	8.8
Net profit for the period attributable to members	Up	26.7%	to	8.8

For a brief description of the figures reported above is contained in the attached Half-Year Financial Report.

Dividends	Amount per share (cents)	Franked amount per share (cents)	Tax Rate for Franking Credit
Interim dividend per share	2	2	30%
Previous corresponding period	Nil	Nil	Nil

Interim Dividend Dates	Date
Record date for determining entitlements to the Interim Dividend	23 March 2012
Payment date	16 April 2012

Dividend Re-Investment Plan will not operate in respect of the Interim Dividend.

NTA Backing	Current 31 Dec 2011	Previous 30 June 2011
Net tangible assets per share (cents per share)	97.3¢	93.7¢

Commentary on the Results for the Period

This report should be read in conjunction with the attached Directors' Report, audited financial statements and notes contained in the Half Year Financial Report.

Audit Status

The results are based on accounts which have been subject to an audit review and the audit report contains no qualifications.

Control Gained or Lost over Entities having a Material Effect

No material control over any entity was gained or lost during the six months ending 31 December 2011.

Details of Associates and Joint Venture Entities

Details of the consolidated entity's Joint Venture entities are set out in Note 13 to the FY2011 Annual Financial Report.



Chief Financial Officer

Andrew Walsh

Date: 23 February 2012

Half Year Financial Report

For the Half Year Ended 31 December 2011



Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Directors' Report

The Directors present their report on the consolidated entity comprising RCR Tomlinson Ltd ("RCR" or "the Company") and its controlled entities ("the consolidated entity") for the half-year ended 31 December 2011.

Directors

The names of Directors of the Company during or since the end of the half-year are:

Name	Position
Roderick Brown	Chairman and Independent Non-Executive Director
Paul Dalglish	Managing Director and Chief Executive Officer
Eva Skira	Independent Non-Executive Director
Kevin Edwards	Independent Non-Executive Director
Paul (David) Dippie	Independent Non-Executive Director

The above named Directors held office during and since the end of the half-year except for:

Paul Dalglish – appointed Managing Director on 20 October 2011

Review of Operations

Results for the half-year and review of operations

The consolidated entity recorded a 26.7% increase in net profit after tax (NPAT) of \$8.8 million for the six months ended 31 December 2011, compared to a NPAT of \$6.9 million in the previous comparable period. Revenues of \$333.1 million for the six months ended 31 December 2011 were 11.0% higher than the previous comparable period, mostly due to increased major project activity in the Resources business and increased demand for material handling equipment in the Mining business.

Profit before interest and tax of \$13.7 million increased by 33.0% compared to the six months ended December 2010. The growth in earnings reflects both increased revenues and improvements in operating margins. Income tax recognised in the period has returned to more normal levels as the impact of research and development activities were relatively minor in the reporting period. Financing costs continue to reduce due to strong cash flows which resulted in a net cash position as at 31 December 2011.

The business is organised into four reporting units, the performance of which is outlined below.

The Energy business provides solutions for renewable and traditional energy projects for industrial and infrastructure clients. Revenues at \$87.1 million were below last year's equivalent period (Dec 2010: \$98.1 million), as a number of major projects were completed through 2011. Earnings of \$2.7 million were however up on last year (Dec 2010: \$2.3 million) mostly due to improved project profitability.

The Mining business is a leader in the design, manufacture and maintenance of materials handling equipment for the mining sector. Revenues in the half-year of \$80.4 million were lower than last year's equivalent period (Dec 2010: \$93.8 million) mostly due to reduced activity in fabrication workload within the Off Site Repair service business. Earnings of \$5.9 million were however well ahead of the same period last year (\$3.0 million) due to improved margin delivery particularly for established material handling products where demand has been high throughout 2011. The business continues to see solid levels of inquiries for its core products on the back of continued mining investment.

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Directors' Report (Continued)

Review of Operations (Continued)

Results for the half-year and review of operations (Continued)

The Resources business provides specialist Structural Mechanical and Piping (SMP) construction and supervised shutdown and maintenance services to both the mining and oil and gas sectors. The business generated revenues of \$158.3 million in the half-year, representing an increase of 56.3% compared to last year (Dec 2010: \$101.3 million) predominately due to increased activity on Newcrest's Cadia Mine expansion, Fortescue Metals Group's Solomon mine Ore Processing Facilities contract and increased activity in our regional branches. Earnings at \$5.6 million improved due to increased activity on projects in regional branches where overheads remain fixed with increasing revenues. The business also secured the SMP component of the Solomon contracts from Fortescue Metals Group.

The Power business provides end to end solutions from design through to installation of electrical control and instrumentation systems to the Resources and Infrastructure sectors. Revenues at \$21.6 million were lower than last year reflecting contract award timing. The business has commenced work on the Electrical and Instrumentation package for Fortescue Metals Group's Solomon project which will add significant Revenues in the second half. Earnings were at break even reflecting the lower sales volumes.

Cash and Net Debt

The consolidated entity reported an increase in net cash inflows in the period resulting in a net cash position of \$14.3 million at 31 December 2011. Cash balances increased from \$26.8 million to \$44.1 million reflecting full cash conversion of EBITDA and improved contract funding. Short term debt reduced to \$6.7 million whilst long term debt reduced from \$26.2 million to \$23.0 million in line with the debt repayment schedule. The business also secured additional contract guarantee funding in the period increasing total guarantee capacity to \$153.0 million.

Shareholder returns and capital structure

At 31 December 2011, there were 133,475,516 ordinary fully paid shares, 7,693,547 options and 3,996,775 performance rights on issue.

On 26 September 2011, as part of a capital management strategy the Company announced a further 12 month extension to its on-market buy-back program. At 31 December 2011, a total of 125,489 shares had been acquired on-market. The buy-back will remain open until 10 October 2012.

Dividends

On 20 October 2011, a fully franked final dividend of 3.75 cents per share, up 25% on the previous year (2010: 3.0 cents per share), was paid in respect of the financial year ended 30 June 2011. The amount of this dividend was \$5.0 million (2010: \$4.0 million).

On 22 February 2012, the Directors declared an interim dividend of 2.0 cents per share, in respect of the results for the half-year ended 31 December 2011. The record date for entitlement to the dividend will be 23 March 2012 and the payment date will be 16 April 2012. The amount of this interim dividend is \$2.7 million. In the prior corresponding period, no interim dividend was declared or paid.

The Dividend Re-investment Plan will not operate in respect of the interim dividend.

Employees

The consolidated entity employed 2,783 employees as at 31 December 2011 (30 June 2011: 2,254).

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Directors' Report (Continued)

Significant Changes in the State of Affairs

In the opinion of the Directors there were no significant changes in the state of affairs of the consolidated entity that occurred during the reporting period under review.

Events Subsequent to the End of the Financial Year

On 22 February 2012, the Directors declared an interim dividend of 2.0 cents per share, in respect of the results for the half-year ended 31 December 2011. The record date for entitlement to the dividend will be 23 March 2012 and the payment date will be 16 April 2012. The amount of this interim dividend is \$2.7 million. In the prior corresponding period, no interim dividend was declared or paid.

Apart from the matter disclosed above, there has not arisen, in the interval between the end of the reporting period and the date of this report, any item, transaction or event of a material or unusual nature which, in the opinion of the Directors has, or may, significantly affect the operations or financial position of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity, in future periods.

Likely Developments

Further information about the likely developments in the operations of the consolidated entity and the expected results of those operations in future financial years has not been included in this report because disclosure of the information would be likely to result in unreasonable prejudice to the consolidated entity.

Auditor's Independence Declaration

In accordance with section 307C of the Corporations Act 2001, the Directors have obtained a declaration of independence from Deloitte Touche Tohmatsu, the consolidated entity's auditors.

Rounding Off of Amounts

The Company is of a type referred to in Class Order 98/100 issued by ASIC and in accordance with that Class Order, amounts in the Directors' Report and Financial Report, have been rounded to the nearest thousand dollars.

Signed in accordance with a resolution of Directors made pursuant to s.306(3) of the *Corporations Act 2001*.

On behalf of the Directors



RODERICK BROWN
CHAIRMAN

PERTH, 22 February 2012

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Condensed Consolidated Statement of Comprehensive Income

For the Half-Year Ended 31 December 2011

	Consolidated	
	31-Dec-11	31-Dec-10
Note	\$'000	\$'000
Revenue	333,104	300,039
Cost of Sales	(303,448)	(272,444)
Gross Profit	29,656	27,595
Other Income	345	426
Administration Expenses	(15,186)	(16,868)
Finance Costs	(1,209)	(1,762)
Other Expenses	(1,119)	(840)
	(17,169)	(19,044)
Profit Before Income Tax Expense	12,487	8,551
Income Tax Expense	(3,723)	(1,636)
Profit for the Period	8,764	6,915
Other Comprehensive Loss		
Exchange Differences Arising on Translation of Foreign Operations	(571)	(751)
Loss on Cash Flow Hedges Taken to Equity	(6)	-
Other Comprehensive Loss for the Period (Net of Tax)	(577)	(751)
Total Comprehensive Income for the Period	8,187	6,164
Earnings Per Share		
Basic Earnings Per Share (cents)	6.6	5.2
Diluted Earnings Per Share (cents)	6.5	5.2

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Condensed Consolidated Statement of Financial Position

As at 31 December 2011

	Note	Consolidated	
		31-Dec-11	30-Jun-11
		\$'000	\$'000
Current Assets			
Cash and Cash Equivalents		44,069	26,844
Trade and Other Receivables		119,390	122,253
Inventories		50,682	46,916
Current Tax Assets		669	-
Other Current Assets		5,377	2,945
Total Current Assets		220,187	198,958
Non-Current Assets			
Other Financial Assets		230	41
Property, Plant and Equipment		64,873	65,898
Deferred Tax Assets		4,555	9,353
Intangible Assets		81,786	83,823
Total Non-Current Assets		151,444	159,115
Total Assets		371,631	358,073
Current Liabilities			
Trade and Other Payables		66,710	63,338
Deferred Revenue		24,206	14,377
Borrowings	5	6,732	7,121
Current Tax Liabilities		-	913
Provisions		35,006	31,953
Other Financial Liabilities		2,644	5,000
Total Current Liabilities		135,298	122,702
Non-Current Liabilities			
Borrowings	5	23,000	26,190
Provisions		1,677	1,681
Total Non-Current Liabilities		24,677	27,871
Total Liabilities		159,975	150,573
Net Assets		211,656	207,500
Equity			
Issued Capital	3	119,596	119,406
Reserves		1,237	1,047
Retained Earnings		90,823	87,047
Total Equity		211,656	207,500

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Consolidated Statement of Changes in Equity

For the Half-Year Ended 31 December 2011

	Issued Capital \$000	Equity Settled Employee Benefits Reserve \$000	Foreign Currency Translation Reserve \$000	Hedging Reserve \$000	Retained Earnings \$000	Total \$000
Balance at 1 July 2010	119,418	598	(710)	-	71,465	190,771
Profit for the Period	-	-	-	-	6,915	6,915
Other Comprehensive Loss for the Period	-	-	(751)	-	-	(751)
Total Comprehensive Income for the Period	-	-	(751)	-	6,915	6,164
Shares Issued	6	-	-	-	-	6
Share Buy-Back	(126)	-	-	-	-	(126)
Share Buy-Back Costs	(3)	-	-	-	-	(3)
Share-Based Payments	-	282	-	-	-	282
Dividends Paid	-	-	-	-	(3,955)	(3,955)
Balance at 31 December 2010	119,295	880	(1,461)	-	74,425	193,139
Balance at 1 July 2011	119,406	2,038	(991)	-	87,047	207,500
Profit for the Period	-	-	-	-	8,764	8,764
Other Comprehensive Loss for the Period	-	-	(571)	(6)	-	(577)
Total Comprehensive Income for the Period	-	-	(571)	(6)	8,764	8,187
Shares Issued	399	-	-	-	-	399
Share Buy-Back	(206)	-	-	-	-	(206)
Share Buy-Back Costs	(3)	-	-	-	-	(3)
Share-Based Payments	-	767	-	-	-	767
Dividends Paid	-	-	-	-	(4,988)	(4,988)
Balance at 31 December 2011	119,596	2,805	(1,562)	(6)	90,823	211,656

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Condensed Consolidated Statement of Cash Flows

For the Half-Year Ended 31 December 2011

	Note	Consolidated	
		31-Dec-11 \$'000	31-Dec-10 \$'000
Cash Flows From Operating Activities			
Receipts from Customers		335,941	293,297
Payments to Suppliers and Employees		(305,267)	(282,709)
Interest and Costs of Finance Paid		(1,209)	(2,543)
Other Receipts		7	520
Net Cash Flows from Operating Activities		29,472	8,565
Cash Flows From Investing Activities			
Interest Received		147	193
Dividends Received		0	1
Proceeds From Sale of Non-Current Assets		637	2,118
Purchase of Non-Current Assets		(4,654)	(5,222)
Net Cash Flows used in Investing Activities		(3,870)	(2,910)
Cash Flows From Financing Activities			
Proceeds from Issue of Shares	3	399	6
Payment for Share Buy-Back	3	(206)	(126)
Payment for Share Buy-Back Costs	3	(3)	(3)
Payment of Dividends	2	(4,988)	(3,955)
Repayments of Borrowings		(3,579)	(16,153)
Net Cash Flows used in Financing Activities		(8,377)	(20,231)
Net Increase/(Decrease) in Cash Held		17,225	(14,576)
Cash at Beginning of Period		26,844	30,004
Cash at End of Period		44,069	15,428

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Notes to the Financial Statements

For the Half-Year Ended 31 December 2011

1. Basis of Preparation

The financial report covers the consolidated entity of RCR Tomlinson Ltd and controlled entities. RCR Tomlinson Ltd is a listed public company incorporated and domiciled in Australia.

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report.

It is also recommended that the half-year financial report is considered together with any public announcements made by RCR Tomlinson Ltd and Controlled Entities during the half-year ended 31 December 2011 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

(a) Reporting basis and conventions

The consolidated financial report has been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

The Company is of a type referred to in Class Order 98/100 issued by ASIC and in accordance with that Class Order, amounts in the Directors' Report and Financial Report, have been rounded to the nearest thousand dollars.

(b) New and revised standards

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted in the annual financial report for the year ended 30 June 2011, except as set out below.

The Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current reporting period.

There are no new and revised Standards and Amendments thereof and Interpretations effective for the current reporting period that are considered to have a material effect to the Company.

The adoption of all the new and revised Standards and Interpretations has not resulted in any changes to the Company's accounting policies and has no effect on the amounts reported for the current or prior periods. The new and revised Standards and Interpretations has not had a material impact and not resulted in changes to the Company's presentation of, or disclosure in, its half-year financial statements.

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Notes to the Financial Statements

For the Half-Year Ended 31 December 2011

2. Dividends Paid

	Consolidated	
	31-Dec-11	31-Dec-10
	\$'000	\$'000
Final dividend of 3.75c per share in respect of the year ended 30 June 2011 paid on 20 October 2011 (2010: 3.0c per share)	<u>4,988</u>	<u>3,955</u>

On 22 February 2012, the Directors declared an interim dividend of 2.0 cents per share, in respect of the results for the half-year ended 31 December 2011. The record date for entitlement to the dividend will be 23 March 2012 and the payment date will be 16 April 2012. The amount of this interim dividend is \$2.7 million. The dividend has not been included as a liability in these financial statements. In the prior corresponding period, no interim dividend was declared or paid.

3. Issued Capital

	31-Dec-11	30-Jun-11
	\$'000	\$'000
a) Paid Up Capital Ordinary Shares	<u>119,596</u>	<u>119,406</u>
b) Movements	<u>No. Of Shares</u>	<u>Paid Up Capital</u>
	'000	\$'000
Balance 1 July 2011	132,010	119,406
Issue of Shares Upon Vesting of Performance Rights	583	-
Exercise of Employee Options	1,008	399
Share Buy-Back	(125)	(206)
Share Buy-Back Costs	-	(3)
Total Issued Capital	<u>133,476</u>	<u>119,596</u>

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Notes to the Financial Statements

For the Half-Year Ended 31 December 2011

4. Segment Reporting

AASB 8 Operating Segments requires the entity to identify operating segments and disclose segment information on the basis of internal reports that are provided to, and reviewed by, the chief operating decision maker of the consolidated entity to allocate resources and assess performance. In the case of the consolidated entity the chief operating decision maker is the Board of Directors. Operating segments now represent the basis on which the Company reports its segment information to the Board on a monthly basis.

The consolidated entity has the following four business segments:

1. RCR Mining - The Mining business is a leader in the design, manufacture and maintenance of materials handling equipment for the mining sector.
2. RCR Energy - The Energy business provides solutions for renewable and traditional energy projects for industrial and infrastructure clients.
3. RCR Resources - The Resources business provides specialist Structural Mechanical and Piping (SMP) construction and supervised shutdown and maintenance services to both the mining and oil and gas sectors.
4. RCR Power - The Power business provides end to end solutions from design through to installation of electrical control and instrumentation systems to the Resources and Infrastructure sectors.

Information regarding these segments is presented below. The accounting policies of the reportable segments are the same as the Company's accounting policies.

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Notes to the Financial Statements

For the Half-Year Ended 31 December 2011

4. Segment Reporting (Continued)

	Mining \$'000	Energy \$'000	Resources \$'000	Power \$'000	Other (Inc Eliminations) \$'000	Consolidated \$'000
Half-Year ended 31 December 2011						
Total segment revenue	80,364	87,126	158,261	21,598	(14,245)	333,104
Segment result	5,922	2,695	5,634	137	(692)	13,696
Finance costs					(1,209)	(1,209)
Profit before income tax	5,922	2,695	5,634	137	(1,901)	12,487
Income tax (expense)					(3,723)	(3,723)
Profit after income tax	5,922	2,695	5,634	137	(5,626)	8,764
Half-Year ended 31 December 2010						
Total segment revenue	93,755	98,096	101,278	31,138	(24,228)	300,039
Segment result	3,004	2,287	4,799	824	(601)	10,313
Finance costs					(1,762)	(1,762)
Profit before income tax	3,004	2,287	4,799	824	(2,363)	8,551
Income tax (expense)					(1,636)	(1,636)
Profit after income tax	3,004	2,287	4,799	824	(3,999)	6,915

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Notes to the Financial Statements

For the Half-Year Ended 31 December 2011

4. Segment Reporting (Continued)

	Mining \$'000	Energy \$'000	Resources \$'000	Power \$'000	Other (Inc Eliminations) \$'000	Consolidated \$'000
31 December 2011						
Segment assets	56,620	126,100	79,632	31,778	77,501	371,631
Allocated assets	5,208	3,495	8,576	25,795	(43,074)	-
Total assets	61,828	129,595	88,208	57,573	34,427	371,631
30 June 2011						
Segment assets	61,220	124,378	61,004	28,737	82,734	358,073
Allocated assets	8,880	3,901	5,936	26,374	(45,091)	-
Total assets	70,100	128,279	66,940	55,111	37,643	358,073

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Notes to the Financial Statements

For the Half-Year Ended 31 December 2011

5. Borrowings

During the period the company negotiated an increase in its contract bonding facility with Assetinsure Pty Ltd from \$20 million to \$43 million.

There were no changes to the Company's banking facility which expires on the 31 March 2014. The facility includes a \$110 million multi-option facility and an amortising cash advance facility with a limit of \$29 million at reporting date.

6. Contingent Liabilities and Commitments

There have been no significant changes in the composition of the contingent liabilities and commitments since the last annual financial report for the year ended 30 June 2011.

7. Events Occurring after the Balance Sheet Date

On 22 February 2012, the Directors declared an interim dividend of 2.0 cents per share, in respect of the results for the half-year ended 31 December 2011. The record date for entitlement to the dividend will be 23 March 2012 and the payment date will be 16 April 2012. The amount of this interim dividend is \$2.7 million. In the prior corresponding period, no interim dividend was declared or paid.

Apart from the matter disclosed above, no matter or circumstance has arisen since 31 December 2011 that has significantly affected, or may significantly affect:

- (a) the Company's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Company's state of affairs in future financial years.

Half Year Financial Report

For the Half-Year Ended 31 December 2011

RCR Tomlinson Ltd and Controlled Entities (ABN 81 008 898 486)

Directors' Declaration

The directors declare that:

- (a) in the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
- (b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the consolidated entity.

Signed in accordance with a resolution of the directors made pursuant to s.303(5) of the *Corporations Act 2001*.

On behalf of the Directors



RODERICK BROWN
CHAIRMAN
PERTH, 22 February 2012

The Board of Directors
RCR Tomlinson Limited
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22 February 2012

Dear Board Members

RCR Tomlinson Limited


In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of RCR Tomlinson Limited.

As lead audit partner for the review of the financial statements of RCR Tomlinson Limited for the half year ended 31 December 2011, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely


DELOITTE TOUCHE TOHMATSU


A T Richards
Partner
Chartered Accountants

Independent Auditor's Review Report to the members of RCR Tomlinson Limited

We have reviewed the accompanying half-year financial report of RCR Tomlinson Limited, which comprises the condensed statement of financial position as at 31 December 2011, and the condensed statement of comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on pages 5 to 15.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's 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 Auditing Standard on Review Engagements ASRE 2410 *Review of a 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 half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the RCR Tomlinson Limited's financial position as at 31 December 2011 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of RCR Tomlinson 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 audit opinion.



Auditor's Independence Declaration

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*, which has been given to the directors of RCR Tomlinson Limited, would be in the same terms if given to the directors as at the time 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 RCR Tomlinson 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 2011 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.


DELOITTE TOUCHE TOHMATSU



A T Richards

Partner

Chartered Accountants

Perth, 22 February 2011

About RCR

- RCR Tomlinson Ltd (RCR) is an integrated provider of integrated solutions in the mining, resources, energy and power sectors.
- RCR has over 100 years of history, using in-house expertise to provide a comprehensive range of turnkey solutions from design and manufacture, to construction, installation, maintenance and off-site repair.
- Delivered by our four business streams, RCR Mining, RCR Resources, RCR Energy and RCR Power, we have an extensive network of operations in key locations throughout Australia, New Zealand and Malaysia supporting major mining and industrial projects.
- RCR is a company built on integrity with a commitment to safety, performance excellence and developing productive, sustainable, mutually beneficial partnerships with our people, clients, suppliers and the wider community.



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