



"Intelligent Engineering & Construction"

Clough Limited

2006 FULL YEAR RESULTS

23 Aug 06



David Singleton - CEO

Andrew Walsh - CFO

Eve Polski - Corporate Affairs

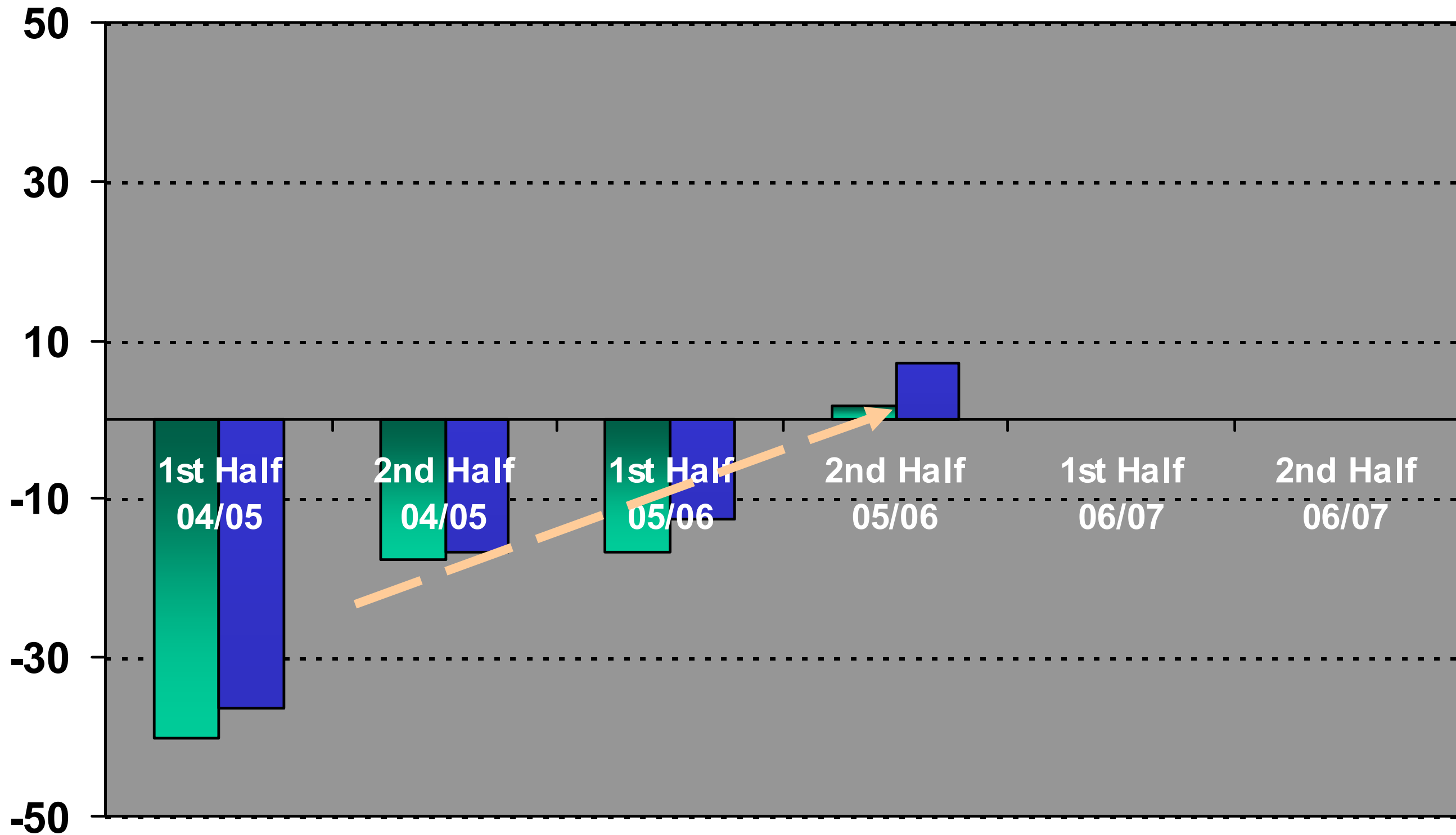
- **Key Points**
- **Financial Performance Summary**
- **Business Update**
- **Outlook**

“I am pleased that the company has returned to profit in the second half of the year in spite of our problems in India. The quality of our order book in terms of risk is the best it has been for many years and we enter the new financial year with a sense of real optimism.”



- **Profit in 2nd half despite India**
- **Profit increases**
 - **Services 94%**
 - **Petrosea 156%**
 - **Property 70%**
- **Infrastructure & Construction returns to profit**
- **Low risk Order Book 06/07**
- **Clough Property to be sold**
- **Capital raising of \$40m approved**
- **Board changes approved**
- **Clough still leads on Safety**

Results by Half Year



■ Net Profit/Loss ■ Earnings/ Losses before Interest and Tax

Financial Performance - Summary

CLOUGH

Year Ended 30 Jun 2006	2006	2005
	\$M	\$M
Net Profit (Loss) after tax	(15.1)	(57.6)
Group Turnover	922.0	629.5
Cash Holdings	53.6	64.9
Debt	(114.1)	(59.6)
Net Assets	187.7	175.4
New orders – Order Intake	918.9	1097.9
Order Book	808.7	853.6

Key Points

- Profit and cash flow impacted by Indian contracts
- Improved quality of Order Book
- Petrosea, Property and Services ahead of expectations

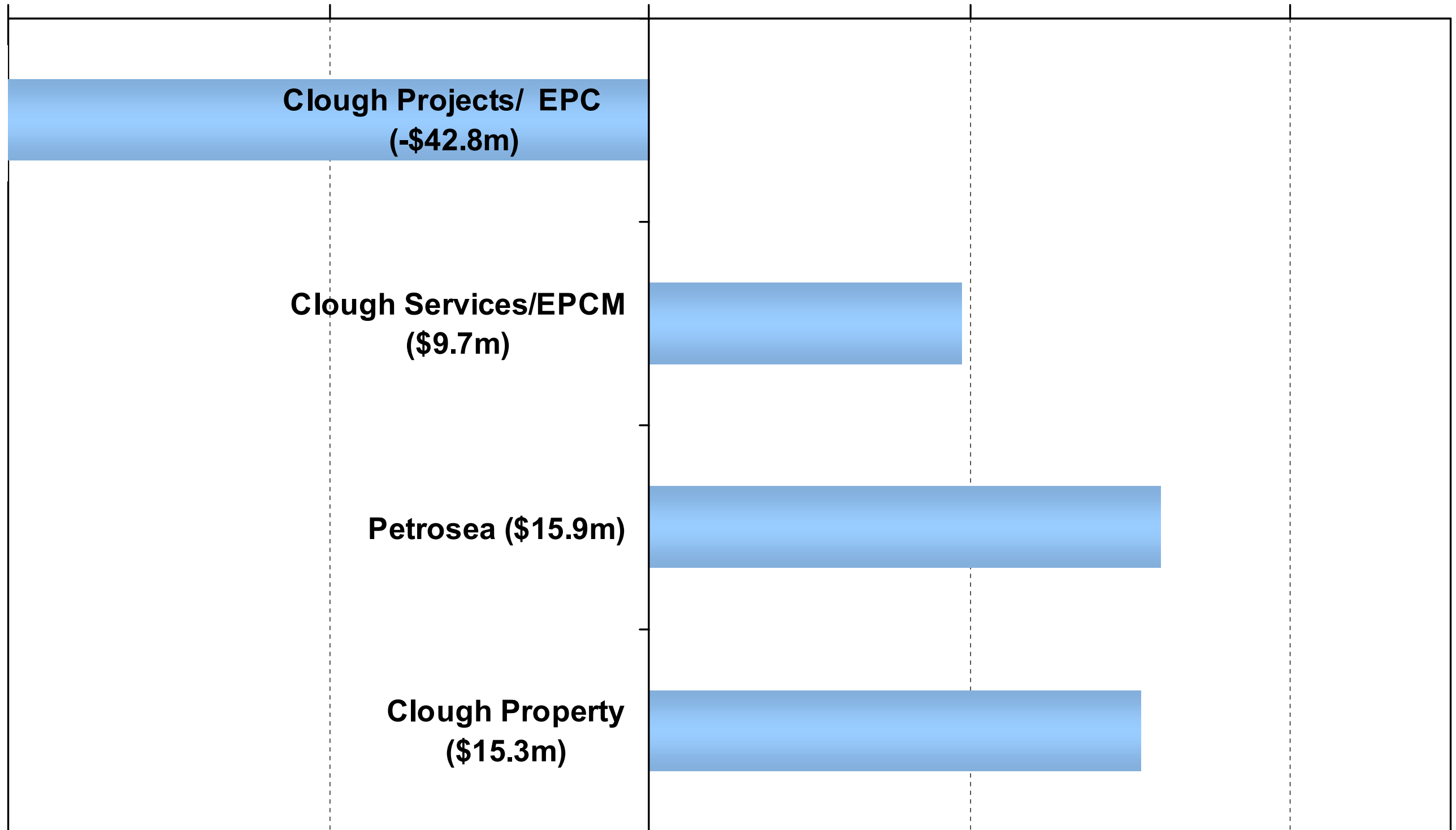


Results by Line of Business



Earnings Before Interest & Tax (\$ Millions)

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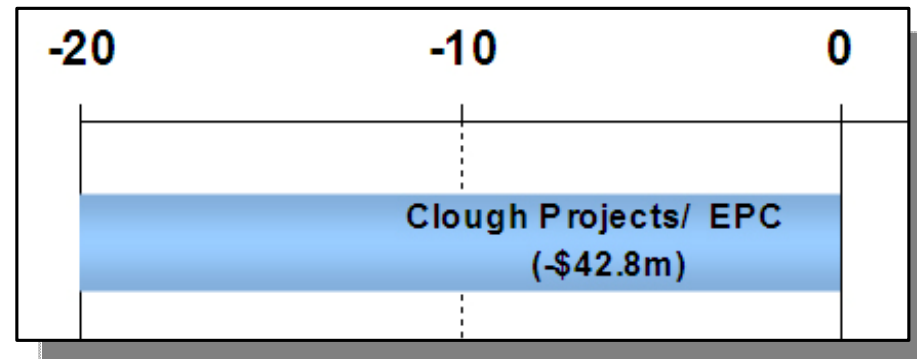




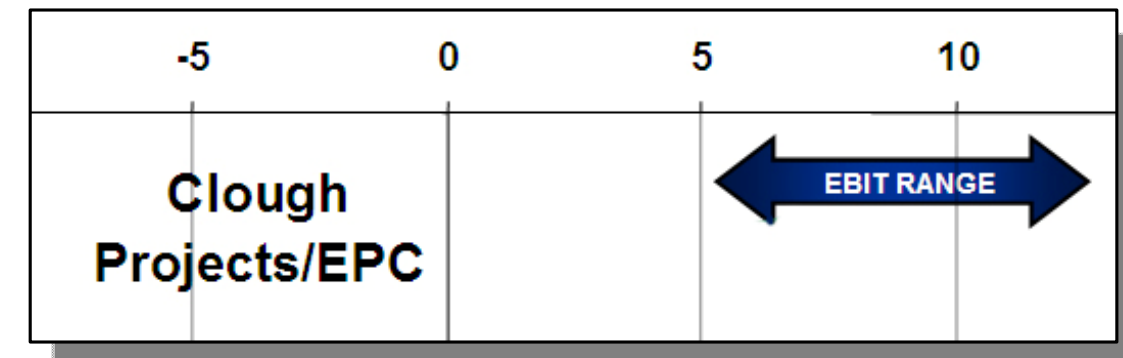
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Business Updates

Year Result



2 Year Outlook



Highlights

- Apache Subsea Recovery Rates contract 2-3 years
- Maari Wellhead for OMV
 - Differentiated by self installing concept
 - Reimbursable contract
- Woodside Angel
 - Proven float over technique
- Woodside LNG Jetty Extension JV with Interbeton, Netherlands
- Kalgoorlie Reservoir
 - Alliance contract with KBR for Water Corporation

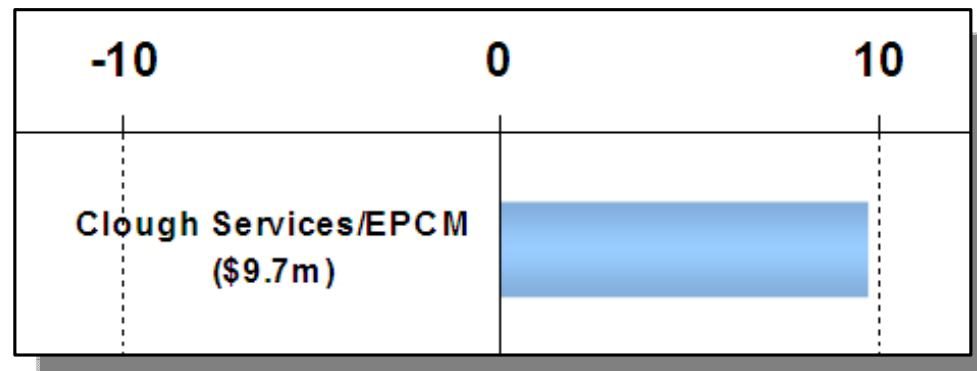
Panna - negotiations advancing

G1 - Client has agreed to a process to resolve issues and to extend the schedule

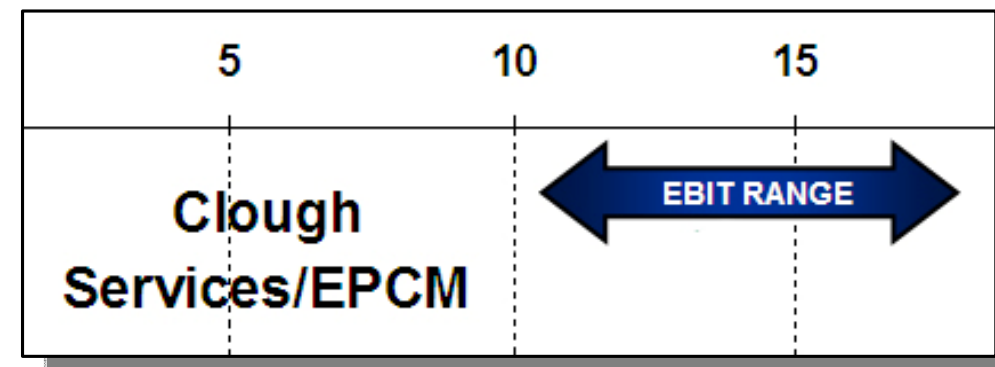
Bass gas arbitration hearing scheduled for October



Year Result



2 Year Outlook

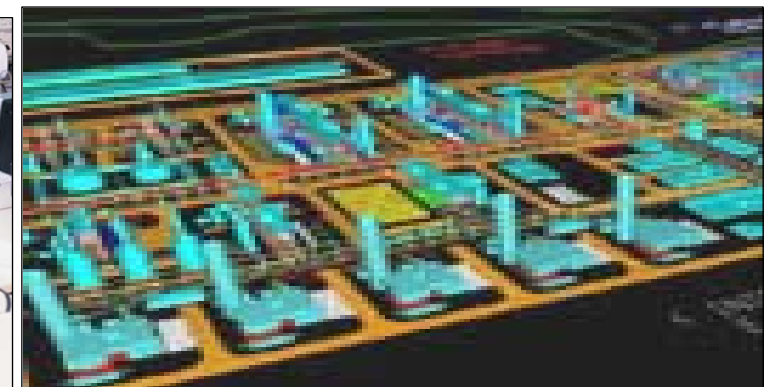


Highlights

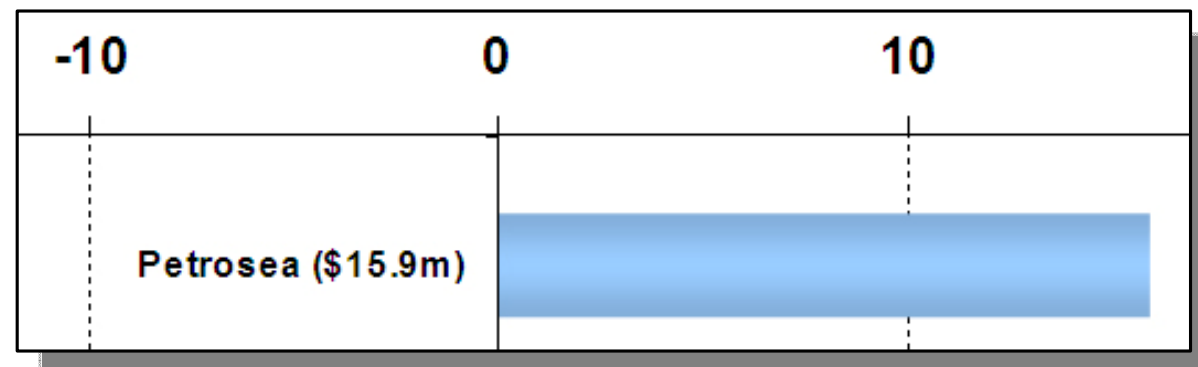
- Revenues increased to \$142.6m (104% increase over 04/05)
- Earnings at \$9.7m (up 94% on 04/05)
- Equivalent headcount totals 765 staff (38% increase over 04/05)
- Boddington Gold Mine
 - Inaugural contract for Clough Murray & Roberts
- Acquired balance of MPA (50%) – O & M to Power Services sector

Outlook

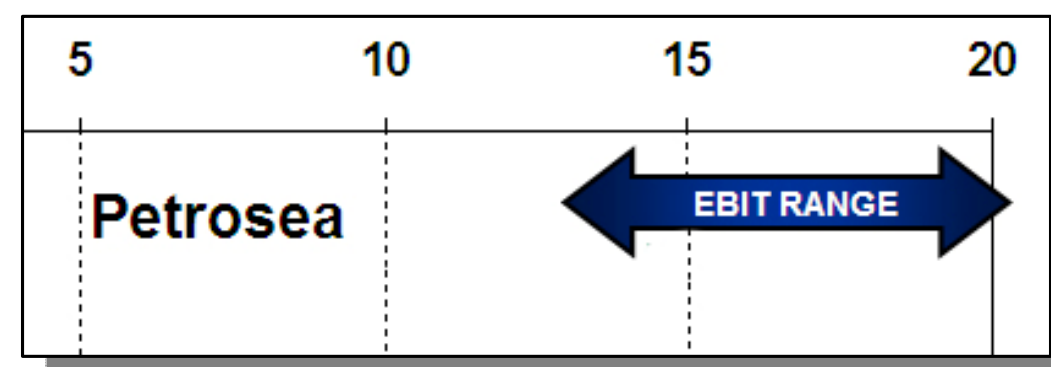
- In Kingdom Engineering services for Saudi Aramco continues to grow
- New minerals opportunity under negotiation
- ESC for Woodside - growing opportunities in both Oil and Gas assets



Year Result



2 Year Outlook



Highlights

- Revenues total \$153.8m – down on 04/05 (11.4%) – Completion mine services activities
- Earnings (pre tax) - \$15.9m up 156% on 04/05 – growth in Mining and Services
- Multi year order for Coal mining - Sanga - \$135.5m
- Petrosea share price above 6,500 Rp (Market Capitalisation: A\$95 million)
- Tom's Gully commenced mining ore – first gold July – partnership with Renison

Outlook

- Supply base expanded to service growing market for offshore Oil and Gas projects
- Growth outlook remains positive

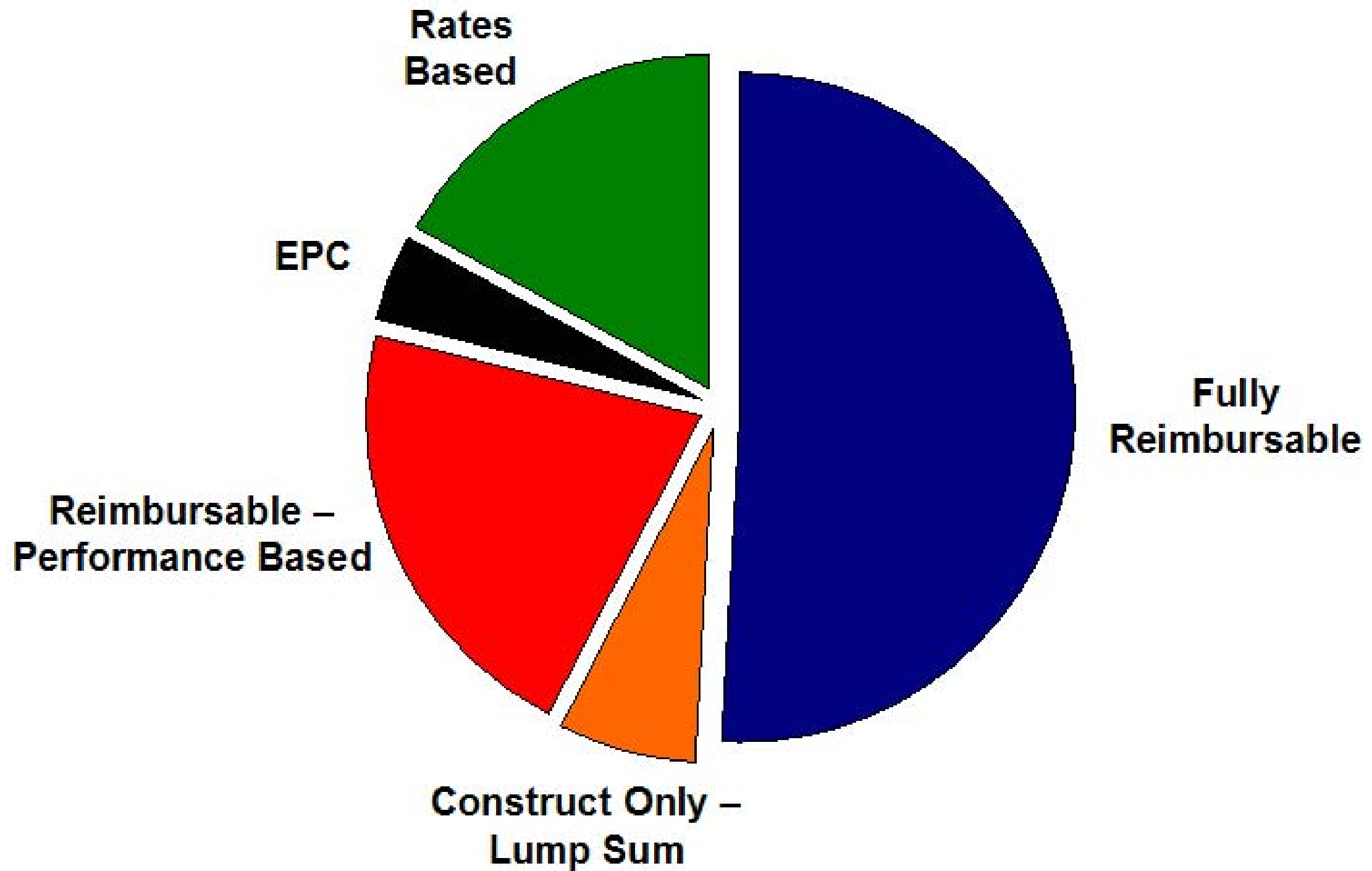


- **Jock Clough will stand down at November AGM**
- **Michael Harding will become 'Independent non-Executive Chairman'**
- **John Cooper, M&R Australian Chief Executive, to replace Roger Rees**



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Outlook



*Chart excludes Property

** Chart assumes India achieves 0%

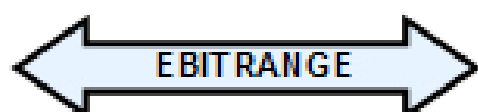
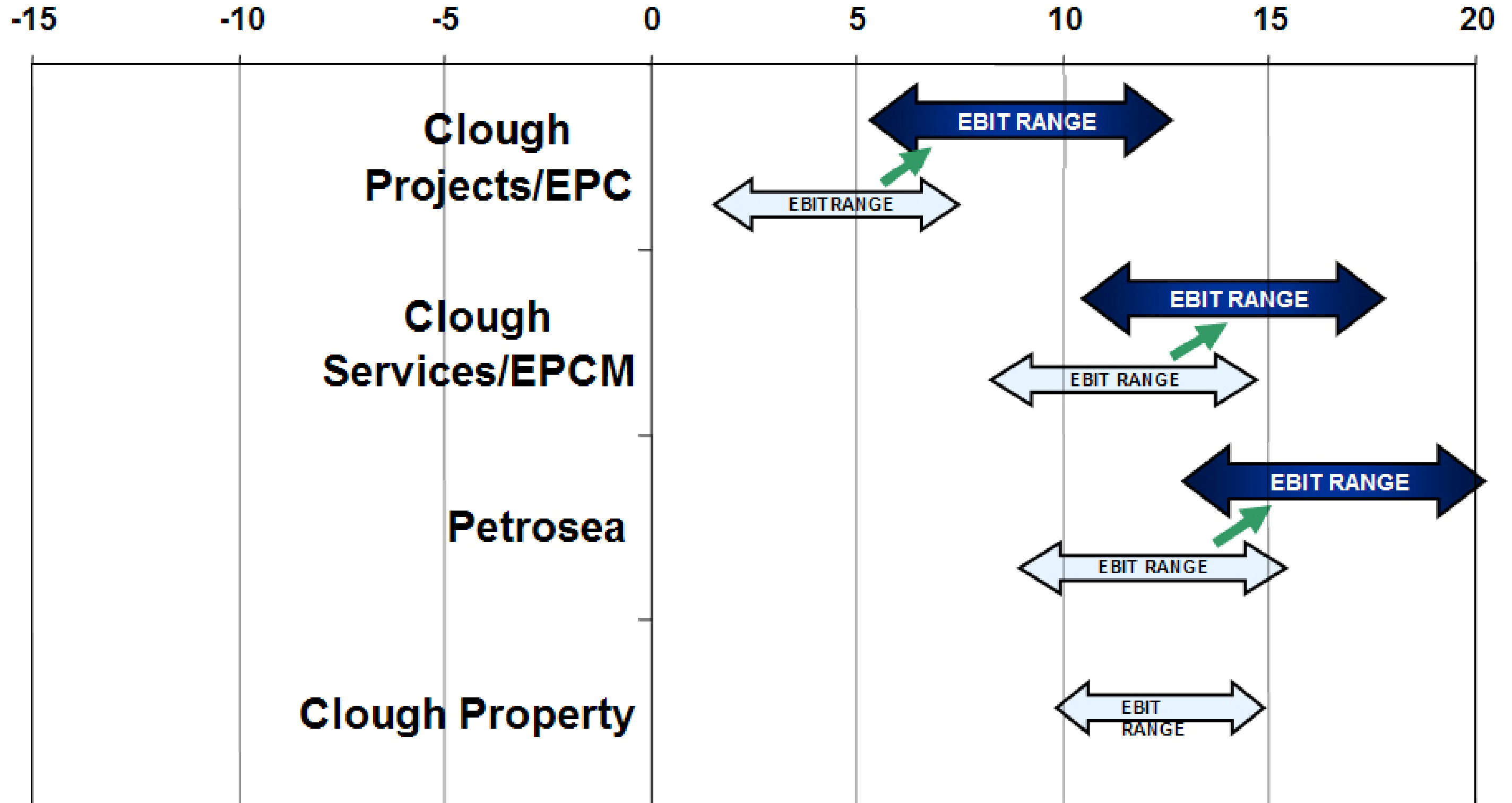
*** No assessment made of BassGas outcome in 06/07

Excludes work not yet won

Profit 2 Year Outlook



Earnings Before Interest & Tax (\$ Millions)



Advised Feb 06



Update August 06