

Friday, 13 April 2007

## MARKET ANNOUNCEMENT

### Net Tangible Asset Backing - 31 March 2007

Month Ending:	%Change	Current Month 31 March 2007	Previous Month 28 February 2007
Pre-Tax NTA Backing per share <sup>(1)</sup>	+2.12%	\$1.2235	\$1.1976
Post-Tax NTA Backing per share <sup>(2)</sup>	+1.43%	\$1.1059	\$1.0902
Based on total issued share capital		19,399,671	19,316,177

On 8 March 2007, the Company paid a 2.4 cents per share fully franked interim dividend totalling \$463,588. The previous month's NTA backing above is net of a provision for this interim dividend payment. 83,494 shares were also issued as a result of participation under the Company's Dividend Reinvestment Plan, at an issue price of \$0.984 per share.

The NTA position (post-tax) comprises the following items:

Net Assets	Current Month \$'millions	Previous Month \$'millions
Investment in the FSP Equities Leaders' Fund (FSP Fund) managed by the Company's investment manager, FSP Equities Management Limited (FSP) <sup>(1)</sup>	20.54	20.11
Shares in Drillsearch Energy Limited (DLS) <sup>(3)</sup>	3.03	2.91
Provision for dividend <sup>(5)</sup>	-	(0.46)
Provision for income tax <sup>(2)</sup>	(2.28)	(2.07)
Net cash on deposit / other assets	0.16	0.57
<b>Total Net Assets</b>	<b>21.45</b>	<b>21.06</b>

#### About The FSP Equities Leaders' Fund (FSP Fund) <sup>(4)</sup>

The 12 month net performance of the FSP Fund to 31 March 2007 was 34.7%. The benchmark performance (S&P/ASX 200 Accumulation Index) was 21.8%.

The FSP Fund is a wholesale fund not open to retail investors. The investment management team is led by Mr Ronni Chalmers. The objective of the fund is to outperform the S&P/ASX 200 Accumulation Index over the medium term. There is no minimum equity weighting with the equity weighting as at 31 December 2006 being 100%.

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75% of the equity portfolio is targeted to companies contained within the S&P/ASX 200 index. The remaining 25% of the portfolio is invested in companies outside of the S&P/ASX 200 index. The equity portfolio contains approximately 100 holdings. The equity portfolio contains approximately 100 holdings. The Investment Manager is "style neutral" and invests in growth stocks, value stocks, stocks with maintainable dividend yields and special situations.

**Notes:**

1. NTA backing is calculated for SCB and its controlled entities (SCB Group).

The SCB Group's investments are financial assets which are measured at fair value at month end. The fair value of listed securities are measured at bid price (where available) and last sale price (where bid price is not available) at month end and excludes disposal costs. The fair value of the Company's investment in the FSP Fund is valued at the unit price at month end published by FSP - such unit price reflects the net tangible asset backing of the fund and no buy/sell spread or exit fees are charged to the Company.

2. The post-tax NTA backing per share is reported net of provision for tax liabilities on the SCB Group's net profit (including after any realised and unrealised gains on investments) after consolidation.
3. 23,300,000 DLS shares at 13 cents each as at 30 March 2007 (28 February: 23,300,000 shares at 12.5 cents each). The Company notes that the last bid price of DLS shares on ASX on 12 April 2007 was 16.5 cents per share, valuing the shareholding at \$3.84 million.
4. Based on information provided by the Investment Manager, FSP Equities Management Limited.
5. On 8 March 2007, the Company paid a 2.4 cents per share (fully franked) interim dividend comprising:
  - (a) \$381,246 cash dividend payments; and
  - (b) 83,494 shares issued pursuant to participation under the Company's Dividend Reinvestment Plan (DRP). The DRP issue price was 98.4 cents per share, being a 2.5% discount to the Company's volume weighted average price on ASX in the 5 day period up to and including the dividend record date (1 March 2007).

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**For further information:**

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