



FSA GROUP LIMITED

23 August 2007

Profit Guidance - FY 2007 Profit Before Tax \$9.4m to \$9.8m

Based on its management accounts (before audit sign-off) the Company expects to report a profit before income tax (and before minority interests) for the year ended 30 June 2007 (FY2007) of between \$9.4m and \$9.8m, a significant increase from the FY2006 result.

| | FY 2005 | FY 2006 | FY 2007 |
|---|----------------|----------------|------------------|
| Profit before income tax (and before minority interests) | \$1.7m | \$4.1m | \$9.4m to \$9.8m |

The Company expects to lodge its final Financial Statements for the FY2007 next week following completion of the audit by the Company's auditors.

This record result represents a 129% to 139% increase in profit before income tax (and before minority interests) compared with the FY2006 results. Further commentary and analysis of the result will be set out in the Company's 2007 Annual Report to be released shortly.

This record result is after the Company has expensed during the FY2007 a total of \$1.7m of set-up costs and initial operating costs for its new non-conforming residential mortgage lending business.

The continuing organic growth of the Company's historic business lines, plus the future recurring revenue and profit streams from its direct lending businesses: residential mortgages, bridging finance, factoring finance and inventory finance (to be launched shortly), ideally positions the Company to continue growing profits and shareholder value.

On behalf of the Board
Duncan Cornish
Company Secretary
FSA GROUP LIMITED