

WHITEFIELD

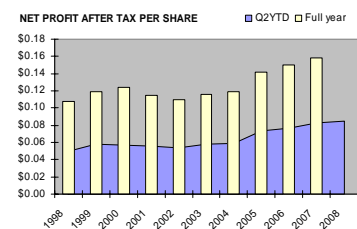
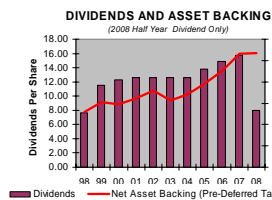


Quarterly Report To Shareholders September 2007

FINANCIAL OUTCOMES

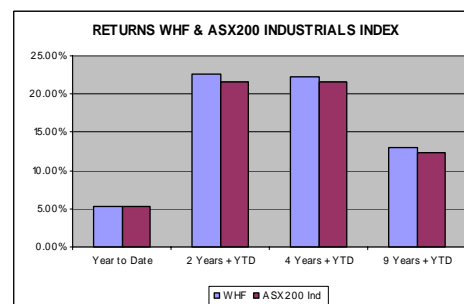
	6 Months to 30 Sep 07	6 Months to 30 Sep 06	Change
Investment Revenue	\$5,880,777	\$4,895,523	+20.1%
Profit Before Tax & Realised Gains	\$5,321,981	\$4,330,584	+22.9%
Income Tax Benefit/(Expense)	(\$234,277)	(\$79,403)	
Profit After Tax before Realised Gains	\$5,087,704	\$4,251,181	+19.7%
Net Asset Backing Pre Deferred Tax Per Share	\$5.37	\$4.69	+14.5%
Net Asset Backing After Deferred Tax Per Share	\$4.83	\$4.20	+15.0%
Earnings before Realised Gains Per Share	8.1cps	8.2cps	-1.2%

[†] "Profit" and "Operating Revenue" in this table do not include realised capital gains or losses on investments.



INVESTMENT STATISTICS

	WHF	All Industrials Accum Index
Last Quarter	4.62%	2.30%
2 Years + FYTD	22.59%pa	21.60%pa
4 Years + FYTD	22.19%pa	21.50%pa
9 Years + FYTD	12.97%pa	12.41%pa



TOP 20 HOLDINGS

At 30 Sep 07	\$m's
1. Woolworths	25.4
2. Brambles	25.3
3. Commonwealth Bank	25.0
4. Macquarie Bank	24.1
5. National Aust Bank	23.0
6. ANZ Banking Group	19.2
7. CSL	18.3
8. Westpac Banking Corp	17.9
9. Publishing & Bcasting	14.3
10. Fairfax Media	13.0
11. Asciano Group	11.9
12. Seven Network	9.8
13. News Corp Class A	9.0
14. Boart Longyear	8.0
15. Resmed	7.7
16. Macq Infrastructure	7.6
17. Aristocrat Leisure	7.5
18. Telstra	7.2
19. Challenger Financial	7.0
20. HFA	6.3

RESULTS COMMENTARY

Whitefield Ltd generated a half year operating profit after tax but before realised gains on investments of \$5,321,981, an increase of 19.7% on the prior equivalent half year. After allowing for increases in share capital over this period, and the timing of dividend income relative to the purchase of new investments, earnings per share were slightly lower than the prior equivalent half year.

Net asset backing per share at 30 September 2007 before allowing for deferred capital gains tax was \$5.37. After allowing for deferred capital gains tax the net asset backing per share was \$4.83. Both asset backing measures were approximately 15% higher than at the same time one year ago.

Whitefield's investment portfolio generated a return for the quarter of 4.62%, a significant margin above the All Industrials Accumulation Index return of 2.30% over the same period. Whitefield's half year return stands at 5.37%. Strong returns were delivered from our large holdings in Brambles, CSL, Seven Network, Woolworths and Westpac.

WHITEFIELD

Whitefield Ltd
ABN 50 000 012 895
Level 7
20 Hunter Street
Postal: GPO Box 473
Sydney NSW 2001
Australia
(T) +61 02 8215 7900
(F) +61 02 8215 7901

Share Registry:
Computershare
Level 2
60 Carrington Street
Sydney NSW 2000
Australia
(T) 1300 850 505
(inside Australia)
+61 02 9415 4000
(outside Australia)
(F) +61 03 9473 2500



CHANGES TO INVESTMENT EXPOSURES

Material transactions undertaken by Whitefield during the quarter involved:

- Building or establishing our holdings in Fairfax Media, Asciano Group, Tattersalls and Macquarie Infrastructure Group
- Reductions in our exposures to News Corporation, CSL, and Harvey Norman
- Exiting our holdings in Suncorp Metway, ABC Learning Centres, Tabcorp and Wesfarmers

OUTLOOK

The Australian economy remains moderately buoyant with retail sales strong, unemployment exceptionally low, infrastructure and capital spending robust, Asian demand healthy and interest rates at comparatively low outright levels.

While these factors are broadly supportive for many Australian corporations, we consider risks to be rising at the present time. We expect the following themes to become an increasing focus for investment markets as the year progresses:

- (a) US housing is likely to remain weak, in turn dampening US economic activity and stifling the availability of credit;
- (b) Inflationary pressure is likely to increase further in both emerging and developed economies, driven by an escalation in the underlying cost of raw materials and labour;
- (c) Notwithstanding slow US growth, central banks will again find themselves facing rising inflation, and consequently will have less scope to ease interest rates and be under more pressure to increase rates;
- (d) The corporate sector will face the prospect of higher costs and a more challenging sales environment;
- (e) Asset prices are likely to come under pressure as liquidity is tightened, earnings margins contract and bond yields escalate.

In this environment, which offers the potential for economies to move towards a period of stagflation, we expect incomes to grow at a higher rate than asset prices. Consequently we consider that the better investment outcomes will be derived from corporations benefiting from growth in incomes and activity, rather than those organisations dependent on asset price appreciation.

Whitefield will continue to carefully position its portfolio based on this economic outlook, and with its strongest exposures towards stocks offering a level of future earnings capable of providing a robust rate of investment return over upcoming years, where those future earnings can be acquired at sufficiently attractive prices.

In conclusion, we consider the near term outlook for the Australian market to be moderately favourable, however we also believe that we are increasingly close to the point where the recent years of severe commodity price inflation and debt driven asset price inflation are likely to precipitate a necessary slowing in global growth.

DIVIDEND

Whitefield has declared a fully franked interim dividend of 8.0 cents per ordinary share. The dividend will be paid on 19th of November 2007, based on a record date of 9th November 2007 and an Ex date of 2nd November 2007.

SHARE PURCHASE PLAN

Whitefield will offer shareholders the ability to apply for additional shares in the company through its Share Purchase Plan. Shareholders on the company's register on 9th November 2007 may apply for up to \$5,000 of additional shares in the company under the Share Purchase Plan. Shares will be issued under the plan at a 2.5% discount to the weighted average share price of the company's shares over the five days including and subsequent to the day on which the shares first trade ex the dividend and share purchase plan entitlement.

Full details on each shareholder's Entitlement, and an Application Form will be mailed to shareholders during November 2007.

Angus Gluskie
Chief Executive Officer

