

Results Summary
and
Investor Presentation
for the half-year ended
30 December 2007

27 February 2008

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Half-year highlights



The Athlete's Foot:

- **Achieved comparative store sales growth of 11%**
- **Achieved total sales growth of 16%, taking group sales for the six months to \$66.8m**
- **Achieved a 97% increase in profit before tax to \$2.9m**
- **Opened seven new stores, taking the total number of stores to 127**

Half-year highlights



RCG Group:

- **Negotiated and completed the sale of King of Knives**
- **Completed a \$15.35m capital raising to fund future acquisitions**
- **Paid down all remaining interest bearing debt**
- **Has \$18.53m cash on hand at 31 December 2007**
- **Reported consolidated net profit before tax of \$2.33m, an increase of 960% on the same period in the prior year**

RCG Group results summary



	Jul 07 to Dec 07 (\$000's)	Jul 06 to Dec 06 (\$000's)	Percentage Improve- ment
The Athlete's Foot group sales:			
• Like-for-like sales	62,075	56,113	11%
• Total sales	66,789	57,747	16%
The Athlete's Foot net profit before tax	2,918	1,480	97%
Net corporate costs	(586)	(1,260)	53%
Net profit before tax	2,332	220	960%
Income tax benefit / (expense)	-	481	-
Consolidated net profit after tax	2,332	701	233%

Outlook for remainder of FY2008



The Athlete's Foot:

- Record sales in January 2008
- On track to achieve full year forecasts
- On track to exceed target of 10 new stores for the financial year
- Completion of the rollout of the group's new customer loyalty programme
- Continue to identify and exploit category extensions such as back-to-school and team sports
- Brand recognition and market share continue to grow

The Athlete's Foot - cont:

- **TAF is well positioned to withstand adverse changes in consumer sentiment and uncertain economic times because:**
 - **Its core customer base is older and more affluent**
 - **Its unique solution-based selling process and product offer addresses customers footwear 'needs' rather than their fashion 'wants'**
 - **The pursuit of health, wellbeing and an active lifestyle remains an important component of everyday living, regardless of economic conditions**

Outlook for remainder of FY2008



RCG Group:

- **Profit guidance:**
 - Full year profit after tax expected to exceed original forecast of \$3.4m by 26% as a result of interest to be earned on capital raised
 - Revised NPAT forecast is \$4.3m
- Liquid balance sheet (including \$18.53m in cash plus a \$4.5m receivable arising from the sale of King of Knives) as well as access to both additional capital and debt, is well placed to make acquisitions in the current environment
- We are actively working to identify quality, synergistic acquisition opportunities
- Several opportunities are currently under active consideration and are being reviewed in earnest