

Appendix 4D

Half Yearly Report

Name of Economic Entity	ICSGLOBAL LIMITED
ABN	72 073 695 584
Half Year Ended	31 DECEMBER 2006
Previous Corresponding Reporting Period	31 DECEMBER 2005

Results for Announcement to the Market

	\$	Percentage increase /(decrease) over previous corresponding period
Revenue from ordinary activities	481,538	3.6%
Profit / (loss) from ordinary activities after tax attributable to members	(1,113,607)	(13.7%)
Net profit / (loss) for the period attributable to members	(1,113,607)	(13.7%)

The half-yearly report is to be read in conjunction with the most recent annual financial report.

Control Gained Over Entities Having Material Effect

Name of economic entity (or group of entities)	Not applicable
Date control gained	
Consolidated profit / (loss) from ordinary activities since the date in the current period on which control was acquired	
Profit / (loss) from ordinary activities of the controlled economic entity (or group of entities) for the whole of the previous corresponding period	

Loss of Control Gained Over Entities Having Material Effect

Name of economic entity (or group of entities)	Not applicable
Date control lost	
Consolidated profit / (loss) from ordinary activities for the current period to the date of loss of control	
Profit / (loss) from ordinary activities of the controlled economic entity (or group of entities) while controlled for the whole of the previous corresponding period	

Details of Associates and Joint Venture Entities


Name of Economic Entity	Percentage Held		Share of Net Profit	
	Current Period	Previous Period	Current Period	Previous Period
Not Applicable				
Aggregate Share of Net Profits				

Audit/Review Status

This report is based on accounts to which one of the following applies:			
(Tick one)			
The accounts have been audited	<input type="checkbox"/>	The accounts have been subject to review	<input checked="" type="checkbox"/>
The accounts are in the process of being audited or subject to review	<input type="checkbox"/>	The accounts have not yet been audited or reviewed	<input type="checkbox"/>
If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:			
Not applicable			
If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:			
Not applicable			

Attachments Forming Part of Appendix 4D

Attachment #	Details
1	Interim Financial Report

Signed By (Director/Company Secretary)	
Print Name	Tim Murray
Date	20 February 2007

DIRECTORS' REPORT

Your directors present their report on ICSGlobal Limited and its Controlled Entities ("Consolidated Entity") for the half-year ended 31 December 2006.

Directors

The names of directors in office since the start of the financial year and up to the date of this report are:

- Mr Dean Antony Pritchard (Non Executive Chairman)
- Mr Timothy John Murray (Managing Director)
- Mr Geoffrey Ernest Lambert (Non Executive Director)
- Mr Ross Bunyon (Non Executive Director) was appointed on 30 January 2007 and continues in office at the date of this report.

Review and Results of Operations

ICSGlobal continues to make steady progress in Australia, with transaction revenue from our initial two services increasing by over 92% compared, with the first half year of the 2006 financial year.

Importantly ICSGlobal continues to make progress on its key strategic initiatives:

- Medical claims in Australia: ICSGlobal continues to build an important strategic position as the aggregator of medical claims from medical providers to be delivered to Medicare and to health insurance funds
- Claiming in the United Kingdom: whilst progress has been slower than expected, progress is being made with key medical software providers and health insurance funds. ICSGlobal continues to expect that the UK will be an important source of revenue in the future.
- Medical financial transactions in the US: ICSGlobal continues to work with a number of parties and is working towards the launch of its first commercial service in the US.

Despite significant overseas marketing costs, ICSGlobal continues to control its level of expenditure. This resulted in a 5% reduction in operating costs, compared with the first half year of the 2006 financial year.

Lead Auditor's Independence Declaration

The Lead Auditor's Independence Declaration required by Section 307C of the Corporations Act 2001, is set out on page 4 and forms part of the Directors' Report for the half year ended 31 December 2006.

The report is signed in accordance with a resolution of the Board of Directors.



Tim Murray

Managing Director

Sydney, 20 February 2007

**Auditors' Independence Declaration
Under Section 307C of the Corporations Act 2001**

To the Directors of ICSGlobal Limited

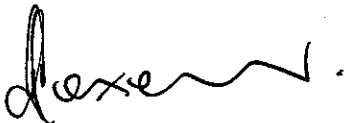
I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2006, there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of ICSGlobal Limited and the entities it controlled during the period.



PKF
New South Wales



Grant Saxon
Partner

Sydney
20 February 2007

ICSGlobal Limited
Consolidated Income Statement
For the half year ended 31 December 2006

	Consolidated	
	31 Dec 2006	31 Dec 2005
	\$	\$
Operating revenue from continuing operations		
Transaction revenue from external parties	245,576	127,790
Hospital and fund annual and other fees	183,019	151,608
Other consulting revenue	4,550	143,742
	433,145	423,140
Interest income	48,393	41,579
Total revenue from continuing operations	481,538	464,719
Expenses of continuing operations		
Employee expenses	(1,316,768)	(1,463,978)
External contractor expenses	(123,730)	(84,812)
Occupancy expenses	(130,448)	(125,207)
Computer expenses	(83,735)	(95,397)
Marketing expenses	(147,542)	(102,039)
Depreciation	(39,602)	(59,129)
Other expenses	(121,706)	(144,662)
Total expenses of continuing operations	(1,963,531)	(2,075,224)
Loss from continuing operations	(1,481,993)	(1,610,505)
Income tax benefit relating to continuing operations	368,386	320,188
Loss for the period after income tax	(1,113,607)	(1,290,317)
Loss attributed to the members of ICSGlobal Limited	(1,113,607)	(1,290,317)
Basic earnings per share (cents per share)	(1.2)	(1.6)
Diluted earnings per share (cents per share)	(1.1)	(1.3)
Dividends paid per share	Nil	Nil

The Income Statement is to be read in conjunction with the attached notes.

ICSGlobal Limited
Consolidated Balance Sheet
As at 31 December 2006

	Consolidated	
	31 Dec 2006	30 June 2006
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	1,467,447	1,049,181
Trade and other receivables	207,652	186,162
R&D tax concession receivable	368,386	-
TOTAL CURRENT ASSETS	2,043,485	1,235,343
NON-CURRENT ASSETS		
Investments at fair value	140,805	140,805
Property, plant and equipment	57,517	85,047
TOTAL NON-CURRENT ASSETS	198,322	225,852
TOTAL ASSETS	2,241,807	1,461,195
CURRENT LIABILITIES		
Trade and other payables	216,253	168,051
Provisions	135,709	128,309
TOTAL CURRENT LIABILITIES	351,962	296,360
NON-CURRENT LIABILITIES		
Trade and other payables	6,482	12,964
Provisions	272,522	240,082
TOTAL NON-CURRENT LIABILITIES	279,004	253,046
TOTAL LIABILITIES	630,966	549,406
NET ASSETS	1,610,841	911,789
EQUITY		
Contributed equity	23,612,553	21,761,018
Accumulated losses	(22,144,570)	(21,030,963)
Employee options expense reserve	142,858	181,734
TOTAL EQUITY	1,610,841	911,789
Net tangible asset backing per share (cents per share)	0.02	0.01

The Balance Sheet is to be read in conjunction with the attached notes.

ICSGlobal Limited
Consolidated Cash Flow Statement
For the half year ended 31 December 2006

	Consolidated	
	31 Dec 2006	31 Dec 2005
	\$	\$
Cash flows from operating activities		
Receipts from customers *	425,720	437,924
Payments to suppliers and employees *	(1,895,310)	(2,042,932)
Interest received	48,393	41,579
Net operating cash flows	(1,421,197)	(1,563,429)
Cash flows from investing activities		
Payments for purchase of property, plant and equipment	(12,072)	(16,771)
Net cash outflow from investing activities	(12,072)	(16,771)
Cash flows from financing activities		
Proceeds from issue of shares	2,037,500	1,806,667
Share issue cost	(185,965)	(69,134)
Net cash inflow from financing activities	1,851,535	1,737,533
Net increase in cash and cash equivalents	418,266	157,333
Cash and cash equivalents at beginning of period	1,049,181	741,105
Cash and cash equivalents at end of period	1,467,447	898,438

* Inclusive of GST

The Cash Flow Statement is to be read in conjunction with the attached notes.

ICSGlobal Limited
Consolidated Statement of Changes in Equity
For the half year ended 31 December 2006

2006	Consolidated			
	Issued Capital	Accumulated Losses	Employee Option Expense Reserve	Total Equity
	\$	\$	\$	\$
Balance as at 1 July 2006	21,761,018	(21,030,963)	181,734	911,789
Loss for the period	-	(1,113,607)	-	(1,113,607)
Issue of new shares				
8,150,000 Rights issue shares on 28 August 2006 @ \$0.25	2,037,500	-	-	2,037,500
Capital raising expenses	(185,965)	-	-	(185,965)
Cost of share based payments	-	-	(38,876)	(38,876)
Balance as at 31 December 2006	23,612,553	(22,144,570)	142,858	1,610,841

2005	Consolidated			
	Issued Capital	Accumulated Losses	Employee Option Expense Reserve	Total Equity
	\$	\$	\$	\$
Balance as at 1 July 2005	18,724,760	(18,241,830)	171,720	654,650
Loss for the period	-	(1,290,317)	-	(1,290,317)
Issue of new shares				
5,783,334 shares placed on 15 July 2005 @ \$0.30	1,735,000	-	-	1,735,000
250,000 Employee options exercised on 10 August 2005 @ \$0.25	62,500	-	-	62,500
36,668 Employee options exercised on 1 December 2005 @ \$0.25	9,167	-	-	9,167
Capital raising expenses	(69,134)	-	-	(69,134)
Cost of share based payments	-	-	30,282	30,282
Balance as at 31 December 2005	20,462,293	(19,532,147)	202,002	1,132,148

The Statement of Changes in Equity is to be read in conjunction with the attached notes.

Notes to the Financial Statements for the Half Year Ended 31 December 2006***Note 1. Basis of preparation of half year financial report***

ICSGlobal Limited is a listed public company limited by shares, incorporated and domiciled in Australia.

This Financial Report is presented in Australian dollars and is a general purpose Financial Report which has been prepared in accordance with AASB 134: Interim Financial Reporting and the Corporations Act 2001.

This Financial Report does not include all the notes of a type normally included in an annual financial report. Accordingly this report is to be read in conjunction with the most recent annual financial report for the year ended 30 June 2006. This report should also be read in conjunction with any public announcements made during the half-year ended 31 December 2006 in accordance with the continuous disclosure requirements arising under the Corporations Act 2001 and ASX Listing Rules. The annual financial report of ICSGlobal Limited for the year ended 30 June 2006 is available upon request from the registered office of ICSGlobal Limited at Level 26, 201 Kent Street, Sydney NSW 2000, Australia or at www.icsglobal.net. The financial report has been prepared on the basis that the Consolidated Entity is a going concern, based on the directors' expectation that the Company will be able to raise additional working capital if required.

Note 2: Significant accounting policies

The accounting policies applied in this Financial Report for the half year ended 31 December 2006 are consistent with those applied by the consolidated entity in the annual Financial Report for the year ended 30 June 2006.

Note 3: Segment information

ICSGlobal's core business is the ownership and operation of THELMA and the provision of services to the health industry from Australia.

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of ICSGlobal Limited, I state that in the opinion of the directors:

- a) the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including that they:
 - (i) give a true and fair view of the financial position as at 31 December 2006 and the performance for the half-year ended on that date of the consolidated entity; and
 - (ii) comply with Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and
- b) there are reasonable grounds to believe that the consolidated entity will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors



Tim Murray

Managing Director

Sydney, 20 February 2007

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of ICSGlobal Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year consolidated financial report of ICSGlobal Limited, which comprises the condensed balance sheet as at 31 December 2006, and the condensed income statement, condensed statement of changes in equity and condensed cash flow statement for the half-year ended on that date, a statement of accounting policies on page 9, other selected explanatory notes and the directors' declaration as set out on pages 9 to 10.

Directors' Responsibility for the Half-Year Financial Report

The directors of ICSGlobal Limited are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2006 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of ICSGlobal Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year consolidated financial report of ICSGlobal Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2006 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



PKF
New South Wales



Grant Saxon
Partner

Sydney
20 February 2007