



ASX RELEASE

20 February 2007

NET PROFIT UP 191%, Revenue up 6%

RESULTS FIRST HALF FY2007

HiTech Group Australia Limited (HIT) today released its results for the first half of financial year 2007. **Clearly, the first half-year result has exceeded our expectations!**

During the half-year to 31 December 2006, **HiTech has achieved a significant turnaround in revenue and profitability** as follows:

HiTech has increased its revenue from operating activities by 6.14% to \$2,665,113 compared to the previous corresponding period. **Net Profit After Tax (NPAT) has increased by 191.13% to \$95,375** compared with the previous corresponding period.

The results of the first half of the current financial year reflect a significant increase in overall company performance, both in terms of sales revenue and profit, above what was initially forecast early in FY2007.

Outlook for FY2007 remains positive and promising

Based on this result, we expect the final results for FY2007 to be better than first envisaged at the beginning of the year, subject to the prevailing economic conditions at the time.

FY2007 year results will depend entirely on the second half-year performance and how the market in ICT recruitment will develop. Therefore, we remain optimistic of a profitable year ahead.

Seeking Acquisitions

HiTech is seeking suitable acquisitions that are EPS positive and plans to improve its organic growth and focus on increasing revenue, profitability and shareholder value.

" This is a fabulous result that exceeded our expectations. I am pleased that we have increased profitability and improved performance significantly in this half year. HiTech has shown, once again, its resilience and capacity to grow profitably. The company retains a strong balance sheet, good cash reserves and investments with no debt. It's all looking good" Said Chairman Ray Hazouri.

For further information, please contact Chairman and CEO Ray Hazouri on 02 9241 1919.