Rule 4.7B

Appendix 4C

Monthly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001

Name of entity

Morning Star Holdings (Australia) Limited

ABN

98 008 124 025

Month ended

November 2007

Consolidated statement of cash flows

	Cash flows related to operating activities	Current month $A'000	Year to date (eleven months) $A'000
1.1	Receipts from customers	--	--
1.2	Payments for (a) staff costs	--	--
	(b) advertising and marketing	--	--
	(c) research and development	--	--
	(d) leased assets	--	--
	(e) other working capital	(15)	(515)
1.3	Dividends received	--	--
1.4	Interest and other items of a similar nature received	48	454
1.5	Interest and other costs of finance paid	--	--
1.6	Income taxes (paid)/refunded	--	(15)
1.7	Other – Goods and services tax (paid)/refunded	--	65
	Net operating cash flows	33	(11)
1.8	Net operating cash flows (carried forward)	33	(11)

+ See chapter 19 for defined terms.

Appendix 4C
Monthly report for entities
admitted on the basis of commitments

		Current month $A'000	Year to date (eleven months) $A'000
	Cash flows related to investing activities		
1.9	Payments for acquisition of:		
	(a) businesses (item 5)	--	--
	(b) equity investments	--	--
	(c) intellectual property	--	--
	(d) physical non-current assets	--	--
	(e) other non-current assets	--	--
1.10	Proceeds from disposal of:		
	(a) businesses (item 5)	--	--
	(b) equity investments	--	--
	(c) intellectual property	--	--
	(d) physical non-current assets	--	--
	(e) other non-current assets	--	--
1.11	Loans to other entities	--	--
1.12	Loans repaid by other entities	--	--
1.13	Other – Transfers from (to) short term deposits	--	--
	Net investing cash flows	--	--
1.14	**Total operating and investing cash flows**	(0)	(0)
	Cash flows related to financing activities		
1.15	Proceeds from issues of shares, options, etc.	--	6,648
1.16	Proceeds from sale of forfeited shares	--	--
1.17	Proceeds from borrowings	--	--
1.18	Repayment of borrowings	--	--
1.19	Dividends paid	--	--
1.20	Other (provide details if material)	--	--
	Net financing cash flows	--	6,648
	Net increase (decrease) in cash held	33	6,637
1.21	Cash at beginning of month/year to date	9,230	2,626
1.22	Exchange rate adjustments to item 1.20	--	--
1.23	**Cash at end of month**	**9,263**	**9,263**

Explanation of cash flow activity for the month

During the month of November 2007 the cash flow activity was associated with the overall administration of the company.

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current month $A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	13
1.25	Aggregate amount of loans to the parties included in item 1.11	NIL

1.26 Explanation necessary for an understanding of the transactions

NIL

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

NIL

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

NIL

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available $A'000	Amount used $A'000
3.1	Loan facilities	NIL	NIL
3.2	Credit standby arrangements	NIL	NIL

+ See chapter 19 for defined terms.

Reconciliation of cash

Reconciliation of cash at the end of the month (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current month $A'000	Previous month $A'000
4.1	Cash on hand and at bank	9,263	9,230
4.2	Deposits at call	--	--
4.3	Bank overdraft	--	--
4.4	Other (provide details)	--	--
	Cash at end of month (item 1.23)	**9,263**	**9,230**
	Short term cash deposits at end of month	-	-
	Total cash and short term deposits at end of month	**9,263**	**9,230**

Acquisitions and disposals of business entities

		Acquisitions *(Item 1.9(a))*	Disposals *(Item 1.10(a))*
5.1	Name of entity	NIL	NIL
5.2	Place of incorporation or registration	_____	_____
5.3	Consideration for acquisition or disposal	_____	_____
5.4	Total net assets	_____	_____
5.5	Nature of business	_____	_____

Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.

2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 04 December 2007

Chairman

Print name: Dean L Gallegos

+ See chapter 19 for defined terms.

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.

   - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
   - 9.2 - itemised disclosure relating to acquisitions
   - 9.4 - itemised disclosure relating to disposals
   - 12.1(a) - policy for classification of cash items
   - 12.3 - disclosure of restrictions on use of cash
   - 13.1 - comparative information

3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

+ See chapter 19 for defined terms.