

Qube Holdings Limited
(ABN 14 149 723 053)
APPENDIX 4D Half Year Report 31 December 2013

Results for Announcement to the Market

Statutory Information

Set out below are the statutory results for Qube Holdings Limited (Qube) and its controlled entities for the half year ended 31 December 2013.

	Dec 2013 \$'000	Dec 2012 \$'000	Movement
Revenue from ordinary activities	581,518	526,200	+11%
EBITDA ¹	98,169	89,313	+10%
Profit from ordinary activities after tax attributable to members	41,187	34,662	+19%
Net profit for the period attributable to members	41,187	34,662	+19%
Basic earnings per share (cents per share)	4.43c	3.76c	+18%
Diluted earnings per share (cents per share)	4.43c	3.76c	+18%
Interim dividend per share (fully franked)	2.4c	2.2c	+9%

¹EBITDA is statutory net profit before tax adjusted to remove share of profit of associates, net finance costs, depreciation and amortisation.

Underlying Information*

Qube delivered continued strong underlying revenue and earnings growth for the half year ended 31 December 2013.

Underlying information	Dec 2013 \$'000	Dec 2012 \$'000	Movement
Underlying Revenue	581,371	526,304	+10%
Underlying EBITDA	99,431	90,311	+10%
Underlying EBITA	71,264	64,853	+10%
Underlying net profit for the period attributable to members	42,133	38,413	+10%
Underlying earnings per share (cents per share)	4.53c	4.16c	+9%

* The underlying information excludes non-cash and non-recurring items in order to more accurately reflect the underlying financial performance of Qube. References to 'underlying' information is to non-IFRS financial information prepared in accordance with ASIC Regulatory Guide 230 (Disclosing non-IFRS financial information) issued in December 2011. Non-IFRS financial information has not been subject to audit or review.

Underlying Information (continued)*

Further commentary on the performance of Qube and its operating businesses is set out in the financial statements and ASX announcement issued with this Appendix 4D.

A reconciliation of the statutory results to the underlying results for the half year ended 31 December 2013 is presented below:

	Dec 2013	Dec 2012
	\$'000	\$'000
Revenue from external customers	581,518	526,200
Underlying adjustments (net)	(147)	104
Underlying revenue	581,371	526,304
Net profit before income tax	59,550	52,553
Share of profit of associates	(6,803)	(8,924)
Interest income	(672)	(1,829)
Interest expense	15,694	18,869
Fair value of derivatives	(870)	122
Depreciation & amortisation	31,270	28,522
EBITDA	98,169	89,313
Legacy incentive schemes	1,355	843 ²
Fair value adjustments (net)	(93)	155
Underlying EBITDA	99,431	90,311
Depreciation	(28,167)	(25,458)
Underlying EBITA	71,264	64,853
Amortisation	(3,103)	(3,062)
Underlying EBIT	68,161	61,791
Interest expense (net)	(15,022)	(17,040)
Underlying share of profit of associates	7,116	8,924
Underlying net profit before income tax	60,255	53,675
Income tax expense	(15,942)	(13,467)
Underlying net profit for the half year	44,313	40,208
Non-controlling interests	(2,180)	(1,795)
Underlying net profit after tax attributable to members	42,133	38,413
Underlying earnings per share (cents per share)	4.53c	4.16c

²The FY 13 full year expense relating to legacy incentive schemes was \$1.9 million of which \$0.8 million related to H1 and \$1.1 million related to H2. The full year expense was added back to the FY 13 full year statutory results as part of the calculation of the underlying earnings for FY 13.

The table above has been extracted from note 2 of the financial statements but is un-audited.

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Underlying Information (continued)*

Underlying information is determined as follows:

Underlying revenues and expenses are statutory revenues and expenses adjusted to exclude non-cash and non-recurring items such as fair value adjustments on investment properties, legacy incentive schemes, impairments and release of contingent consideration payable. Income tax expense is based on a prima-facie 30% tax charge on profit before tax and associates.

Dividend Information

	Amount (cents per share)	Record Date
Interim dividend - fully franked	2.4	7 March 2014
Payment date	4 April 2014	

Qube paid a fully franked interim dividend of 2.2 cents per share for the six months ended 31 December 2012 on 11 April 2013. A fully franked final dividend of 2.3 cents per share for the year ended 30 June 2013 was paid on 4 October 2013.

Dividend Reinvestment Plan

Qube operates a dividend reinvestment plan (DRP) that enables shareholders to elect to reinvest all, or a portion of, their dividends into additional shares in Qube. The DRP is available for the interim dividend payable on 4 April 2014. Shares will be issued at a discount of 2.5% to the volume weighted average market price of shares sold on the ASX over the 10 trading days immediately following the record date for payment of the dividend and will rank equally with existing ordinary shares on issue. Lodgement of the election notice for participation in the DRP is due by 5:00pm on 7 March 2014.

Net Tangible Assets per Share

The net tangible assets per share are \$0.51 per share (2012:\$0.46 per share).

Additional Information

Additional Appendix 4D disclosures can be found in the notes to the Interim Financial Report.

This Appendix 4D report is based on the 31 December 2013 Interim Financial Report which has been subject to a review by PricewaterhouseCoopers.

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