

Qube Holdings Limited
(ABN 14 149 723 053)
APPENDIX 4D Half Year Report 31 December 2014

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 2014.

	Dec 2014 \$'000	Dec 2013 \$'000	Movement
Revenue from ordinary activities	726,956	581,518	+25.0%
EBITDA ¹	138,617	98,169	+41.2%
Profit from ordinary activities after tax attributable to members	54,671	41,187	+32.7%
Net profit for the period attributable to members	54,671	41,187	+32.7%
Basic earnings per share (cents per share)	5.22c	4.43c	+17.8%
Diluted earnings per share (cents per share)	5.20c	4.43c	+17.4%
Interim dividend per share (fully franked)	2.7c	2.4c	+12.5%

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 2014.

Underlying information	Dec 2014 \$'000	Dec 2013 \$'000	Movement
Underlying Revenue	715,870	581,371	+23.1%
Underlying EBITDA	129,723	99,431	+30.5%
Underlying EBITA	84,893	71,264	+19.1%
Underlying net profit for the period attributable to members	53,146	42,133	+26.1%
Underlying diluted earnings per share (cents per share)	5.05c	4.53c	+11.5%

* 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 2014 is presented below:

	Dec 2014	Dec 2013
	\$'000	\$'000
Revenue from external customers	726,956	581,518
Fair value gain on investment property	(10,987)	-
Other underlying adjustments (net)	(99)	(147)
Underlying revenue	715,870	581,371
Net profit before income tax	82,534	59,550
Share of profit of associates	(5,827)	(6,803)
Interest income	(928)	(672)
Interest expense	12,752	15,694
Fair value loss/(gain) on derivatives	1,336	(870)
Depreciation and amortisation	48,750	31,270
EBITDA	138,617	98,169
Legacy incentive schemes	2,207	1,355
Fair value gain on investment property	(10,987)	-
Other adjustments (net)	(114)	(93)
Underlying EBITDA	129,723	99,431
Depreciation	(44,830)	(28,167)
Underlying EBITA	84,893	71,264
Amortisation	(3,920)	(3,103)
Underlying EBIT	80,973	68,161
Interest expense (net)	(11,824)	(15,022)
Syndicated debt facilities establishment fees written off	1,297	-
Underlying share of profit of associates	5,827	7,116
Underlying net profit before income tax	76,273	60,255
Underlying income tax expense	(21,134)	(15,942)
Underlying net profit for the half year	55,139	44,313
Non-controlling interests	(1,993)	(2,180)
Underlying net profit after income tax attributable to members	53,146	42,133
Underlying diluted earnings per share (cents per share)	5.05c	4.53c

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	2.7	10 March 2015
Payment date	7 April 2015	

Qube paid a fully franked interim dividend of 2.4 cents per share for the six months ended 31 December 2013 on 4 April 2014. A fully franked final dividend of 2.7 cents per share for the year ended 30 June 2014 was paid on 3 October 2014.

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 7 April 2015. 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 11 March 2015.

Net Tangible Assets per Share

The net tangible assets per share are \$0.73 per share (Dec 2013:\$0.51 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 2014 Interim Financial Report which has been subject to a review by PricewaterhouseCoopers.

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