

QUBE HOLDINGS LIMITED

(ABN 14 149 723 053)

APPENDIX 4E Full Year Report 30 June 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 year ended 30 June 2014.

	FY 2014 \$'000	FY 2013 \$'000	Movement
Revenue from ordinary activities	1,223,192	1,082,124	+13%
EBITDA ¹	213,467	186,120	+15%
Profit from ordinary activities after tax attributable to members	87,909	77,343	+14%
Net profit after tax attributable to members	87,909	77,343	+14%
Interim dividend per share (fully franked)	2.4 cents	2.2 cents	+9%
Final dividend per share (fully franked)	2.7 cents	2.3 cents	+17%
Basic Earnings per share (cents per share)	9.2	8.4	+10%
Diluted Earnings per share (cents per share)	9.2	8.4	+10%

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 strong underlying revenue and earnings growth for the year ended 30 June 2014.

Underlying information	FY 2014 \$'000	FY 2013 \$'000	Movement
Underlying Revenue	1,211,745	1,065,073	+14%
Underlying EBITDA	214,346	181,554	+18%
Underlying EBITA	151,270	128,770	+17%
Underlying net profit for the year attributable to members	88,590	73,989	+20%
Underlying earnings per share (cents per share)	9.3	8.0	+16%
Full year dividend per share (cents per share)	5.1	4.5	+13%

* 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 4E.

A reconciliation of the statutory results to the underlying results for the year ended 30 June 2014 is presented below:

	FY 2014	FY 2013
	\$'000	\$'000
Revenue from external customers	1,223,192	1,082,124
Fair value underlying adjustments	(11,235)	(9,100)
Release of contingent consideration payable	-	(7,956)
Other underlying adjustments	(212)	5
Underlying revenue	1,211,745	1,065,073
Net profit before income tax	126,666	109,931
Share of profit of associates	(10,336)	(15,536)
Interest income	(1,963)	(2,662)
Interest expense	29,010	36,352
Fair value of derivatives	176	(940)
Depreciation & amortisation	69,914	58,975
EBITDA	213,467	186,120
Impairment losses on investment in associates	9,080	10,500
Release of contingent consideration payable	-	(7,956)
Cost of legacy incentive schemes	2,934	1,855
Fair value gains (net)	(11,135)	(8,965)
Underlying EBITDA	214,346	181,554
Depreciation	(63,076)	(52,784)
Underlying EBITA	151,270	128,770
Amortisation	(6,838)	(6,191)
Underlying EBIT	144,432	122,579
Interest expense (net)	(27,047)	(33,690)
Underlying share of profit of associates	10,733	15,536
Underlying net profit before income tax	128,118	104,425
Income tax expense	(35,215)	(26,709)
Underlying net profit for the year	92,903	77,716
Non-controlling interests	(4,313)	(3,727)
Underlying net profit after tax attributable to members	88,590	73,989
Underlying earnings per share (cents per share)	9.3	8.0

The table above has been extracted from note 4 of the financial statements but is un-audited.

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, cost of legacy incentive schemes, impairments and release of contingent consideration payable to reflect core earnings. Income tax expense is based on a prima-facie 30% tax charge on profit before tax and associates.

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Dividend Information

	Amount (cents per share)	Record Date
Final dividend - fully franked	2.7	5 September 2014
Payment date	3 October 2014	

Qube paid a fully franked interim dividend of 2.4 cents per share for the half year ended 31 December 2013 on 4 April 2014. 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 final dividend payable on 3 October 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. Lodgement of the election notice for participation in the DRP is due by 5:00pm on 8 September 2014.

Net Tangible Asset Backing per Share

The net tangible asset backing per share is \$0.72 (2013:\$0.49 per share).

Additional Information

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

This Appendix 4E report is based on the 30 June 2014 Financial Report which has been subject to an audit by PwC, with an unqualified opinion.

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