

Half Year Preliminary Announcement

Appendix 1

AWF Madison Group Limited		
Results for announcement to the market		
2.1	Reporting Period	Six months to 30 September 2017
	Previous Reporting Period	Six months to 30 September 2016
		Amount (000s)
		Percentage change
2.2-a	Revenue from ordinary activities	143,078
2.2-b	Profit (loss) from ordinary activities after tax attributable to security holder	3,418
2.2-c	Net profit (loss) attributable to security holders	3,418
		19.9%
		-13.0%
		-13.0%
2.2-d	Interim/Final Dividend	Amount per security
	Interim	8.0 cents
		Imputed amount per security
		3.111
2.2-e	Record Date	20-Nov-17
	Dividend Payment Date	27-Nov-17
2.2-f	Comments	See attached file

3.1 All statements are prepared in accordance with New Zealand Equivalents to International Financial Reporting Standards

3.2 There are no accounting policies which the directors believe are critical to the portrayal of AWF Madison Group Limited's financial condition and results and which require the directors judgements and estimates about matters that are inherently uncertain.

3.3 There are no material changes in accounting policies applied in the preparation of the financial statements.

3.4 The interim financial statements have not been audited

3.5 See attached file for further comment

1.3(l) The full year financial statements have been audited.

2.3(a)

Consolidated Income Statement		
	Reporting Period	Previous Corresponding Period
	\$NZ'000	\$NZ'000
Revenue	143,078	119,284
Investment revenue	-	7
Direct costs	(986)	(1,531)
Employee benefits expense	(129,001)	(104,933)
Depreciation and amortisation expense	(1,864)	(1,162)
Impairment	-	(222)
Other operating expenses	(5,998)	(5,044)
Finance costs	(741)	(585)
Acquisition related expenses	-	-
Profit before tax	4,488	5,814
Income tax expense	(1,070)	(1,884)
Profit for the period	3,418	3,930
	-	-
Profit for the period	3,418	3,930
Other comprehensive income	-	-
Total comprehensive income for the period, net of tax	3,418	3,930
Profit for the year is attributable to:		
Equity holders of the parent	3,418	3,930
Non controlling interests	-	-
	3,418	3,930
Total comprehensive income is attributable to:		
Equity holders of the parent	3,418	3,930
Non controlling interests	-	-
	3,418	3,930
Earnings per share		
Total basic earnings per share (cents/share)	10.5	12.1
Total diluted earnings per share (cents/share)	10.5	12.1

Consolidated Statement of Changes in Equity		
	Reporting Period	Previous Corresponding Period
	\$NZ'000	\$NZ'000
Equity at beginning of period	36,936	36,274
Profit for the period	3,418	3,930
Dividends paid	(2,705)	(2,636)
Recognition of share-based payments	207	81
Equity at end of period	37,856	37,649

2.3(b)

Consolidated Balance Sheet		
	Reporting Period	Previous Corresponding Period
	\$NZ'000	\$NZ'000
Assets		
Non-current assets		
Property, plant and equipment	3,076	2,543
Goodwill (Prior year comparative restated)	38,620	30,784
Other intangible assets	16,948	13,134
	58,644	46,461
Current assets		
Trade and other receivables	33,593	27,853
Cash and cash equivalents	10,317	6,967
	43,910	34,820
Total assets	102,554	81,281
Equity and liabilities		
Capital and reserves		
Share capital	27,534	27,624
Treasury account	-	(319)
Retained earnings	429	451
Equity-settled employee benefits reserve	9,893	9,893
Equity attributable to equity holders of the parent	37,856	37,649
Total equity	37,856	37,649
Non-current liabilities		
Borrowings	33,500	21,000
Deferred tax Liabilities (Prior year comparative restated)	2,596	2,256
	36,096	23,256
Current liabilities		
Trade and other payables	24,781	19,072
Bank Overdraft	-	-
Borrowings	-	-
Taxation payable	201	971
Provisions	200	333
Acquisition Earn Out Provision	3,420	-
	28,602	20,376
Total liabilities	64,698	43,632
Total equity and liabilities	102,554	81,281

2.3(c)

Consolidated Cash Flow Statement		
	Reporting Period	Previous Corresponding Period
	\$NZ'000	\$NZ'000
Cash flows from operating activities		
Receipts from customers	154,350	124,776
Interest Received	-	7
Payments to suppliers and employees	(138,915)	(111,465)
Net cash generated from operations	15,435	13,318
Income taxes paid	(2,815)	(1,334)
Interest paid	(741)	(585)
Net cash from operating activities	11,879	11,399
Cash flows from investing activities		
Proceeds on disposal of property, plant and equipment	72	71
Payments for property, plant and equipment	(248)	(997)
Payments for other intangible assets	(27)	-
Acquisition	-	-
Net cash from/(used in) investing activities	(203)	(926)
Cash flows from financing activities		
Proceeds from the issue of share capital	229	-
Dividends paid	(2,705)	(2,636)
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Net cash from financing activities	(2,476)	(2,636)
Net increase in cash and cash equivalents	9,200	7,837
Cash and cash equivalents at the beginning of the year	1,117	(870)
Cash and cash equivalents at the end of the year		
Bank balances and cash	10,317	6,967

2.3(d)

Final Dividend		
	Reporting Period	Previous Corresponding Period
Payment Date	27 November 2017	5 December 2016
Number of shares on issue (ordinary plus restricted)	33,057,193	33,121,193
Dividend per share	\$ 0.080	\$ 0.080
Total dividend monies	\$2,644,575	\$2,649,695

2.3(e) There are no dividend or distribution reinvestment plans in operation.

2.3(f)

Net Tangible Assets per Security		
	Reporting Period	Previous Corresponding Period
Net Tangible Assets	(15,116)	(4,013)
Net Tangible Assets per Security	-\$0.46	-\$0.12

2.3(g)

Acquisitions/Disposals		
Acquisition		
Entity name	Absolute IT Limited	
Control gained or lost	100%	
Date of gain or loss of control	1-Nov-16	
	Reporting Period	Previous Corresponding Period
	\$NZ'000	\$NZ'000
Contribution to profit	1,508	0
Disposal		
Entity name		
Control gained or lost		
Date of gain or loss of control		
	Reporting Period	Previous Corresponding Period
	\$NZ'000	\$NZ'000
Contribution to profit		

2.3(h) There are no associate or joint venture entities at the reporting date.