

FINANCIAL HIGHLIGHTS

Two-year performance at a glance

	2017/18 \$m	2016/17 \$m
Revenue from rendering of services	755.5	798.5
Interest income	4.7	3.0
Other income and other revenue	4.9	9.6
Total revenue and other income	765.1	811.1
EBITDA	50.6	54.0
Depreciation and amortisation	(8.8)	(14.9)
EBIT	41.8	39.1
Interest expense	(0.8)	(0.3)
Tax expense	(13.7)	(12.6)
Operating profit before tax	45.7	41.8
Operating profit after tax	32.0	29.2
EBIT/total revenue and other income (%)	5.5%	4.8%
Shareholder's equity	130.6	113.8
Return on equity (%)	24.5%	25.7%
Dividend paid	16.0	19.7
Total assets	541.8	578.4

Senate F&PA Committee

Tabled Document

Inquiry: Budget Estimates 19/20

Date/Time: 9/4/19 9:31AM

Witness Name: Senator Cormann

Organisation: ASC Pty Ltd

ASC PTY LTD AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2018

	Note	Consolidated Entity	
		Jun-18 \$'000	Jun-17 \$'000
Revenue from continuing operations	4	765,052	811,151
Expenses			
Materials and subcontractors		(257,631)	(284,004)
Labour		(381,091)	(396,739)
Depreciation and amortisation expense	5	(8,814)	(14,865)
Operating lease	5	(32,328)	(19,366)
Impairment of assets	5	107	(399)
Other expenses		(38,426)	(53,526)
Finance costs	5	(1,145)	(429)
Profit before income tax		45,724	41,823
Income tax expense	6	(13,728)	(12,646)
Profit for the year		31,996	29,177
Other comprehensive income			
<i>Items that will not be reclassified to profit or loss</i>			
Gain on revaluation of land and buildings		-	4,055
Remeasurements of post-employment benefit obligation	8(f)(vi)	31	(1,986)
Income tax relating to these items		(9)	(493)
Other comprehensive income for the year, net of tax		22	1,576
Total comprehensive income for the year		32,018	30,753
Profit is attributable to:			
Owners of ASC Pty Ltd		31,996	29,177
Total comprehensive income for the year is attributable to:			
Owners of ASC Pty Ltd		32,018	30,753

The above statement should be read in conjunction with the accompanying notes.

ASC PTY LTD AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
For the year ended 30 June 2018

	Note	Consolidated Entity	
		Jun-18 \$'000	Jun-17 \$'000
ASSETS			
Current assets			
Cash and cash equivalents	7(a)	315,427	267,799
Trade and other receivables	7(b)	111,824	171,613
Inventories	8(b)	287	1,075
Other current assets	9	5,513	5,276
Unpaid share capital	8(d)	11,000	11,000
Total current assets		444,051	456,763
Non-current assets			
Net pension assets	8(f)(ii)	620	407
Property, plant and equipment	8(c)	45,646	58,428
Deferred tax assets	8(a)	17,058	17,832
Other non-current assets	10	2,805	3,049
Unpaid share capital	8(d)	31,668	41,936
Total non-current assets		97,797	121,652
Total assets		541,848	578,415
LIABILITIES			
Current liabilities			
Trade and other payables	7(c)	85,972	116,570
Net unearned contract billings	8(e)	158,661	151,265
Interest bearing liabilities	7(d)	90,770	120,480
Current tax liabilities		4,973	10,057
Provisions	8(g)	49,751	45,145
Total current liabilities		390,127	443,517
Non-current liabilities			
Non interest bearing liabilities	7(d)	3	3
Provisions	8(g)	21,167	21,094
Total non-current liabilities		21,170	21,097
Total liabilities		411,297	464,614
Net assets		130,551	113,801
EQUITY			
Share capital	11(a)	63,668	62,936
Retained earnings	11(b)	66,883	50,865
Total equity		130,551	113,801

The above statement should be read in conjunction with the accompanying notes.

ASC PTY LTD AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2018

	Attributable to owners of ASC Pty Ltd			
	Share capital	Asset Revaluation Reserve	Retained Earnings	Total equity
	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2016	10,000	125,774	144,270	280,044
Profit for the period	-	-	29,177	29,177
Revaluation of land and buildings	-	4,055	-	4,055
Remeasurement of post-employment benefit obligations	-	-	(1,986)	(1,986)
Revaluation balance adjustment	-	(424)	424	-
Income tax relating to these items	-	(1,089)	596	(493)
Total comprehensive income for the year	-	2,542	28,211	30,753
Transactions with owners in their capacity as owners:				
Shares issued to shareholder, net of discount of issue	52,936	-	-	52,936
Dividend paid	-	-	(19,700)	(19,700)
In specie dividend	-	-	(246,318)	(246,318)
Realised to retained earnings	-	(101,910)	101,910	-
Transferred to Australian Naval Infrastructure Pty Ltd	-	(26,406)	42,193	15,787
Elimination of capitalised interest on building owned by ASC Engineering Pty Ltd	-	-	299	299
	52,936	(128,316)	(121,616)	(196,996)
Balance at 30 June 2017	62,936	-	50,865	113,801
Balance at 1 July 2017	62,936	-	50,865	113,801
Profit for the period	-	-	31,996	31,996
Remeasurement of post-employment benefit obligations	-	-	31	31
Income tax relating to these items	-	-	(9)	(9)
Total comprehensive income for the year	-	-	32,018	32,018
Transactions with owners in their capacity as owners:				
Dividend paid	-	-	(16,000)	(16,000)
Unwinding of the discount of share capital issue	732	-	-	732
	732	-	(16,000)	(15,268)
Balance at 30 June 2018	63,668	-	66,883	130,551

The above statement should be read in conjunction with the accompanying notes.

ASC PTY LTD AND ITS CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended 30 June 2018

	Notes	Consolidated Entity	
		Jun-18 \$'000	Jun-17 \$'000
Cash flows from operating activities			
Receipts from customers (inclusive of goods and services tax)		877,524	912,237
Payments to suppliers and employees (inclusive of goods and services tax)		(815,890)	(808,229)
Income taxes paid		(18,049)	(4,746)
Net cash inflow (outflow) from operating activities	20(a)	43,585	99,262
Cash flows from investing activities			
Interest received		4,781	2,956
Payments for property, plant and equipment	8(c)	(8,612)	(18,263)
Proceeds from sale of property, plant and equipment		12,903	2,166
Net cash (outflow) from investing activities		9,072	(13,141)
Cash flows from financing activities			
Dividends paid		(16,000)	(19,700)
Proceeds from issues of shares and other equity securities		11,000	-
Proceeds from borrowings	20(b)	32,763	304
Repayment of borrowings	20(b)	(32,000)	-
Interest paid		(802)	(277)
Net cash (outflow) from financing activities		(5,039)	(19,673)
Net increase (decrease) in cash and cash equivalents		47,618	66,448
Cash and cash equivalents at the beginning of the financial year		267,799	201,234
Effects of exchange rate changes on cash and cash equivalents		10	117
Cash and cash equivalents at end of year	7(a)	315,427	267,799

The above statement should be read in conjunction with the accompanying notes.