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# Service Stream Limited

ABN 46 072 369 870

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## Appendix 4D

### Half-Year Ended 31 December 2012

(Previous corresponding period:  
Half-year ended 31 December 2011)

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#### Results For Announcement to the Market

Half-year to		31 Dec 12 \$'000	% change	31 Dec 11 \$'000
Revenue from ordinary activities	Down	298,021	(3.2%)	307,971
Profit/(Loss) from ordinary activities after tax attributable to members	Down	8,068	(19.0%)	9,962
Net profit/(loss) attributable to members	Down	8,068	(19.0%)	9,962

Dividends	amount per share (cents)	franked amount per share (cents)	tax rate for franking credit
Interim FY13 dividend per share (to be paid 18 April 2013)	1.0	1.0	30%
<b>Interim dividend dates</b>			
Ex-dividend date	15 March 2013		
Record date	21 March 2013		
Payment date	18 April 2013		

The Company's Dividend Reinvestment Plan (DRP) will not operate in respect of the FY13 interim dividend.

Net Tangible Asset Backing	31 Dec 12	30 Jun 12	31 Dec 11
	\$	\$	\$
Consolidated net tangible assets per share	0.2269	0.2081	0.1888

The appendix 4D should be read in conjunction with Service Stream Limited's most recent annual financial report.

## ASX & Media Release

21 February 2013

### Service Stream first half results

Leading essential network services company Service Stream Limited (ASX: SSM) is pleased to announce its results for the half-year ended 31 December 2012.

#### Half-Year Overview

- Transition to NBN-related programmes gathers momentum.
- Strong performance in solar pv programme.
- EBITDA of \$15.5m, NPAT \$8.1m, EPS 2.85 cents.
- Strong Operating Cashflow result of \$22.5m.
- Interim dividend of 1.0 cent per share.

#### Summary of Financial Results

Half-Year to 31 December	2012 (\$ million)	2011 (\$ million)	Change (\$ million)	Change %
Revenue	298.0	308.0	▼ 10.0	(3.2%)
EBITDA	15.5	19.2	▼ 3.7	(19.3%)
EBIT	11.6	15.4	▼ 3.8	(24.5%)
NPAT	8.1	10.0	▼ 1.9	(19.0%)
EPS (cents)	2.85	3.51	▼ 0.66	(19.0%)
DPS (cents)	1.00	1.00	-	-
Cashflow from Operations	22.5	19.5	▲ 3.0	15.6%
Net Debt	23.6	33.9 <sup>1</sup>	▼ 10.2	30.1%

<sup>1</sup> as at 30 June 2012

#### Results Commentary

The Group reported revenue of \$298.0 million (down \$10.0 million) and EBITDA of \$15.5 million (down \$3.7 million) for the period. The period saw the migration from Telstra A&AS activities to NBN-related programmes continue to gather momentum, and there were strong performances recorded in the Origin solar pv programme and in mobile communications construction. EBITDA for the period was negatively impacted by a (\$3.2) million charge to profit arising from finalisation of the long-standing Ericsson Jersey dispute, and a (\$0.6) million non-cash write-off of foreign currency translation reserve following disposal of the Group's investment in a mobile infrastructure business in India.

Cashflow from operations of \$22.5 million was strong, up \$3.0 million on the prior corresponding period with \$12.0 million in income tax refunds due to the lodgement of prior year amended assessments offsetting an increase in working capital.

#### Operational Summary

##### *Fixed Communications*

Fixed Communications was successful in winning three strategically significant NBN-related contracts during the period, being:

- Field Services Delivery (FSD) and Network Augmentation and Restoration Activities (NARA) contracts with NBN Co for customer connections and network maintenance in Western Australia, South Australia, Northern Territory and Victoria; and

- An agreement with Telstra for the remediation of Telstra pit and pipe infrastructure in connection with NBN Co's fibre optic roll-out in Western Australia, South Australia, Northern Territory, New South Wales and the ACT.

Fixed Communications contributed revenue of \$136.6 million (down \$30.5 million) and EBITDA of \$7.8 million (down \$3.1 million) for the period. Revenue was impacted by a reduction in volumes associated with the Telstra A&AS contract, offset by a growth in NBN-related programmes which contributed \$60 million. Service Stream's share of revenue from the Syntheo Joint Venture of \$9.8m was below expectation, and together with our Joint Venture partner, we are focussed on recovery actions in the second half.

#### *Mobile Communications*

Mobile Communications contributed revenue of \$63.0 million (up \$10.2 million) and EBITDA of \$3.4 million (down \$1.3 million) for the period. Revenue from construction activity increased by \$18.7 million, whilst design revenue decreased by \$8.5 million. The lower EBITDA outcome was driven by this change in work mix, along with the final charge for the Ericsson Jersey matter.

#### *Energy & Water*

Energy & Water contributed revenue of \$97.6 million (up \$8.2 million) and EBITDA of \$7.4 million (up \$0.6 million) for the period. Revenue was boosted by higher solar system installations with 6,754 installations completed during the period (HY12: 2,600) as a result of strong carry-over demand from the prior year. During the period an additional 105,000 smart meters were installed across the Jemena, United Energy and Citipower/Powercor electricity networks in Victoria.

The Energy and Water division continues to investigate new market opportunities including low-voltage aerial and inspection / maintenance services for electrical distribution network owners.

### **Capital Management**

Net Debt at 31 December 2012 was \$23.6 million, down \$10.2 million from 30 June 2012, with the resultant Net Debt / EBITDA ratio of 0.7x being well below the Group's target range of 1.0x to 1.5x.

### **Dividend**

The Board of Directors has declared a fully-franked interim dividend of 1.0 cent per share in relation to the Group's half-year result.

### **Outlook**

Commenting on the outlook for the year, Managing Director Mr Graeme Sumner said: *"In the second-half, the business will be very focussed on execution and ramp-up of its new contracts, particularly those related to the NBN. We expect reported EBITDA for the full year to be in the order of \$34 million, after incurring one-time charges of \$3.8 million in the first half. We expect growth to re-commence in FY14"*.

#### **For further details contact:**

##### **Service Stream Limited**

Graeme Sumner, Managing Director

Tel: +61 3 9677 8817

##### **Service Stream Limited**

Bob Grant, Chief Financial Officer

Tel: +61 3 9677 8817

#### **About Service Stream Limited:**

Service Stream is a public company listed on the Australian Securities Exchange (Code: SSM) with revenues of approximately \$600 million. The Service Stream Group is a provider of essential network services to the telecommunications, energy and water industries. Service Stream operates out of more than 50 locations nationwide and maintains a workforce of more than 4,000 employees and contractors. For more information please visit [www.servicestream.com.au](http://www.servicestream.com.au).

**Service Stream Limited**

ABN 46 072 369 870

**Interim financial report  
for the half-year ended 31 December 2012**

# Service Stream Limited

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## Interim financial report for the half-year ended 31 December 2012

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# Service Stream Limited

## Directors' Report

The Directors of Service Stream Limited (the "Company") and its subsidiaries (the "Group") submit herewith the interim financial report for the half-year ended 31 December 2012. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

The names of the Directors of the Company during or since the end of the half-year are:

Peter Dempsey (Chairman)  
Graeme Sumner  
Brett Gallagher  
Deborah Page AM  
Stephe Wilks  
Robert Grant (Alternate Director for Mr Sumner)

The above named directors held office during the whole of the reporting period.

### Review of Operations

For a detailed review of operations for the half-year ended 31 December 2012 refer to the commentary contained in the media release attached to the Appendix 4D. Highlights for the half-year include:

Half-Year to 31 December	2012 (\$ million)	2011 (\$ million)	Change (\$ million)	Change %
Revenue	298.0	308.0	▼ 10.0	(3.2%)
EBITDA	15.5	19.2	▼ 3.7	(19.3%)
EBIT	11.6	15.4	▼ 3.8	(24.5%)
NPAT	8.1	10.0	▼ 1.9	(19.0%)
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DPS (cents)	1.00	1.00	-	-
Cashflow from Operations	22.5	19.5	▲ 3.0	15.6%
Net Debt	23.6	33.9 <sup>1</sup>	▼ 10.2	30.1%

<sup>1</sup> as at 30 June 2012

### Auditor's Independence Declaration

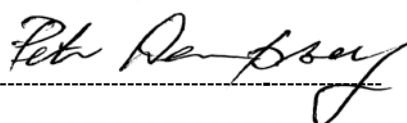
The auditor's independence declaration is included on page 2 of the half-year financial report.

### Rounding off of Amounts

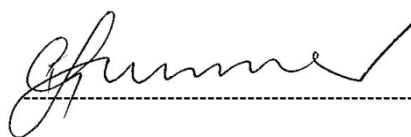
The company is of the a kind referred to in Class Order 98/0100, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the Directors' report and financial report. Amounts in the Directors' report and financial report have been rounded off to the nearest thousand dollars in accordance with that Class Order.

Signed in accordance with a resolution of the Directors made pursuant to s.306(3) of the Corporations Act 2001.

On behalf of the Directors



Peter Dempsey  
Chairman  
Melbourne  
21 February 2013



Graeme Sumner  
Managing Director  
Melbourne  
21 February 2013



## **Auditor's Independence Declaration**

As lead auditor for the review of Service Stream Limited and its subsidiaries for the half year ended 31 December 2012, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Service Stream Limited and the entities it controlled during the period.

A handwritten signature in blue ink, appearing to read 'Andrew Cronin', is written over a faint, illegible printed name.

Andrew Cronin  
Partner  
PricewaterhouseCoopers

21 February 2013



## **Independent auditor's review report to the members of Service Stream Limited**

### **Report on the Half-Year Financial Report**

We have reviewed the accompanying half-year financial report of Service Stream Limited and its subsidiaries (the 'Group'), which comprises the balance sheet as at 31 December 2012, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, selected explanatory notes and the directors' declaration for the Group. The Group comprises both Service Stream Limited and the entities it controlled during that half-year.

#### *Directors' responsibility for the half-year financial report*

The directors of the Group are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

#### *Auditor's responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's financial position as at 31 December 2012 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Group, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### *Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

**PricewaterhouseCoopers, ABN 52 780 433 757**

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*Conclusion*

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A handwritten signature in blue ink that reads 'Andrew Cronin'.

PricewaterhouseCoopers

A handwritten signature in blue ink, appearing to be 'Andrew Cronin'.

Andrew Cronin  
Partner

21 February 2013

# Service Stream Limited

## Directors' Declaration

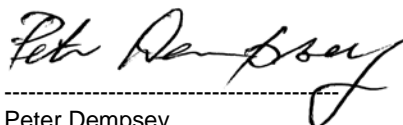
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In the Directors' opinion:

- (a) the financial statements and notes thereto are in accordance with the Corporations Act 2001, including:
  - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
  - (ii) giving a true and fair view of the Group's financial position as at 31 December 2012 and of its performance for the half-year ended on that date, and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and

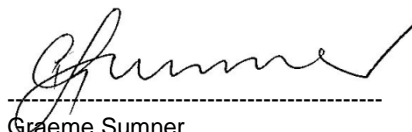
Signed in accordance with a resolution of the Directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Directors,



Peter Dempsey  
Chairman  
Melbourne

21 February 2013



Graeme Sumner  
Managing Director  
Melbourne

21 February 2013

# Service Stream Limited

## Condensed consolidated statement of comprehensive income for the half-year ended 31 December 2012

	Consolidated	
	Half-year ended	
	31 Dec 2012	31 Dec 2011
	\$'000	\$'000
<b>Revenue from continuing operations</b>		
Revenue from the rendering of services	296,744	307,812
Interest revenue	1,268	165
Other income	9	(6)
	298,021	307,971
<b>Expenses</b>		
Employee salaries and benefits	(85,068)	(72,828)
Subcontractor fees	(95,772)	(129,945)
Site and construction costs	(37,502)	(30,870)
Raw materials and consumables used	(31,410)	(28,828)
Consulting and temporary staff fees	(5,759)	(6,254)
Company administration and insurance expenses	(7,525)	(4,828)
Occupancy expenses	(4,899)	(4,563)
Technology and communication services	(4,020)	(4,355)
Motor vehicles expenses	(4,383)	(4,126)
Depreciation and amortisation	(3,860)	(3,800)
Interest expense	(1,701)	(1,719)
Other finance costs	(125)	(257)
Other expenses	(4,185)	(1,748)
Write back of currency translation differences	(577)	-
Share of (losses)/ profits of investment in associate	(47)	(11)
	11,188	13,839
<b>Profit before tax</b>	11,188	13,839
Income tax expense	(3,120)	(3,877)
	8,068	9,962
<b>Profit for the half-year</b>	8,068	9,962
<b>Other comprehensive income</b>		
<i>Items that may be reclassified to profit or loss</i>		
Exchange differences on translating foreign investment	576	(116)
Changes in the fair value of cash flow hedges	(165)	-
<b>Other comprehensive income for the half-year, net of tax</b>	411	(116)
<b>Total comprehensive income for the half-year</b>	8,479	9,846
<b>Profit attributable to the equity holders of the parent</b>	8,068	9,962
<b>Total comprehensive income attributable to equity holders of the parent</b>	8,479	9,846
<b>Earnings per share</b>		
Basic (cents per share)	2.85	3.51
Diluted (cents per share)	2.83	3.50

Notes to the condensed financial statements are included on pages 10 to 12

# Service Stream Limited

## Condensed consolidated balance sheet as at 31 December 2012

	Note	Consolidated	
		31 Dec 2012 \$'000	30 June 2012 \$'000
<b>Current Assets</b>			
Cash and cash equivalents		36,143	20,916
Trade and other receivables		51,631	63,943
Inventories		17,181	12,096
Accrued revenue		104,163	97,831
Other		5,111	2,374
		<u>214,229</u>	<u>197,160</u>
Asset classified as held for sale		-	330
		<u>214,229</u>	<u>197,490</u>
<b>Total Current Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		14,523	10,052
Deferred tax assets		-	6,177
Intangible assets		212,065	211,677
		<u>226,588</u>	<u>227,906</u>
<b>Total Non-Current Assets</b>			
<b>Total Assets</b>			
		<u>440,817</u>	<u>425,396</u>
<b>Current Liabilities</b>			
Trade and other payables		74,205	81,095
Borrowings	5	10,790	988
Current tax liabilities		-	4,891
Provisions		9,273	11,332
		<u>94,268</u>	<u>98,306</u>
<b>Total Current Liabilities</b>			
<b>Non-Current Liabilities</b>			
Borrowings	5	49,000	53,780
Derivatives		235	-
Deferred tax liabilities		13,746	-
Provisions		2,722	2,643
Other		4,472	-
		<u>70,175</u>	<u>56,423</u>
<b>Total Non-Current Liabilities</b>			
<b>Total Liabilities</b>			
		<u>164,443</u>	<u>154,729</u>
<b>Net Assets</b>			
		<u>276,374</u>	<u>270,667</u>
<b>Equity</b>			
Issued capital	4	228,416	228,416
Reserves		2,905	2,372
Retained earnings		45,053	39,879
		<u>276,374</u>	<u>270,667</u>
<b>Total Equity</b>			

Notes to the condensed financial statements are included on pages 10 to 12

# Service Stream Limited

## Condensed consolidated statement of changes in equity for the half-year ended 31 December 2012

	Consolidated					Total \$'000
	Share capital	Employee equity-settled benefits reserve	Hedging reserve	Foreign currency translation reserve	Retained earnings	
	\$'000	\$'000	\$'000	\$'000	\$'000	
<b>Balance at 1 July 2012</b>	228,416	3,008	-	(576)	39,819	270,667
Profit for the period	-	-	-	-	8,068	8,068
Write back of currency translation reserve on sale of investment	-	-	-	577	-	577
Other comprehensive income	-	-	(165)	(1)	-	(166)
<b>Total comprehensive income for the period</b>	-	-	(165)	576	8,068	8,479
Dividends paid	-	-	-	-	(2,834)	(2,834)
Equity-settled share based payments	-	62	-	-	-	62
<b>As at 31 December 2012</b>	<b>228,416</b>	<b>3,070</b>	<b>(165)</b>	<b>-</b>	<b>45,053</b>	<b>276,374</b>

	Consolidated					Total \$'000
	Share capital	Employee equity-settled benefits reserve	Hedging reserve	Foreign currency translation reserve	Retained earnings	
	\$'000	\$'000	\$'000	\$'000	\$'000	
<b>Balance at 1 July 2011</b>	228,416	2,242	-	(462)	23,937	254,133
Profit for the period	-	-	-	-	9,962	9,962
Other comprehensive income	-	-	-	(116)	-	(116)
<b>Total comprehensive income for the period</b>	-	-	-	(116)	9,962	9,846
Equity-settled share based payments	-	329	-	-	-	329
<b>As at 31 December 2011</b>	<b>228,416</b>	<b>2,571</b>	<b>-</b>	<b>(578)</b>	<b>33,899</b>	<b>264,308</b>

Notes to the condensed financial statements are included on pages 10 to 12

# Service Stream Limited

## Condensed consolidated statement of cash flows for the half-year ended 31 December 2012

	Consolidated	
	Half-year ended	
	31 Dec 2012	31 Dec 2011
	\$'000	\$'000
<b><i>Cash flows from operating activities</i></b>		
Receipts from customers (including GST)	347,448	374,150
Payments to suppliers and employees (including GST)	(336,207)	(346,308)
Cash generated from operations before interest and tax	11,241	27,842
Interest received	1,268	165
Interest paid	(1,995)	(1,570)
Income tax refunded/(paid)	11,982	(6,982)
Net cash provided by operating activities	22,496	19,455
<b><i>Cash flows from investing activities</i></b>		
Payments for plant and equipment	(7,664)	(2,574)
Proceeds from sale of plant and equipment	87	65
Payments for intangible assets	(2,161)	(1,375)
Proceeds from sale of investment	282	-
Net cash used in investing activities	(9,456)	(3,884)
<b><i>Cash flows from financing activities</i></b>		
Proceeds of borrowings	20,134	20,016
Repayment of borrowings	(15,113)	(27,212)
Dividends paid	(2,834)	-
Net cash provided by/(used in) financing activities	2,187	(7,196)
<b><i>Net increase/(decrease) in cash and cash equivalents</i></b>	15,227	8,375
<b><i>Cash and cash equivalents at beginning of the financial year</i></b>	20,916	9,171
<b><i>Cash and cash equivalents at end of the period</i></b>	36,143	17,546

Notes to the condensed financial statements are included on pages 10 to 12

# Service Stream Limited

## Notes to the condensed consolidated financial statements

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### 1. Significant accounting policies

#### Basis of preparation of half-year report

This condensed consolidated interim financial report for the half-year reporting period ended 31 December 2012 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This condensed consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2012 and any public announcements made by Service Stream Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

The Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current reporting period.

The adoption of these new and revised Standards and Interpretations has not resulted in any changes to the Company's accounting policies and has no effect on the amounts reported for the current or prior periods.

### 2. Segment information

The Group has identified its segments based on the internal reports that are used and reviewed by the chief operating decision maker in assessing performance and determining the allocation of resources.

The Group's operating segments are determined based on the nature of the business activities undertaken by the Group. Unallocated costs include the costs of certain head office functions that are not considered appropriate to be allocated to the Group's operating businesses.

The principal products and services of each of these segments are as follows:

Fixed Communications	Access, design, construction and maintenance services to copper and fibre optic telecommunications infrastructure assets. The division's principal activities are minor design and construction (D&C) projects under the Telstra Access & Associated Services (A&AS) and Remediation contracts, the roll-out of fibre into new housing estates, and D&C of the National Broadband Network (NBN) through the Company's joint venture with Lend Lease, Syntheo.
Mobile Communications	Access, design and construction of wireless telecommunications infrastructure across Australia. The division provides these services to each of the country's three mobile network providers, Telstra, Vodafone-Hutchison and Singtel Optus.
Energy & Water	Provides a range of specialist metering and environmental services to utilities and government authorities nationally, including the provision of contact centre services and end to end customer support for key contracts. Major customers include Origin Energy, Jemena, ETSA, South East Water, Citipower/Powercor and other utility companies nationally.

The accounting policies of the reportable segments are the same as the Group's accounting policies.

# Service Stream Limited

## Notes to the condensed consolidated financial statements

### 2. Segment information (continued)

The following is an analysis of the Group's revenue and results by reportable operating segment for the periods under review:

#### 2.1 Segment revenues and results

	Segment Revenue		Segment EBITDA	
	Half-year ended		Half-year ended	
	31 Dec 2012 \$'000	31 Dec 2011 \$'000	31 Dec 2012 \$'000	31 Dec 2011 \$'000
Fixed Communications	136,611	167,100	7,770	10,893
Mobile Communications	63,035	52,813	3,391	4,650
Energy & Water	97,632	89,390	7,388	6,807
<b>Total of all segments</b>	<b>297,278</b>	<b>309,303</b>	<b>18,549</b>	<b>22,350</b>
Eliminations	(525)	(1,497)	-	-
Investment in associate – FX reserve adjustments (i)			(577)	-
Unallocated			(2,491)	(3,157)
<b>Earnings before interest, tax, depreciation and amortisation</b>			<b>15,481</b>	<b>19,193</b>
Net Interest received/(paid)	1,268	165	(433)	(1,554)
Depreciation/Amortisation			(3,860)	(3,800)
<b>Total revenue</b>	<b>298,021</b>	<b>307,971</b>		
Profit before income tax expense			11,188	13,839
Income tax expense			(3,120)	(3,877)
<b>Profit for the period</b>			<b>8,068</b>	<b>9,962</b>

- (i) The investment in Total Comm Infra Services Pvt Ltd (India) was sold during the current period. Upon sale, the cumulative amount of the exchange differences relating to this investment has been reclassified from equity to profit and loss.

#### 2.2 Segment assets and liabilities

	Segment assets		Segment liabilities	
	31 Dec 2012 \$'000	30 Jun 2012 \$'000	31 Dec 2012 \$'000	30 Jun 2012 \$'000
	Fixed Communications	233,095	205,124	44,422
Mobile Communications	90,973	108,298	10,927	26,913
Energy & Water	72,318	82,496	21,475	22,675
<b>Total of all segments</b>	<b>396,386</b>	<b>395,918</b>	<b>76,824</b>	<b>85,130</b>
Unallocated	44,431	29,478	87,619	69,599
<b>Consolidated</b>	<b>440,817</b>	<b>425,396</b>	<b>164,443</b>	<b>154,729</b>

### 3. Dividends

A dividend of 1.0 cent per share that relates to the period to 30 June 2012 was paid on 18 October 2012.

In addition, a fully franked interim dividend of 1.0 cent per share was proposed by the Directors on 21 February 2013, payable to shareholders on 18 April 2013. This dividend has not been included as a liability in these interim financial statements. The total estimated dividend to be paid is \$2,834,189.



# Service Stream Limited

## Notes to the condensed consolidated financial statements

### 4. Issuances, Repurchases and Repayment of Equity Securities

#### Fully Paid Ordinary Shares

	31 Dec 2012		31 Dec 2011	
	No. '000	\$'000	No. '000	\$'000
Balance at 1 July	283,419	228,416	283,419	228,416
Balance at end half-year 31 December	283,419	228,416	283,419	228,416

The company issued no share options in either the current or the prior interim reporting period.

### 5. Borrowings

	31 Dec 2012	30 Jun 2012
	\$'000	\$'000
Trade Finance (i)	9,864	-
Finance Leases	926	988
<b>Current Borrowings</b>	<b>10,790</b>	<b>988</b>
Cash Advance (i)	49,000	53,336
Finance Leases	-	444
<b>Non-Current Borrowings</b>	<b>49,000</b>	<b>53,780</b>
Cash and cash equivalents	(36,143)	(20,916)
<b>Net Debt</b>	<b>23,647</b>	<b>33,852</b>
Bank Guarantees (ii)	28,781	21,730

- (i) Trade finance and cash advance borrowings are drawn down from the Group's \$140.0m two-year, multi-option, multi-currency finance facility, which expires in May 2014.
- (ii) Financial guarantees provided in the normal course of business are shown above. Based upon the current expectations as at 31 December 2012, Service Stream considers that it is more likely than not that such amounts will not be payable under these arrangements

### 6. Key management personnel

Remuneration arrangements of the key management personnel of the Group at 30 June 2012 are disclosed in the 2012 annual financial report.

### 7. Subsequent events

Other than as noted above at Note 3, there has not been any matter or circumstance occurring subsequent to the end of the period that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future periods.

# Service Stream Limited

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## Corporate Directory

### Directors

Peter Dempsey (Chairman)  
Graeme Sumner  
Brett Gallagher  
Deborah Page AM  
Stephe Wilks  
Robert Grant (Alternate Director)

### Company Secretary

Vicki Letcher  
Jessica Lyons

### Registered Office

Level 4  
357 Collins Street  
Melbourne  
Victoria, 3000  
Tel: +61 3 9677 8888  
Fax: +61 3 9677 8877  
[www.servicestream.com.au](http://www.servicestream.com.au)

### Bankers

Westpac Banking Corporation  
Australia & New Zealand Banking Group

### Share Registry

Computershare Investor Services Pty Limited  
Yarra Falls  
452 Johnston Street  
Abbotsford, Victoria 3067  
Tel: 1300 850 505 (within Australia)  
+61 3 9415 4000 (outside Australia)  
Fax: +61 3 9473 2500

### Auditors

PricewaterhouseCoopers