

ABANO HEALTHCARE GROUP LIMITED

Interim Financial Statements for the six months ended 30 November 2016

Reconciliation of Non-GAAP Financial Measures and Net Tangible Assets per share disclosure

Six months to 30 November (Unaudited management accounts)	HY17 \$million	HY16 \$million	Percentage Change	HY16 adjusted for Audiology divestment \$million	Percentage Change
Gross Revenue	138.9	151.8	(9%)	130.0	7%
Revenue	116.8	108.0	8%	108.0	8%
EBITDA	16.5	12.8	29%	12.8	29%
Add back: Acquisition and transaction costs	0.3	0.4	(24%)	0.4	(24%)
Underlying EBITDA	16.8	13.2	27%	13.2	27%
NPAT	5.9	3.4	73%	3.2	86%
Reconciliation to Underlying NPAT					
Add back: Acquisition and transaction costs	0.3	0.4	(24%)	0.4	(24%)
Add back: Fair value amortisation and revaluation of deferred acquisition consideration	0.1	0.1	22%	0.1	22%
Underlying NPAT	6.3	3.9	61%	3.7	71%
Net Assets per Security	\$5.51	\$4.41			
Net Tangible Assets per Security*	(\$3.04)	(\$3.39)			

* Net assets less intangible assets

Note:

Underlying earnings are reported for both Net Profit After Tax ("NPAT" a GAAP compliant measure) and Earnings Before Interest, Tax, Depreciation and Amortisation ("EBITDA" a non-GAAP financial measure) and excludes gains or impairment/loss on sale of businesses and items relating to acquisitions and divestments required to be expensed under IFRS. Both measures are reconciled back to NPAT attributable to shareholders of the company. These are the measures used within the company to evaluate performance, establish strategic goals and to allocate resources.

EBITDA is reported within the segment note in the Financial Statements and is NPAT excluding GAAP compliant net finance expenses, gains or impairment/losses arising on sale of businesses, equity accounted investments, non-controlling interests, tax, depreciation and amortisation costs.

Underlying NPAT and Underlying EBITDA are non-GAAP financial measures and are not prepared in accordance with NZ IFRS.