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This half year 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 2018 and any public announcements made by Macquarie Media Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001 and the Australian Securities Exchange Limited.

DIRECTORS' REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2018

Your Directors submit their report on the consolidated entity (referred to hereinafter as the 'Group' or the 'consolidated entity') consisting of Macquarie Media Limited ('MML') and the entities it controlled at the end of, or during, the half year ended 31 December 2018.

DIRECTORS

The following persons were Directors of Macquarie Media Limited during the whole of the half year and up to the date of this report:

- Russell Tate
- James Millar AM
- Louise McCann
- Monique Anderson

Gregory Hywood was a director of MML until his resignation on 10 December 2018.

REVIEW OF OPERATIONS

For the half year ended 31 December 2018, the Group reported a profit after tax of $2.244m

(2017: $7.779m). The half year results included an impairment of $3.6m in relation to intangibles and property, plant and equipment.

The effective income tax rate is higher than the corporate tax rate of 30% largely due to non-deductible costs including entertainment.

The Group's revenue has decreased by 0.4% from $68.476m to $68.218m.

The Group's expenditure has increased by 3.1% from $61.757m to $63.641m.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration has been received and is set out on page 3.

ROUNDING OF AMOUNTS TO THE NEAREST THOUSAND DOLLARS

The Company is an entity to which Corporations Instrument 2016/191 issued by the Australian Securities and Investments Commission applies and, accordingly, amounts in the Financial Report and the Directors' Report have been rounded off to the nearest thousand dollars in accordance with this Corporations Instrument unless otherwise indicated.

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

Russell Tate
Chairman
Dated this 15th day of February 2019

Ernst & Young
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Sydney NSW 2000 Australia
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Auditor's Independence Declaration to the Directors of Macquarie Media Limited

As lead auditor for the review of Macquarie Media Limited for the half-year ended 31 December 2018, I declare 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 Macquarie Media Limited and the entities it controlled during the financial period.

Ernst & Young

Ernst & Young

Jodie Inglis

Jodie Inglis
Partner
15 February 2019

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Notes	31 December 2018 $'000	31 December 2017 $'000
Revenue	2	68,210	68,452
Other income	2	8	24
Employee benefits		(39,320)	(37,852)
Depreciation and amortisation		(1,852)	(1,776)
Legal, professional and consulting		(5,206)	(1,060)
Rent		(2,386)	(2,395)
Royalties, licences and commissions		(1,358)	(1,364)
Programming content		(3,698)	(4,030)
Utilities and telephone		(1,041)	(998)
Insurances		(427)	(466)
Share of net losses of associates		(23)	(86)
Redundancy and restructuring costs		(18)	(8)
Marketing and promotion		(627)	(925)
Impairment of intangibles and property, plant and equipment	6	(3,570)	(6,500)
Other		(3,339)	(3,510)
Finance costs		(776)	(787)
Profit before tax		**4,577**	**6,719**
Income tax expense		(2,333)	(1,860)
Profit for the half year from continuing operations		**2,244**	**4,859**
Discontinued Operations			
Profit for the half year from discontinued operations	4	-	2,920
Profit for the half year		**2,244**	**7,779**
Other comprehensive income			
Items that will not be reclassified to profit or loss in subsequent periods			
Profit on equity instruments at fair value through other comprehensive income		80	162
Income tax relating to these items		-	(49)
Total comprehensive income for the half year		**2,324**	**7,892**
Earnings per share			
Basic earnings per share (cents per share)	9	1.31	4.55
Diluted earnings per share (cents per share)	9	1.31	4.55
Earnings per share from continuing operations			
Basic earnings per share (cents per share)	9	1.31	2.84
Diluted earnings per share (cents per share)	9	1.31	2.84

The consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Notes	31 Dec 2018 $'000	30 June 2018 $'000
CURRENT ASSETS			
Cash and cash equivalents		14,931	18,584
Trade and other receivables		27,399	29,860
Current tax receivable		60	-
Other assets		2,693	3,135
TOTAL CURRENT ASSETS		45,083	51,579
NON-CURRENT ASSETS			
Other receivables		2,814	3,037
Investments accounted for using the equity method		1,308	1,331
Equity instruments at fair value through other comprehensive income		2,754	2,674
Property, plant and equipment		20,942	22,623
Radio licences	6	101,166	103,066
Other intangible assets	6	87,665	88,061
Other assets		160	203
TOTAL NON-CURRENT ASSETS		216,809	220,995
TOTAL ASSETS		261,892	272,574
CURRENT LIABILITIES			
Trade and other payables		9,914	11,639
Current tax liabilities		-	3,104
Provisions		9,990	10,301
TOTAL CURRENT LIABILITIES		19,904	25,044
NON-CURRENT LIABILITIES			
Borrowings		35,791	35,791
Deferred tax liability		26,956	27,927
Other payables		532	471
Provisions		1,043	1,159
TOTAL NON-CURRENT LIABILITIES		64,322	65,348
TOTAL LIABILITIES		84,226	90,392
NET ASSETS		**177,666**	**182,182**
EQUITY			
Issued capital		85,587	85,587
Reserves		1,034	954
Retained earnings		91,045	95,641
TOTAL EQUITY		**177,666**	**182,182**

The consolidated statement of financial position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Share Capital	Equity instruments through other comprehensive income	Share-based payment reserve	Retained Earnings	Total
	$'000	$'000	$'000	$'000	$'000
Balance at 1 July 2017	85,587	412	-	98,136	184,135
Profit for the half year	-	-	-	7,779	7,779
Other comprehensive gain	-	113	-	-	113
Total comprehensive income for the half year	-	113	-	7,779	7,892
Payment of dividends	-	-	-	(11,970)	(11,970)
BALANCE AT 31 December 2017	**85,587**	**525**	**-**	**93,945**	**180,057**
Balance at 1 July 2018	85,587	866	88	95,641	182,182
Profit for the half year	-	-	-	2,244	2,244
Other comprehensive gain	-	80	-	-	80
Total comprehensive income for the half year	-	80	-	2,244	2,324
Payment of dividends	-	-	-	(6,840)	(6,840)
BALANCE AT 31 December 2018	**85,587**	**946**	**88**	**91,045**	**177,666**

The consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	31 Dec 2018 $'000	31 Dec 2017 $'000
CASH FLOW FROM OPERATING ACTIVITIES		
Receipts from customers (inclusive of GST)	77,339	76,756
Payments to suppliers & employees (inclusive of GST)	(65,765)	(59,714)
Interest received	8	11
Royalties received	345	223
Borrowing costs paid	(776)	(787)
Income taxes paid	(6,469)	(6,272)
Net cash provided by operating activities	4,682	10,217
CASH FLOW FROM INVESTING ACTIVITIES		
Payment for property, plant and equipment	(658)	(1,942)
Payment for intangibles	(837)	(242)
Proceeds from sale of investments	-	5,000
Net cash (used)/ provided in investing activities	(1,495)	2,816
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of borrowings	-	(5,000)
Dividends paid	(6,840)	(11,970)
Net cash used by in financing activities	(6,840)	(16,970)
Net decrease in cash held	**(3,653)**	**(3,937)**
Cash at beginning of the half year	18,584	18,129
Reclassification to held for sale	-	24
Cash at the end of the half year	**14,931**	**14,216**

The consolidated statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. Significant accounting policies

a. Statement of compliance

The financial report for the half year ended 31 December 2018 is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 "Interim Financial Reporting". Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting". The half year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent Annual Financial Report.

b. Basis of preparation

The consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The Company is a company of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, and in accordance with that Corporations Instrument amounts in the half year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

c. New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30 June 2018, except for the adoption of new standards effective as of 1 July 2018. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The Group applies, for the first time, AASB 15 *Revenue from Contracts with Customers* and AASB 9 *Financial Instruments*. As required by AASB 134, the nature and effect of these changes are disclosed below.

Several other amendments and interpretations apply for the first time in 2018, but do not have an impact on the interim condensed consolidated financial statements of the Group.

AASB 15 Revenue from Contracts with Customers

AASB 15 supersedes AASB 111 *Construction Contracts*, AASB 118 *Revenue* and related Interpretations and it applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. The new standard establishes a five-step model to account for revenue arising from contracts with customers. Under AASB 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract.

There was no material effect of adopting the standard.

Advertising revenue

Revenue from rendering of a service is recognised in the month that the advertisement is broadcast. Amounts disclosed as revenues are net of commissions and discounts. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

Dividend and interest revenue

Dividend revenue from investments is recognised when the shareholder's right to receive payment has been established. Interest revenue is recognised when it is probable that the economic benefits will flow to the Group and the amount of revenue can be measured reliably. Interest revenue is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset net carrying amount. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

Royalty revenue

Revenue from royalties is recognised on an accruals basis in accordance with the substance of the relevant agreement. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

Commission revenue

Revenue from commission is recognised on satisfaction of the performance obligation which is when the advertisement is broadcast. Payment for trail commission can exceed 12 months and therefore the transaction price is adjusted by the time value of money. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

Programming and cost recoveries

Revenue from programming and cost recoveries, including syndicated programming content, is recognised when it is broadcast. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

Public relations revenue

Revenue from public relations is recognized when the service is provided. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

Digital revenue

Digital revenue is recognized when the online material is broadcast. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

Production revenue

Revenue from production is recognized when the service is provided. The adoption of AASB 15 did not have a material impact on the timing or amount of revenue recognition for this revenue stream.

<u>Presentation and disclosure requirements</u>

As required for the condensed interim financial statements, the Group disaggregated revenue recognised from contracts with customers into categories that depict how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic factors. Refer to Note 2 for the disclosure on disaggregated revenue.

AASB 9 Financial Instruments

AASB 9 Financial Instruments replaces AASB 139 *Financial Instruments: Recognition and Measurement* for annual periods beginning on or after 1 July 2018, bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

There was no material effect of adopting AASB 9.

(i) Classification and measurement

Equity instruments are measured at fair value through other comprehensive income (FVOCI), with no recycling of gains or losses to profit or loss on derecognition. This category only includes equity instruments, which the Group intends to hold for the foreseeable future and which the Group has irrevocably elected to so classify upon initial recognition or transition. The Group classified its quoted equity instruments as equity instruments at FVOCI. Equity instruments at FVOCI are not subject to an impairment assessment under AASB 9. Under AASB 139, the Group's quoted equity instruments were classified as available for sale (AFS) financial assets.

(ii) Impairment

The adoption of AASB 9 has changed the Group's accounting for impairment losses for financial assets by replacing AASB 139's incurred loss approach with a forward-looking expected credit loss (ECL) approach.

For Trade and other receivables, the Group has applied the standard's simplified approach and has calculated ECLs based on lifetime expected credit losses. The Group has established a provision matrix that is based on the Group's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. This change did not have a material impact upon adoption.

d. New standards issued but not yet applied by the Group

A number of new standards are effective for annual periods beginning after 1 July 2019 and have not been applied in preparing these financial statements. Those which may be relevant to the Group are set out below. The Group does not plan to adopt these standards early.

AASB 16 Leases

AASB 16 Leases becomes mandatory for the Group's 2020 financial statements and removes the classification of leases between finance and operating leases, effectively treating all leases as finance leases for the lessee. The purpose is to provide greater transparency of a lessee's leverage and capital employed.

The Group has not yet determined the potential effect of this standard on the Group's future financial statements.

2. Revenue

	31 Dec 2018 $'000	31 Dec 2017 $'000
Advertising revenue	60,798	60,734
Public relations, programming and cost recoveries	6,269	6,334
Royalties	335	235
Commission revenue from related party	808	1,149
Total revenue from contracts with customers	68,210	68,452
Interest	8	11
Profit on sale of property, plant and equipment	-	13
Total other income	8	24

3. Significant items

The following significant items are items of income or expense which are, either individually or in aggregate, material to the Company and are part of the ordinary activities of the business but are unusual due to their size or nature.

	31 Dec 2018 $'000	31 Dec 2017 $'000
Loss on disposal of property, plant and equipment	-	(371)
Impairment of intangibles and property, plant and equipment	(3,570)	(6,500)
Doubtful debt on sale transaction	(200)	-
Legal claim expense	(4,354)	-
Redundancy and restructuring costs	-	(8)
Total	(8,124)	(6,879)

4. Discontinued operations

4.1. Analysis of profit or loss for the half year ended from discontinued operations

The following business was classified as discontinued operations during the half year ended 31 December 2017:

- The sale of Satellite Music Australia Pty Ltd completed on 31 July 2018 for proceeds of $5.9 million.

	31 Dec 2018 $'000	31 Dec 2017 $'000
Revenue	-	254
Expenses	-	(226)
Gain on sale	-	3,917
Profit/(loss) before tax	-	3,945
Income tax (expense)/benefit	-	(1,025)
Profit/(loss) for the half year from discontinued operations	-	2,920
Earnings per share		
Basic earnings per share from discontinued operations (cents per share)	-	1.71
Diluted earnings per share from discontinued operations (cents per share)	-	1.71

Cash flows from discontinued operations

Net cash (outflows)/inflows from operating activities	-	(24)
Net cash inflows/(outflows) from investing activities	-	-
Net cash inflows/(outflows) from financing activities	-	-
Net cash (outflow)/inflow	-	(24)

5. Secured liabilities

The bank facility of $35,791,209 (30 June 2018: $35,791,209) is secured by a Cross Deed of Covenant between Macquarie Media Limited and its controlled entities including;

- Harbour Radio Pty Limited
- Macquarie Media Limited
- Buyradio Pty Limited
- Map and Page Pty Limited
- Macquarie Media Network Pty Limited
- Macquarie Media Operations Pty Limited
- Macquarie Media Syndication Pty Limited
- Radio 1278 Melbourne Pty Limited
- Radio 2UE Sydney Pty Limited
- Radio 3AW Melbourne Pty Limited
- Radio 4BC Brisbane Pty Limited
- Radio 6PR Perth Pty Limited
- Radio Magic 882 Brisbane Pty Limited

The Covenant is supported by a first registered fixed and floating charge over all the present and future assets, undertakings (including goodwill) and unpaid or uncalled capital of Macquarie Media Limited.

The carrying amount of assets pledged as security is as follows:	31 Dec 2018 $'000	30 June 2018 $'000
Total current assets	45,083	51,579
Total non-current assets	216,809	220,995
Total assets	261,892	272,574

	Notes	31 Dec 2018 $'000	30 June 2018 $'000
6. Intangibles			
Radio licences - at cost	(a)	137,729	137,729
Less: accumulated impairment		(36,563)	(34,663)
		101,166	103,066
Other Intangible Assets			
Website and software - at cost		3,116	2,667
Less: accumulated amortisation and impairment		(1,462)	(1,212)
		1,654	1,455
Goodwill	(a)	85,686	86,256
Other contractual relationships - at cost		325	350
		87,665	88,061

a) Movement in Radio Licenses and Goodwill

Movement in Radio Licences	$'000
Balance at 30/6/18	103,066
Impairment	(1,900)
Balance at 31/12/18	101,166

Radio licenses consist of commercial radio licences which have been acquired through business combinations. They have been assessed as indefinite life as there is no foreseeable limit to which they are expected to generate cash inflows. Radio licences are tested for impairment as part of the cash generating units (CGU) identified whenever an indicator of impairment is identified, or at least on an annual basis.

Movement in Goodwill	$'000
Balance at 30/6/18	86,256
Impairment	(570)
Balance at 31/12/18	85,686

Goodwill represents the excess of cost of an acquisition over the fair value of the Group's share of the net identifiable assets of the acquired entity at the date of acquisition. Goodwill is not amortised but is tested for impairment annually. Goodwill is allocated to the lowest level at which it is monitored, being one cash CGU, and impairment testing has been performed at that level.

Impairment testing

Goodwill acquired through business combinations is tested for impairment at the overall Group level. Radio licences with indefinite lives are allocated to two CGUs, being Eastern Seaboard stations and the Perth station, for impairment testing.

Management has assessed whether there are any indicators of impairment for each of the Group's CGUs. Management has concluded, that with the exception of the Perth CGU, there are no indicators of impairment. Given the performance of the Perth business has been below budget in the half year, following a softening of local market conditions, an impairment calculation for the Perth CGU was prepared and a $3.6m impairment was recognized.

As at 31 Dec 2018:

Allocation to CGU	Goodwill	Radio Licences	TOTAL Intangible assets	Recoverable amount
	$'000	$'000	$'000	$'000
Perth Station	1,600	6,400	8,000	10,119

The recoverable amount of the Perth CGU has been determined based on a value in use calculation using cash flow projections covering a five-year period. The key assumptions used within the discounted cash flow calculation are the FY19 revenue and EBITDA, future growth rates, terminal growth rate and the discount rate.

- The Year 1 cashflows are based on the annual Board approved budget adjusted for potential risk, being the competitive trading environment, legislation and economic growth. The cash flow projections in subsequent years are based on management's forecasts using assumptions around market growth and market share and taking into account past performance and market trends.

- The post-tax discount rate of 13.0% reflects the market assessment of the time value of money and specific risk within the cashflow projections applicable to the Perth licence. The discount rate is market driven and is calculated following the input of the following variables: target capital structure, equity beta, market risk premium, risk-free rate of return and debt risk premium.

- The terminal growth rate of 2.5% applied to cashflows beyond the five year projection period has been determined based on industry specific forecasts.

No headroom exists for the Perth CGU and accordingly any increase to the discount rate or reduction in the cashflow forecasts or terminal growth rate would result in an impairment.

7. Segment information

The consolidated entity operates in a single business segment being radio and associated media activities in a sole geographical location being Australia.

8. Financial instruments

This note provides information about how the Group determines fair values of various financial assets and financial liabilities.

8.1 The Group's financial assets and financial liabilities that are measured at fair value on a recurring basis

Some of the Group's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used).

Financial assets/ financial liabilities	**Fair value as at**		**Fair value hierarchy**	**Valuation technique(s) and key input(s)**	**Significant unobservable input(s)**	**Relationship of unobservable inputs to fair value**
	31 Dec 2018 $'000	**30 June 2018 $'000**				
Equity securities	2,754	2,674	Level 1	Quoted bid prices in an active market	N/A	N/A

8.2 Fair value

The Directors consider that the carrying amounts of the following assets and liabilities recognised in the consolidated financial statements approximate their fair values:

	Fair value hierarchy	31 Dec 2018 $'000	30 June 2018 $'000
Assets			
Trade and other receivables	Level 2	30,213	32,897
Cash and cash equivalents	Level 1	14,931	18,584
Equity instruments at fair value through other comprehensive income	Level 1	2,754	2,674
Liabilities			
Trade and other payables	Level 2	10,446	12,110
Borrowings	Level 2	35,791	35,791

9. Earnings per Share

	31 Dec 2018 Cents per share	30 Dec 2017 Cents per share
a) Basic and diluted earnings per share (cents per share)		
Net profit attributable to owners of the parent	1.31	4.55
Net profit from continuing operations attributable to owners of the parent	1.31	2.84
		$'000
b) Reconciliation of earning used in calculating earnings per share		
Basic and diluted earnings per share		
Net profit attributable to owners of the parent	2,244	7,779
Net profit from continuing operations attributable to owners of the parent	2,244	4,859
		No. of shares
c) Weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share	171,060,215	171,002,774

10. Dividends

Interim dividend of $0.04 paid on 14 September 2018	6,840,111	5,130,083

A fully franked interim dividend of $0.03 per share was declared subsequent to the half year ended 31 December 2018.
Record date for determining entitlements to the interim dividend is 22 February 2019.

11. Related party transactions

a) Parent entities
The parent entity within the Group is Macquarie Media Limited.

b) Ultimate parent entities
The ultimate parent entity is Nine Entertainment Co. Holdings Limited following the merger of Fairfax Media Limited and Nine Entertainment Co. Holdings Limited on 6 December 2018. The ultimate parent entity prior to 6 December 2018 was Fairfax Media Limited.

c) Transactions with related parties

The following transactions for the sale and purchase of goods and services occurred with related parties on normal market terms and conditions:

		Sales to related parties $'000	Purchases from related parties $'000	Amount owed by related parties $'000	Amount owed to related parties $'000
Ultimate Parent	31 Dec 2018	142	260	64	-
	31 Dec 2017	393	281	581	-
Associate	31 Dec 2018	-	218	-	25
	31 Dec 2017	-	454	60	581
Joint Venture	31 Dec 2018	-	104	612	-
	31 Dec 2017	-	152	1,366	-
Other Related	31 Dec 2018	808	521	4,274	-
Entities	31 Dec 2017	1,149	475	3,029	-
Total transactions	31 Dec 2018	950	1,103	4,950	25
	31 Dec 2017	1,542	1,362	5,036	581

12. Subsequent events

As at the date of this report, no subsequent events have occurred.

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Macquarie Media Limited (the Company), I state that:

In the opinion of the directors:

(a) the interim financial statements and notes of the Company and its subsidiaries (collectively the Group) are in accordance with the *Corporations Act 2001*, including:

  (i) giving a true and fair view of the Group's financial position as at 31 December 2018 and of its performance for the half-year ended on that date; and

  (ii) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; 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.

On behalf of the Directors

Russell Tate

Chairman

Sydney, 15th February 2019

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Independent Auditor's Review Report to the Members of Macquarie Media Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Macquarie Media Limited (the Company) and its subsidiaries (collectively the Group) which comprises the statement of financial position as at 31 December 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to 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 2018 and of its financial 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*.

Directors' Responsibility for the Half Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards 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, anything has come to our attention that causes us to believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's consolidated financial position as at 31 December 2018 and its consolidated financial 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.

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Independence

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

Ernst & Young

Jodie Inglis
Partner
Sydney
15 February 2019