Appendix 4D

Treasury Wine Estates Limited

For the half year ended 31 December 2016

ABN 24 004 373 862

1. Results for announcement to the market

Key information	Half year ended 31 December 2016 $m	Half year ended 31 December 2015 $m[1]	% Change increase / (decrease)	Amount increase / (decrease) $m
Revenue from ordinary activities	1,368.4	1,138.0	20.2%	230.4
Net profit attributable to members of Treasury Wine Estates Limited	136.2	58.6	132.4%	77.6
Earnings before interest, tax, SGARA and material items	226.8	142.8	58.8%	84.0

Earnings per share	Half year ended 31 December 2016 Cents per share	Half year ended 31 December 2015 Cents per share[1]
Basic earnings per share	18.5	8.5
Basic earnings per share, adjusted to exclude SGARA and material items	20.2	13.7

2. Dividends

The Directors declared an interim dividend of 13 cents per share in respect of the half year ended 31 December 2016 on 14 February 2017. Accordingly this dividend is not provided for in the balance sheet as at 31 December 2016. The record date for determining an entitlement to receipt of the interim dividend is 5pm, 6 March 2017 and the dividend is expected to be paid on 5 April 2017.

Dividends (distributions)	Cents per share	Franking %
Interim dividend – half year ended 31 December 2016 (determined subsequent to balance date)[1]	13.0 cents	unfranked
Final dividend – year ended 30 June 2016	12.0 cents	unfranked
Interim dividend – half year ended 31 December 2015	8.0 cents	unfranked

1 Non-resident withholding tax is payable on the unfranked component of this dividend as the conduit foreign income component for the period is declared to be $48.0 million.

The Dividend Reinvestment Plan (DRP) continues to be suspended with respect to the interim dividend for the financial year 2017.

1 - Comparative balances have been restated to reflect the final purchase price allocation for the Diageo acquisition, reallocation of inter-regional corporate and IT costs, and a change in accounting standards relating to Agricultural Assets. Refer to note 11 for details.

3. Financial statements

Please refer to pages 1 through 26 of this report wherein the following are provided:

- Directors' report;
- Auditor's independence declaration;
- Consolidated statement of profit or loss and other comprehensive income for the half year ended 31 December 2016;
- Consolidated statement of financial position as at 31 December 2016;
- Consolidated statement of changes in equity for the half year ended 31 December 2016;
- Consolidated statement of cash flows for the half year ended 31 December 2016;
- Notes to the consolidated financial statements;
- Director's Declaration; and
- Independent auditor's review report for the half year ended 31 December 2016.

4. Net tangible assets

Net tangible asset backing per ordinary share	**Half year ended 31 December 2016 $**	**Half year ended 31 December 2015[1] $**
Net tangible asset backing per ordinary share	3.42	3.70

5. Associates and joint ventures

Investments in Associates and Joint Ventures	**Half year ended 31 December 2016 $m**	**Year ended 30 June 2016[1] $m**
Investments accounted for using the equity method	2.5	2.6
Investments in associates and joint venture partnerships are accounted for in the consolidated financial statements using the equity method of accounting. The Group holds a 50 percent investment in Fiddlesticks LLC, a company incorporated in the United States of America. The percentage ownership at 31 December 2016 is consistent with the prior period.		

6. Further information

Additional Appendix 4D disclosure requirements can be found in the notes to our half-year financial report, the half-year Directors' Report and the ASX announcement lodged with this document.

Further information can be obtained from:

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1 - Refer to note 11 for details.

Treasury Wine Estates Limited

Directors' report
For the half year ended 31 December 2016

The Directors present their report on the consolidated entity ("the Group") comprising Treasury Wine Estates Limited ("the Company") and the entities it controlled at the end of, or during, the half year ended 31 December 2016.

DIRECTORS

The members of the Board of Directors of Treasury Wine Estates Limited who held office during the half year and as at the date of this report are as follows:

Paul Rayner (Chairman)
Michael Clarke (CEO)
Lyndsey Cattermole
Ed Chan
Michael Cheek
Warwick Every-Burns
Peter Hearl
Garry Hounsell
Lauri Shanahan (appointed 1 November 2016)

PRINCIPAL ACTIVITIES

The principal activities of the Group during the period involved the production, marketing and sale of wine.

OPERATING AND FINANCIAL REVIEW

Financial information in the Operating and Financial Review is based on the reviewed financial statements. Non-IFRS measures have not been subject to audit or review. The non-IFRS measures are used internally by management to assess the performance of our business and make decisions on the allocation of our resources.

A full review of operations of the Group during the half year is contained in the Australian Securities Exchange announcement dated 14 February 2017.

Throughout this review, constant currency assumes current and prior period earnings of foreign operations are translated and cross border transactions are transacted at current year exchange rates.

Net profit after tax attributable to members of Treasury Wine Estates Limited for the six months ended 31 December 2016 was $136.2 million, and reported EPS was 18.5 cents per share.

Net sales revenue increased to $1,294.7 million, an increase of 20% on a reported currency basis and 24% on a constant currency basis compared to the prior comparative period ("PCP"). Total volume for the half year was 18.7 million cases, up 2.9 million cases on the PCP.

EBITS of $226.8 million is up by 59% on a reported currency basis. On a constant currency basis, EBITS increased by 69%. All four regions delivered double digit EBITS growth.

The Company also delivered outstanding EBITS margin accretion, up 4.3ppts on a reported currency basis to 17.5% in 1H17 and up 2.5ppts relative to TWE's F16 EBITS margin of 15.0%, which included 6 months of the Diageo Chateau & Estates contribution. The margin accretion was delivered by the acquired business and strong portfolio premiumisation (notably in the US), enhanced price realisation, accelerated growth in Asia, Supply Chain savings and lower cost of doing business margin.

Cost of doing business (gross profit less earnings before interest, tax, material items and SGARA) increased to $273.8 million, an increase of 7.2% on a reported currency basis, principally driven by the front-ended A&P increase per case in the US, integration of Diageo Chateau & Estates and continued investment in organisational capability presence in Asia and the US.

The SGARA loss for the period (Australian Accounting Standard AASB 141) was $10.5 million (PCP: $14.5 million loss).

EVENTS SUBSEQUENT TO REPORTING DATE

The following events have occurred subsequent to 31 December 2016:

1. The Board declared an interim dividend of 13 cents per share on 14 February 2017.
2. On 12 January 2017 the Group appointed Mark Anthony Wine and Spirits to exclusively import and distribute its portfolio of wines in Canada. Restructuring costs from this appointment will be recorded in the second half.
3. On 14 February 2017, the Company announced the appointment of Gunther Burghardt as Chief Financial Officer of the Company, effective on that date and based at the Company' Napa Valley office in the United States.
4. On 14 February 2017, the Company announced a variation to the Chief Executive Officer's employment agreement to reflect that the Chief Executive Officer, Michael Clarke, will be co-located between the Company's offices in Melbourne, Australia and the Napa Valley in the United States for the period from 1 March 2017 until reviewed by the Company on or before 31 December 2017.

Other than the above, there are no further matters or circumstances which have arisen since 31 December 2016 which have 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 subsequent financial periods.

SHARES

The movement in share capital from 30 June 2016 is set out below:

	Number of shares (million)
Balance at 30 June 2016	738.1
Issue of shares during the period	-
Balance at 31 December 2016	**738.1**

DIVIDENDS

A final dividend in respect of the year ended 30 June 2016 of $88.6 million (representing a dividend of 12 cents per ordinary share) was paid in October 2016. This dividend was unfranked.

Treasury Wine Estates Limited

Directors' report
For the half year ended 31 December 2016 (continued)

The Directors have declared an interim dividend of 13 cents per ordinary share, unfranked. The record date of the dividend is 6 March 2017 and the dividend is expected to be paid on 5 April 2017.

AUDITOR INDEPENDENCE

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 4.

ROUNDING

The Company is of a kind referred to in Class Order 2016/191 issued by the Australian Securities & Investments Commission, relating to the "rounding off" of amounts in the Directors' Report and financial report. In accordance with that Class Order, reported amounts have been rounded to the nearest tenth of one million dollars.

This report is made in accordance with a Resolution of the Board of Directors and is signed for and on behalf of the Directors.

Paul Rayner
Chairman

Michael Clarke
Chief Executive Officer

14 February 2017

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To: the Directors of Treasury Wine Estates Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2016 there have been:

(i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and

(ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

Paul J McDonald

Paul J McDonald
Partner

Melbourne
14 February 2017

Treasury Wine Estates Limited
Consolidated statement of profit or loss and other comprehensive income for the half year ended 31 December 2016

	Note	Half year 2016 $m	Half year 2015 $m[1]
Revenue	4	**1,368.4**	1,138.0
Cost of sales		**(867.8)**	(737.7)
Gross profit		**500.6**	400.3
Other income	4	**16.1**	2.3
Selling expenses		**(143.5)**	(133.6)
Marketing expenses		**(68.4)**	(70.4)
Administration expenses		**(54.2)**	(48.2)
Other expenses		**(44.1)**	(58.5)
Profit before tax and finance costs		**206.5**	91.9
Finance income		**10.8**	2.8
Finance costs		**(23.9)**	(10.3)
Net finance costs		**(13.1)**	(7.5)
Profit before tax		**193.4**	84.4
Income tax expense		**(56.7)**	(25.7)
Net profit		**136.7**	58.7
Net profit attributable to non-controlling interests		**(0.5)**	(0.1)
Net profit attributable to members of Treasury Wine Estates Limited		**136.2**	58.6
Other comprehensive income			
Items that may subsequently be reclassified to profit or loss			
Cash flow hedges		**11.2**	(0.8)
Tax on cash flow hedges		**(3.6)**	(1.1)
Exchange difference on translation of foreign operations		**33.2**	70.2
Other comprehensive income for the half year, net of tax		**40.8**	68.3
Total comprehensive income for the half year attributable to members of Treasury Wine Estates Limited		**177.0**	126.9
Non-controlling interests		**0.5**	0.1
Total comprehensive income for the half year		**177.5**	127.0
Earnings per share for profit attributable to the ordinary equity holders of the Company		**Cents per share**	**Cents per share[1]**
Basic	6	**18.5**	8.5
Diluted	6	**18.3**	8.4

1 - Comparative balances have been restated to reflect the final purchase price allocation for the Diageo acquisition, reallocation of inter-regional corporate and IT costs, and a change in accounting standards relating to Agricultural Assets. Refer to note 11 for details.

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

Treasury Wine Estates Limited
Consolidated statement of financial position as at 31 December 2016

	Note	Dec 2016 $m	Jun 2016 $m[1]	Dec 2015 $m[1]
Current assets				
Cash and cash equivalents		**339.9**	256.1	1,101.2
Receivables		**620.9**	603.4	592.1
Inventories		**927.3**	895.7	710.9
Assets held for sale		**37.7**	68.2	17.6
Other current assets		**6.9**	4.2	3.7
Total current assets		**1,932.7**	1,827.6	2,425.5
Non-current assets				
Inventories		**645.2**	678.4	461.0
Property, plant and equipment		**1,354.2**	1,347.8	1,090.0
Agricultural assets		**37.2**	35.8	36.0
Intangible assets		**1,120.3**	1,101.5	812.2
Deferred tax assets		**245.8**	270.0	178.5
Derivative financial assets		**6.1**	14.8	6.8
Other non-current assets		**3.9**	10.6	4.0
Total non-current assets		**3,412.7**	3,458.9	2,588.5
Total assets		**5,345.4**	5,286.5	5,014.0
Current liabilities				
Bank overdraft		**-**	4.0	-
Trade and other payables		**642.9**	654.0	503.9
Current tax liabilities		**33.2**	18.4	7.8
Provisions		**75.2**	80.1	103.0
Other current liabilities		**5.2**	5.0	15.1
Total current liabilities		**756.5**	761.5	629.8
Non-current liabilities				
Trade and other payables		**61.3**	72.3	5.4
Borrowings	7	**636.0**	626.8	670.6
Deferred tax liabilities		**239.8**	245.1	161.3
Derivative financial liabilities		**0.2**	8.6	0.1
Other non-current liabilities		**3.2**	3.0	2.9
Total non-current liabilities		**940.5**	955.8	840.3
Total liabilities		**1,697.0**	1,717.3	1,470.1
Net assets		**3,648.4**	3,569.2	3,543.9
Equity				
Contributed equity	8	**3,524.3**	3,533.6	3,533.4
Reserves		**57.5**	17.1	47.3
Retained earnings		**62.7**	15.1	(40.2)
Total parent entity interest		**3,644.5**	3,565.8	3,540.5
Non-controlling interest		**3.9**	3.4	3.4
Total equity		**3,648.4**	3,569.2	3,543.9

1 - Comparative balances have been restated to reflect the final purchase price allocation for the Diageo acquisition, reallocation of inter-regional corporate and IT costs, and a change in accounting standards relating to Agricultural Assets. Refer to note 11 for details.

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

Treasury Wine Estates Limited
Consolidated statement of changes in equity for the half year ended 31 December 2016

	Contributed equity $m	Retained earnings $m	Foreign currency translation reserve $m	Other reserves $m	Total $m	Non - controlling interests $m	Total equity $m
Balance at 30 June 2015[1]	3,061.3	(46.7)	(29.4)	3.4	2,988.6	3.3	2,991.9
Profit for the half year[1]	-	58.6	-	-	58.6	0.1	58.7
Total other comprehensive income	-	-	70.2	(1.9)	68.3	-	68.3
Total comprehensive income/(loss) for the half year	-	58.6	70.2	(1.9)	126.9	0.1	127.0
Transactions with owners in their capacity as owners directly in equity							
Own shares acquired	(4.6)	-	-	-	(4.6)	-	(4.6)
Share-based payment expense	-	-	-	6.2	6.2	-	6.2
Issue of ordinary shares	486.5	-	-	-	486.5	-	486.5
Transaction costs on issue of ordinary shares	(11.0)	-	-	-	(11.0)	-	(11.0)
Vested deferred shares and share rights	1.2	-	-	(1.2)	-	-	-
Dividends to owners of the Company	-	(52.1)	-	-	(52.1)	-	(52.1)
Balance at 31 December 2015[1]	3,533.4	(40.2)	40.8	6.5	3,540.5	3.4	3,543.9
Balance at 30 June 2016[1]	3,533.6	15.1	(1.1)	18.2	3,565.8	3.4	3,569.2
Profit for the half year	**-**	**136.2**	**-**	**-**	**136.2**	**0.5**	**136.7**
Total other comprehensive income/(loss)	**-**	**-**	**33.2**	**7.6**	**40.8**	**-**	**40.8**
Total comprehensive income/(loss) for the half year	**-**	**136.2**	**33.2**	**7.6**	**177.0**	**0.5**	**177.5**
Transactions with owners in their capacity as owners directly in equity							
Own shares acquired	**(18.3)**	**-**	**-**	**-**	**(18.3)**	**-**	**(18.3)**
Share-based payment expense	**-**	**-**	**-**	**8.6**	**8.6**	**-**	**8.6**
Vested deferred shares and share rights	**9.0**	**-**	**-**	**(9.0)**	**-**	**-**	**-**
Dividends to owners of the Company	**-**	**(88.6)**	**-**	**-**	**(88.6)**	**-**	**(88.6)**
Balance at 31 December 2016	**3,524.3**	**62.7**	**32.1**	**25.4**	**3,644.5**	**3.9**	**3,648.4**

1 - Comparative balances have been restated to reflect the final purchase price allocation for the Diageo acquisition, reallocation of inter-regional corporate and IT costs, and a change in accounting standards relating to Agricultural Assets. Refer to note 11 for details.

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

Treasury Wine Estates Limited
Consolidated statement of cash flows for the half year ended 31 December 2016

	Half year 2016 $m Inflows/ (Outflows)	Half year 2015 $m Inflows/ (Outflows)
Cash flows from operating activities		
Receipts from customers	**1,638.3**	1,340.6
Payments to suppliers, governments and employees	**(1,371.1)**	(1,141.8)
Borrowing costs paid	**(1.4)**	(10.7)
Income taxes paid	**(22.8)**	(2.2)
Interest (paid)/received	**(10.1)**	4.4
Net cash flows from operating activities	**232.9**	190.3
Cash flows from investing activities		
Payments for property, plant, equipment and agricultural assets	**(51.5)**	(34.2)
Payments for intangible assets	**(9.2)**	(9.2)
Payments for subsidiaries, investments and other assets	**(26.4)**	-
Proceeds from sale of property, plant and equipment	**50.5**	78.6
Net cash flows from investing activities	**(36.6)**	35.2
Cash flows from financing activities		
Proceeds from issue of shares net of transaction costs	**-**	475.5
Dividend payments	**(88.6)**	(52.1)
Proceeds from borrowings	**-**	325.9
Repayment of borrowings	**-**	-
Proceeds from settlement of currency swaps	**1.1**	13.6
Other cash (payments)	**(18.4)**	(4.6)
Net cash flows from financing activities	**(105.9)**	758.3
Total cash flows from activities	**90.4**	983.8
Cash and cash equivalents at the beginning of the half year	**252.1**	109.1
Effects of exchange rate changes on foreign currency cash flows and cash balances	**(2.6)**	8.3
Cash and cash equivalents at 31 December	**339.9**	1,101.2

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

Treasury Wine Estates Limited
Notes to the consolidated financial statements
for the half year ended 31 December 2016

NOTE 1 CORPORATE INFORMATION

The financial report of Treasury Wine Estates Limited ("the Company") and of its controlled entities (collectively "the Group") for the half year ended 31 December 2016 was authorised for issue in accordance with a resolution of Directors on 14 February 2017. Treasury Wine Estates Limited is a for profit company incorporated in Australia and limited by shares which are publicly traded on the Australian Securities Exchange (ASX).

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

The financial report for the half year ended 31 December 2016 has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001* and was approved by the Board of Directors on 14 February 2017.

This financial report does not include all the notes of the type normally included in an annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the annual financial report. Accordingly, this report should be read in conjunction with the annual financial report for the year ended 30 June 2016 and any public announcements made by the Company in accordance with the continuous disclosure obligations arising under ASX listing rules.

(b) Basis of preparation

This report:

- Has been prepared on a historical cost basis, except for derivative financial instruments, agricultural assets and assets and liabilities acquired in a business combination which have been measured at fair value;
- Contains comparative information that has been adjusted to align with the presentation of the current period where necessary, and to reflect the initial application of AASB 2014-6 *Amendments to Australian Accounting Standards – Agriculture: Bearer Plants*, and the finalisation of the acquisition accounting for Diageo Chateau & Estates as disclosed in note 11; and
- Is presented in Australian dollars with all values rounded to the nearest tenth of one million dollars unless otherwise stated, in accordance with ASIC Class Order 2016/191.

Other than as disclosed above, the accounting policies are consistent with those applied in the previous financial year.

Line items labelled 'other' on the faces of the consolidated statements comprise miscellaneous income, assets, liabilities or cash flows which individually or in aggregate are not considered material to warrant separate disclosures.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) New accounting standards and interpretations

Since 30 June 2016 we have adopted the following new and amended accounting standards.

Reference	Title	Application
AASB 1057	Application of Australian Accounting Standards	1 January 2016
AASB 2014-3	Amendments to Australian Accounting Standards – Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
AASB 2014-4	Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
AASB 2014-6	Amendments to Australian Accounting Standards – Agriculture: Bearer Plants	1 January 2016
AASB 2015-1	Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012-2014 Cycle	1 January 2016
AASB 2015-2	Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101	1 January 2016
AASB 2015-9	Amendments to Australian Accounting Standards – Scope and Application Paragraphs	1 January 2016

Other than AASB 2014-6 *Amendments to Australian Accounting Standards – Agriculture: Bearer Plants*, the adoption of these standards did not have a significant impact on the consolidated financial statements. Refer to note 11 for disclosures of the impact of AASB 2014-6.

(d) Issued but not yet effective accounting standards

The following relevant accounting standards have recently been issued or amended but are not yet effective and have not been adopted for this half year reporting period.

Reference	Title	Application
AASB 2016-1	Amendments to Australian Accounting Standards – Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
AASB 2016-2	Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 107	1 January 2017
AASB 15	Revenue from Customers with Customers	1 January 2018
AASB 9	Financial Instruments (December 2014)	1 January 2018
AASB 2014-5	Amendments to Australian Accounting Standards arising from AASB 15	1 January 2018
AASB 2014-7	Amendments to Australian Accounting Standards arising from AASB 9 (December 2014)	1 January 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Issued but not yet effective accounting standards (continued)

Reference	Title	Application
AASB 2015-8	Amendments to Australian Accounting Standards – Effective Date of AASB 15	1 January 2018
AASB 2016-3	Amendments to Australian Accounting Standards – Clarifications to AASB 15	1 January 2018
AASB 2016-5	Amendments to Australian Accounting Standards – Classification and Measurement of Share-based Payment Transactions	1 January 2018
AASB 16	Leases	1 January 2019

Other than the impact of AASB 16 *Leases* outlined below, these standards are not expected to have a material impact on the Group's financial position or its performance.

AASB 16 Leases

AASB 16 Leases was released in February 2016 by the Australian Accounting Standards Board. This standard removes the lease classification test for lessees and requires us to bring all our material leases with lease terms greater than one year on to the balance sheet. There is also new guidance on when an arrangement would meet the definition of a lease.

The new standard is mandatory for annual reporting periods beginning after 1 January 2019, but is available to be early adopted. The Group is in the process of assessing the impact of this standard on its financial statements and expect to disclose a more detailed assessment in the 2017 Annual report.

NOTE 3 SEGMENT INFORMATION

The Group's segment information on the same basis as our internal management reporting structure and consistent with the information used to organise and manage the Group.

The reportable segments are based on the aggregation of operating segments determined by the similarity of the nature of products, the production process, the types of customers and the methods used to distribute the products.

As disclosed in the 2016 annual report, during F16 the business structure was re-organised to better reflect the way the Group was being managed. Effective 1 July 2015, the regional results of Middle East and Africa are reported within Asia (previously combined with Europe) and the results of Latin America are reported with Europe (previously combined with Americas).

Following the re-organisation, the Group reviewed the allocation method for corporate charges across the segments. This has resulted in a change to the method to allocate certain costs.

To facilitate comparability over reporting periods, comparatives have been re-stated to incorporate these changes.

NOTE 3 SEGMENT INFORMATION (CONTINUED)

The Group has the following reportable segments:

(i) Australia & New Zealand (ANZ)
This segment is responsible for the manufacture, sale and marketing of wine within Australia & New Zealand. The segment also distributes beer and cider under licence.

(ii) Europe
This segment is responsible for the manufacture, sale and marketing of wine within Europe and Latin America.

(iii) Americas
This segment is responsible for the manufacture, sale and marketing of wine within the Americas region.

(iv) Asia
This segment is responsible for the sale and marketing of wine within Asia (including the Middle East & Africa).

Segment assets and liabilities
Segment assets and liabilities represent those working capital and non-current assets and liabilities that are located in the respective segments. Cash and borrowings are not considered to be segment assets/liabilities as they are managed by our centralised treasury function. Consistent with the use of Earnings before interest, tax and SGARA ("EBITS") for measuring profit, tax assets and liabilities, which do not contribute towards EBITS, are not allocated to operating segments.

Intersegment transactions
The price of an intersegment transaction is set at an arm's length basis. Whilst these transactions are eliminated on consolidation, they are shown within the segment revenue and EBITS to reflect the segment of origin performance, including production.

Corporate charges
Unallocated corporate charges are reported in the Corporate/unallocated segment. Net finance costs are not allocated to segments as our financing function is centralised through our treasury function.

Segment loans payable and loans receivable
Segment loans are initially recognised at the amount transferred. Intersegment loans receivable and payable that earn or incur non-market interest are not adjusted to fair value based on market interest rates.

Other
If items of revenue and expense are not allocated to operating segments, then any associated assets and liabilities are also not allocated to segments.

NOTE 3 SEGMENT INFORMATION (CONTINUED)

Half year 2016	**ANZ**	**Americas**	**Asia**	**Europe**	**Intersegment elimination**	**Total Segment**	**Unallocated/ Corporate**	**Consolidated**
	$m	**$m**	**$m**	**$m**	**$m**	**$m**	**$m**	**$m**
Total revenue comprises:								
Net sales revenue	322.8	566.3	218.1	187.5	-	1,294.7	-	1,294.7
Other revenue	46.8	23.3	-	0.7	-	70.8	2.9	73.7
Intersegment revenue	139.3	33.0	-	18.7	(191.0)	-	-	-
Total segment revenue (excl other income/interest)	**508.9**	**622.6**	**218.1**	**206.9**	**(191.0)**	**1,365.5**	**2.9**	**1,368.4**
Management EBITS	**53.1**	**90.7**	**79.0**	**23.1**	**-**	**245.9**	**(19.1)**	**226.8**
SGARA profit/(loss)	5.8	(16.3)	-	-	-	(10.5)	-	(10.5)
Material items	4.0	(13.5)	-	(0.3)	-	(9.8)	-	(9.8)
Management EBIT	**62.9**	**60.9**	**79.0**	**22.8**	**-**	**225.6**	**(19.1)**	**206.5**
Net finance income/(costs)								(13.1)
Consolidated profit before tax								**193.4**
Depreciation of property, plant and equipment	**(22.8)**	**(28.0)**	**(0.2)**	**(1.0)**	**-**	**(52.0)**	**(1.2)**	**(53.2)**
Amortisation of intangible assets	**(0.5)**	**-**	**-**	**-**	**-**	**(0.5)**	**(3.4)**	**(3.9)**
Capital expenditure	**(19.6)**	**(31.9)**	**-**	**(0.7)**	**-**	**(52.2)**	**(8.5)**	**(60.7)**
Segment assets (excl intersegment assets) – 31 Dec 16	**1,946.2**	**2,299.8**	**90.1**	**379.9**	**-**	**4,716.0**	**629.4**	**5,345.4**
Segment assets (excl intersegment assets) – 30 Jun 16[1]	**2,074.9**	**2,211.5**	**51.5**	**367.1**	**-**	**4,705.0**	**581.5**	**5,286.5**
Segment liabilities (excl intersegment liabilities) – 31 Dec 16	**233.7**	**404.3**	**30.6**	**85.9**	**-**	**754.5**	**942.5**	**1,697.0**
Segment liabilities (excl intersegment liabilities) – 30 Jun 16[1]	**278.9**	**458.7**	**19.7**	**104.0**	**-**	**861.3**	**856.0**	**1,717.3**

1 - Refer to note 11

NOTE 3 SEGMENT INFORMATION (CONTINUED)

Half year 2015[1]	ANZ $m	Americas $m	Asia $m	Europe $m	Intersegment elimination $m	Total Segment $m	Unallocated/ Corporate $m	Consolidated $m
Total revenue comprises:								
Net sales revenue	318.1	450.8	157.3	153.2	-	1,079.4	-	1,079.4
Other revenue	52.8	4.7	-	1.0	-	58.5	0.1	58.6
Intersegment revenue	156.5	2.3	-	15.2	(174.0)	-	-	-
Total segment revenue (excl other income/interest)	**527.4**	**457.8**	**157.3**	**169.4**	**(174.0)**	**1,137.9**	**0.1**	**1,138.0**
Management EBITS	**46.9**	**51.7**	**45.0**	**17.2**	**-**	**160.8**	**(18.0)**	**142.8**
SGARA profit/(loss)	3.7	(18.2)	-	-	-	(14.5)	-	(14.5)
Material items	(9.7)	(19.8)	(0.1)	(0.3)	-	(29.9)	(6.5)	(36.4)
Management EBIT	**40.9**	**13.7**	**44.9**	**16.9**	**-**	**116.4**	**(24.5)**	**91.9**
Net finance income/(costs)								(7.5)
Consolidated profit before tax								**84.4**
Depreciation of property, plant and equipment	**(25.5)**	**(14.4)**	**(0.2)**	**(1.0)**	**-**	**(41.1)**	**(1.0)**	**(42.1)**
Amortisation of intangible assets	**(0.4)**	**-**	**-**	**-**	**-**	**(0.4)**	**(5.3)**	**(5.7)**
Capital expenditure	**(21.4)**	**(12.5)**	**(0.3)**	**(0.8)**	**-**	**(35.0)**	**(8.4)**	**(43.4)**
Segment assets (excl intersegment assets) – 31 Dec 15	**1,939.4**	**1,355.6**	**70.9**	**322.6**	**-**	**3,688.5**	**1,325.5**	**5,014.0**
Segment assets (excl intersegment assets) – 30 Jun 15	**1,993.1**	**1,321.7**	**56.3**	**315.0**	**-**	**3,686.1**	**378.1**	**4,064.2**
Segment liabilities (excl intersegment liabilities) – 31 Dec 15	**263.4**	**216.1**	**32.7**	**73.0**	**-**	**585.2**	**884.9**	**1,470.1**
Segment liabilities (excl intersegment liabilities) – 30 Jun 15	**254.1**	**177.2**	**23.3**	**67.6**	**-**	**522.2**	**576.9**	**1,099.1**

1 - Refer to note 11

NOTE 4 REVENUE AND OTHER INCOME

	Half year 2016 $m	Half year 2015 $m
Revenue		
Net sales revenue*	**1,294.7**	1,079.4
Other revenue	**73.7**	58.6
Total revenue	**1,368.4**	1,138.0
Other income		
Insurance settlement receipts	**-**	2.1
Net profit on sale of St Clement	**10.0**	-
Net profit on disposal of other property, plant, equipment and agricultural assets	**5.0**	0.2
Sundry income	**1.1**	-
Total other income	**16.1**	2.3

*Net sales revenue is net of trade discounts and volume rebates

Types of products and services
The Group generates revenue through the sale of branded wines, principally as a finished, bottled product. Our wine portfolio includes some of the world's leading commercial, masstige and luxury wine brands such as Penfolds, Beringer, Lindeman's, Wolf Blass, Stags' Leap, Chateau St Jean, Beaulieu Vineyard and Sterling Vineyards. The Group also distribute beer and cider under licence in New Zealand, provide contract bottling services to third parties and generate royalty income from the use of brands by third parties.

NOTE 5 MATERIAL ITEMS

The following individually material items are included within the consolidated statement of profit or loss and other comprehensive income.

	Half year 2016 $m	Half year 2015 $m
Individually material items included in profit/(loss) before income tax:		
Restructure and redundancy[1]	**(5.6)**	(10.3)
Business acquisition transaction costs[2]	**-**	(26.1)
Write down of assets[3]	**(4.2)**	-
Total material items (before tax)	**(9.8)**	(36.4)
Tax effect of material items	**3.7**	9.5
Total material items (after tax)	**(6.1)**	(26.9)

1. Comprises costs in relation to executing supply chain optimisation programs, implementing overhead reductions arising from changes to the Group's supply chain network and costs association with integrating businesses acquired.

2. Represents transaction costs associated with the acquisition of the Diageo Chateau & Estates businesses.

NOTE 5 MATERIAL ITEMS (CONTINUED)

3. Includes write down of various assets following the commencement of integration activities, offset by the gain on sale of non-core assets during the period.

In addition to the above, a net one-off gain of $5.0 million was recognised in the Americas that relates to the sale of St Clement vineyard offset by legal and restructuring costs.

NOTE 6 EARNINGS PER SHARE

	Half year	
	2016 Cents per share	**2015 Cents per share[1]**
Basic earnings per share		
Basic earnings per share (cents) based on net profit attributable to members of Treasury Wine Estates Limited	**18.5**	8.5
Diluted earnings per share		
Diluted earnings per share (cents) based on net profit attributable to members of Treasury Wine Estates Limited	**18.3**	8.4
	Number	Number
Weighted average number of shares		
Weighted average number of ordinary shares on issue used in the calculation of basic earnings per share (in thousands)	**736,617**	690,741
Effect of potentially dilutive securities:		
Deferred shares (in thousands)	**7,750**	5,839
Weighted average number of ordinary shares on issue used in the calculation of diluted earnings per share (in thousands)	**744,367**	696,580

	Half year	
	2016 $m	**2015 $m[1]**
Earnings reconciliation		
Basic and diluted earnings per share		
Net profit	**136.7**	58.7
Net (profit)/ loss attributable to non-controlling interests	**(0.5)**	(0.1)
Net profit attributable to members of Treasury Wine Estates Limited used in calculating basic and diluted earnings per share	**136.2**	58.6

1 - Refer to note 11

NOTE 7 BORROWINGS

	31 December 2016 $m	30 June 2016 $m[1]
Total borrowings consists of:		
Current	**4.2**	4.3
Non-current	**636.0**	626.8
Total borrowings	**640.2**	631.1

Details of major arrangements

The Group has $1,027.2 million total facilities. The utilised facilities and associated carrying values at 31 December 2016 are:

US Private Placement Notes
US Private Placement Notes of US$250.0 million (unsecured), which mature in December 2020 (US$75.0 million), December 2023 (US$125.0 million) and December 2025 (US$50.0 million). The carrying value at 31 December 2016 is $346.4 million (June 2016: $348.5 million). The notes bear interest at fixed and floating interest rates.

Other facilities
In addition to the above the Group has drawn amounts under syndicated facilities maturing in April 2018 ($138.5m) and December 2019 ($69.3m). The facilities bear interest at floating rates. In accordance with the Group's risk management strategy, the Group has entered into a combination of interest rate swaps to obtain the desired fixed/floating interest ratio.

The Group is also party to a number of finance lease arrangements which have a carrying value of $85.4m (30 June 2016: $85.0m). The Group's finance lease arrangements have a duration of up to 15 years.

NOTE 8 CONTRIBUTED EQUITY

	31 December 2016 $m	30 June 2016 $m
Issued and paid-up capital		
738,135,033 (June 2016: 738,135,033) ordinary shares, fully paid	**3,540.5**	3,540.5
Own shares held	**(16.2)**	(6.9)
	3,524.3	3,533.6

NOTE 8 CONTRIBUTED EQUITY (CONTINUED)

	31 December 2016 $m	30 June 2016 $m
Contributed equity at the beginning of the period	**3,533.6**	3,061.3
Shares issued:		
Nil shares (June 2016: 86,873,630 shares)	-	475.4
Net movement in own shares held	**(9.3)**	(3.1)
Contributed equity at the end of the period	**3,524.3**	3,533.6

Securities purchased on market The following securities were purchased on market during the financial for the purpose of the employee incentive schemes:	**Number of shares purchased**	**Average price paid per share**
Ordinary Shares	612,900	$11.21
Ordinary Shares	204,300	$11.28
Ordinary Shares	204,300	$11.19
Ordinary Shares	204,300	$11.24
Ordinary Shares	204,300	$11.35
Ordinary Shares	200,255	$11.34

NOTE 9 FAIR VALUES OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The fair values of cash and cash equivalents, financial assets and most financial liabilities approximate their carrying value. The fair value of the US Private Placement Notes is $390.7 million (June 2016: $401.6 million). There have been no reclassifications of financial assets from fair value to cost, or from cost or amortised cost to fair value during the half year.

The fair values of derivative financial instruments are based upon market prices, or models using inputs observed from the market, where markets exist or have been determined by discounting the expected future cash flows by the current interest rate for financial assets and financial liabilities with similar risk profiles (consistent with June 2016, level 2 valuations).

The valuation of derivative financial assets and liabilities reflects the estimated amounts which we would be required to pay or receive to terminate the contracts (net of transaction costs) or replace the contracts at their current market rates at reporting date.

As the purpose of these derivative financial instruments is to hedge our underlying assets and liabilities denominated in foreign currencies and to hedge against risk of interest rate fluctuations, it is unlikely in the absence of abnormal circumstances that these contracts would be terminated prior to maturity.

For all other recognised financial assets and financial liabilities, based on the facts and circumstances existing at reporting date and the nature of our financial assets and financial liabilities including hedge positions, we have no reason to believe that the financial assets could not be exchanged, or the financial liabilities could not be settled, in an arm's length transaction at an amount approximating its carrying amount.

NOTE 10 DIVIDENDS

	Half year 2016 $m	Half year 2015 $m
Dividends declared and paid on ordinary shares:		
Final dividend for 2016 of 12.0 cents per share (2015: 8.0 cents per share)	**88.6**	52.1
Dividends declared after balance date		
Since the end of the half year, the Directors declared an interim dividend of 13.0 cents per share (2015: 8.0 cents) unfranked (2015: unfranked). This dividend has not been recognised as a liability at 31 December 2016	**96.0**	59.1

NOTE 11 COMPARATIVE BALANCES

In these financial statements, comparative balances have been restated under the requirements of accounting standards. The following sections explain the three changes which have been reflected in the restated comparative balances. Each restatement is presented independently, a consolidated presentation of the impact is presented in the Australian Securities Exchange announcement dated 14 February 2017.

(a) Acquisition of Diageo Chateau & Estates

On 1 January 2016 the Company acquired 100% of the ordinary shares of Diageo Chateau & Estates, a company incorporated in the US. This included the acquisition of related assets in the UK. The acquisition accounting for this transaction has now been finalised.

The final acquisition accounting resulted in a $41.3m increase to the goodwill recognised on acquisition, predominately attributable to non-current assets. There was no impact to the Group's profit/loss as a result of these changes.

Comparative financial information has been restated to reflect the finalisation of the acquisition accounting. The following table summarizes the changes made to the provisional acquisition accounting, prior to the impact of the adoption of AASB 2014-6 *Amendments to Australian Accounting Standards – Agriculture: Bearer Plants*, and the consequential amendments to AASB 116 *Property, Plant and Equipment* and AASB 141 *Agriculture*, as discussed in note 11(c).

NOTE 11 COMPARATIVE BALANCES (CONTINUED)

(a) Acquisition of Diageo Chateau & Estates (continued)

	Fair value recognised on acquisition (final) $m	Fair value recognised on acquisition (provisional) $m
Assets		
Trade and other receivables	109.5	109.5
Inventories	377.7	386.0
Property, plant and equipment	220.8	264.5
Agricultural assets	79.9	82.1
Intangible assets	198.8	198.8
Deferred tax assets	135.7	117.9
	1,122.4	**1158.8**
Liabilities		
Cash overdraft	1.7	1.7
Trade and other payables	185.5	184.6
Onerous contract provisions	10.9	8.2
Employee entitlement provisions	1.1	1.1
Borrowings	85.3	85.1
Deferred tax liabilities	96.0	94.9
	380.5	**375.6**
Total identifiable net assets at fair value	**741.9**	**783.2**
Hedge loss recognised against purchase price	(5.9)	(5.9)
Goodwill arising on acquisition	94.0	52.7
Purchase consideration	**830.0**	**830.0**

(b) Reallocation of corporate charges

As disclosed in the 2016 annual report, during F16 the business structure was re-organised to better reflect the way the Group was being managed. Following the re-organisation, the Group reviewed the allocation method for corporate charges across the segments. This has resulted in a change to the method to allocate certain costs.

NOTE 11 COMPARATIVE BALANCES (CONTINUED)

(c) Initial application of AASB 2014-6 *Amendments to Australian Accounting Standards – Agriculture: Bearer Plants*

Effective from 1 July 2016 the Group has adopted AASB 2014-6 *Amendments to Australian Accounting Standards – Agriculture: Bearer Plants*, and the consequential amendments to AASB 116 *Property, Plant and Equipment* and AASB 141 *Agriculture*. These amendments distinguish bearer plants (i.e. grape vines), from other biological assets (i.e. grapes). The updated standards consider bearer plants, which are solely used to grow produce over their productive lives, as similar to an item of machinery. Bearer plants are now accounted for under AASB 116. Agricultural produce growing on bearer plants remains within the scope of AASB 141 and continues to be measured at fair value less costs to sell.

Comparative financial information has been restated to reflect the above in accordance with relevant transitional requirements and AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors.* The changes reflect:

- Reclassification of the value of bearer plants from Agricultural assets to Property, plant and equipment;
- Depreciation expense in connection with bearer plants; and
- The consequential tax impact of the above

The following tables summarize the impact of the adjustments on the comparative financial information.

Consolidated statement of profit or loss and other comprehensive income (extract)	**31 December 2015 $m**	**Increase / (Decrease) $m**	**31 December 2015 $m (Restated)**
Cost of sales	(733.7)	(4.0)	(737.7)
Other expenses	(58.8)	0.3	(58.5)
Profit before tax	88.1	(3.7)	84.4
Income tax (expense)	(27.4)	1.7	(25.7)
Profit attributed to members of Treasury Wine Estates Limited	60.6	(2.0)	58.6
Earnings per share for profit attributable to the ordinary equity holders of the Company			
- Basic	8.8 cents per share	(0.3) cents per share	8.5 cents per share
- Diluted	8.7 cents per share	(0.3) cents per share	8.4 cents per share

Consolidated statement of financial position (extract)	**31 December 2015 $m**	**Increase / (Decrease) $m**	**31 December 2015 $m (Restated)**
Property, plant and equipment	961.3	128.7	1,090.0
Agricultural assets	255.5	(219.5)	36.0
Deferred tax liabilities	190.1	(28.8)	161.3
Reserves	51.2	(3.9)	47.3
Retained earnings	18.6	(58.8)	(40.2)
Non-controlling interest	2.7	0.7	3.4

NOTE 11 COMPARATIVE BALANCES (CONTINUED)

(c) Initial application of AASB 2014-6 *Amendments to Australian Accounting Standards – Agriculture: Bearer Plants* (continued)

Consolidated Statement of Financial Position (extract)	**30 June 2016 $m**	**Increase / (Decrease) $m**	**30 June 2016 $m (Restated)**
Property, plant and equipment	1,154.5	206.4	1,360.9
Agricultural assets	340.0	(302.0)	38.0
Deferred tax liabilities	273.7	(29.7)	244.0
Reserves	20.5	(3.4)	17.1
Retained earnings	78.3	(64.1)	14.2
Non-controlling interest	2.7	0.7	3.4

NOTE 12 EVENTS SUBSEQUENT TO REPORTING DATE

The following events have occurred subsequent to 31 December 2016:

1. The Board declared an interim dividend of 13 cents per share on 14 February 2017
2. On 12 January 2017 the Group appointed Mark Anthony Wine and Spirits to exclusively import and distribute its portfolio of wines in Canada. Restructuring costs from this appointment will be recorded in the second half.
3. On 14 February 2017, the Company announced the appointment of Gunther Burghardt as Chief Financial Officer of the Company, effective on that date and based at the Company' Napa Valley office in the United States.
4. On 14 February 2017, the Company announced a variation to the Chief Executive Officer's employment agreement to reflect that the Chief Executive Officer, Michael Clarke, will be co-located between the Company's offices in Melbourne, Australia and the Napa Valley in the United States for the period from 1 March 2017 until reviewed by the Company on or before 31 December 2017.

Other than the above, there are no further matters or circumstances which have arisen since the end of the period ending 31 December 2016 which have 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 subsequent financial periods.

NOTE 13 CLASS ACTION

On 2 July 2014, Brian Jones, represented by Maurice Blackburn, commenced a funded class action in the Federal Court of Australia (New South Wales Registry) for unspecified damages on behalf of shareholders who obtained our shares between 17 August 2012 and 15 July 2013. Mr Jones alleges that we engaged in misleading and deceptive conduct and breached our obligations of continuous disclosure in respect of our US operations.

NOTE 13 CLASS ACTION (CONTINUED)

A second class action was commenced in the Supreme Court of Victoria on 22 December 2014 by Melbourne City Investments Pty Ltd (MCI) on behalf of shareholders who acquired our shares on or after 17 August 2012 and who held those shares on 15 July 2013. This proceeding was commenced following an earlier proceeding commenced by MCI having been permanently stayed by order of the Supreme Court of Victoria as being an abuse of process, and the High Court having refused MCI special leave to appeal this decision. MCI also alleges in the December 2014 proceeding that we misled the market and breached our obligations of continuous disclosure in respect of our US operations. The Company made an application to the Federal Court to stay this second MCI proceeding as also being an abuse of process. On 5 July 2016 Justice Foster of the Federal Court granted the Company's application and ordered the second MCI proceeding also be permanently stayed as an abuse of process. MCI subsequently applied to the Federal Court to set aside or revoke this permanent stay. On 5 December 2016 Justice Foster of the Federal Court heard MCI's application set aside or revoke the permanent stay and the Company's application to dismiss or stay MCI's re-opening application on the basis that the re-opening application is itself an abuse of process. The outcome of this further application is not yet known.

With regard to continuing claims and applications in the Federal Court, the Company strongly denies any and all allegations made against it and is vigorously defending the proceeding.

No orders have been made for class closure or opt out. Based on the information currently available, the Company does not know the quantum of either class action. No provision has been recognised at 31 December 2016 in respect of the claims.

Treasury Wine Estates Limited
Directors’ Declaration
For the half year ended 31 December 2016

The Directors declare that the consolidated financial statements and notes for the Group:

a) are prepared in accordance with the Corporations Act 2001, Accounting Standard AASB 134: *Interim Financial Reporting*, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

b) give a true and fair view of the Group's financial position as at 31 December 2016 and of its performance, as represented by the results of its operations and its cash flows, for the half year ended on that date.

In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This report is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Directors.

Paul Rayner
Chairman

Michael Clarke
Chief Executive Officer

14 February 2017
Melbourne, Australia

Independent auditor's review report to the members of Treasury Wine Estates Limited

We have reviewed the accompanying half-year financial report of Treasury Wine Estates Limited, which comprises the consolidated statement of financial position as at 31 December 2016, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes 1 to 13 comprising a summary of significant accounting policies and other explanatory information and the Directors' declaration of the Group comprising the Company and the entities it controlled at the half-year's end or from time to time during the half-year.

Responsibility of the Directors 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, we have become aware of any matter that makes us 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 financial position as at 31 December 2016 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Treasury Wine Estates Limited, 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*.

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 Treasury Wine Estates Limited 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 2016 and of its performance for the half-year ended on that date; and

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

KPMG

KPMG

Paul J McDonald

Paul J McDonald
Partner

Melbourne
14 February 2017