



## ServiceStream

20 February 2025

**Office of Company Secretary**

Level 5, 655 Collins Street  
DOCKLANDS VIC 3008  
AUSTRALIA  
Phone: (03) 9677 8888  
Fax: (03) 9677 8877

Company Announcements  
Australian Securities Exchange Limited  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000  
AUSTRALIA

Dear Sir/Madam

**RE: Service Stream Limited - FY25 Appendix 4D and Half Year Report**

Please find attached Service Stream Limited's (SSM) Appendix 4D and Half Year Financial Report for the half-year ending 31 December 2024, for immediate release to the market.

Yours faithfully,

**Chris Chapman**  
Company Secretary  
**Service Stream Limited**

This document has been authorised for release by the Board of Directors.

For further information on this announcement, please contact:

**Service Stream Limited**

Leigh Mackender  
Managing Director  
Tel: +61 3 9937 6350  
E: [leigh.mackender@servicestream.com.au](mailto:leigh.mackender@servicestream.com.au)

**Service Stream Limited**

Linda Kow  
Chief Financial Officer  
Tel: +61 3 9937 6350  
E: [linda.kow@servicestream.com.au](mailto:linda.kow@servicestream.com.au)

**Service Stream Limited ABN 46 072 369 870**

HEAD OFFICE Level 5, 655 Collins Street, Docklands VIC 3008 | Mailing Address: PO Box 14570, Melbourne VIC 8001  
T +61 3 9677 8888 | F +61 3 9677 8877 | E [info@servicestream.com.au](mailto:info@servicestream.com.au) | [www.servicestream.com.au](http://www.servicestream.com.au)

# Service Stream Limited

ABN 46 072 369 870

## Appendix 4D (rule 4.2A) Half-Year Ended 31 December 2024

(Previous corresponding period:  
Half-year ended 31 December 2023)

### Results for announcement to the market

Half-Year ended	31 Dec 24 \$'000	31 Dec 23 \$'000	% change
<b>Revenue</b> from ordinary activities	1,222,361	1,134,020	7.8%
<b>Profit</b> from ordinary activities after tax	33,084	12,766	159.2%
<b>Net profit</b> attributable to members	33,084	12,766	159.2%
<b>Underlying EBITDA from Operations</b> <sup>1</sup>	73,600	63,257	16.4%
<b>Underlying Net Profit After Tax Adjusted (NPAT-A)</b> <sup>2</sup>	37,742	25,172	49.9%

1. EBITDA from Operations is calculated as earnings before interest, tax, depreciation and amortisation, non-operational costs and joint venture proportionate consolidation adjustments. Underlying EBITDA from Operations excludes the impact of the Queensland Utility onerous contract included in 1HFY24.

2. Net profit after tax adjusted for amortisation of customer contracts, non-operational costs and impact of the Queensland Utility onerous contract included in 1HFY24.

A reconciliation of Underlying EBITDA from Operations and NPAT-A to statutory profit after tax is provided on page 3.

The Directors have declared an interim dividend of 2.5 cents per share with respect to the half-year ended 31 December 2024 (December 2023 interim: 2.0 cents per share).

Net Tangible Asset Backing	31 Dec 24 cents	31 Dec 23 cents
Consolidated net tangible assets per share	13.99	7.36

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

# Interim Report

## for the half-year ended 31 December 2024

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## Directors' Report

The Directors of Service Stream Limited ("the Company") present their report together with the Condensed Consolidated Interim Financial Statements of the Company and its controlled entities ("the Group") for the half-year ended 31 December 2024 and Independent Auditor's Review Report thereon.

### Directors

The following persons were Directors of the Company during the whole of the half-year and up to the date of this report, unless otherwise stated:

Brett Gallagher (Chairman)  
Leigh Mackender (Managing Director)  
Martin Monro  
Elizabeth Ward  
Sylvia Wiggins

### Principal Activities

Service Stream is an essential services provider in Australia. The Group designs, constructs, operates and maintains critical infrastructure networks across the Telecommunications, Utilities and Transport sectors. Services are provided on behalf of government, government related entities, private asset owners and network operators.

### Review of Operations

Information in the Operating and Financial Review is based on the Consolidated Interim Financial Statements. Non-IFRS measures presented are used internally by management to assess the performance of the business and make decisions on the allocation of resources.

A full review of operations of the Group is contained in the Australian Securities Exchange announcement dated 20 February 2025.

Key financial highlights for the half-year ended 31 December 2024 include:

- Revenue of \$1,222.4m, an increase of \$88.3m (7.8%) compared to first half FY24, with growth achieved across all three reportable segments. The primary drivers included:
  - New contract wins and organic growth from existing contracts in the Utilities segment; and
  - significantly higher remediation and higher fibre connection volumes in the Telecommunications segment.
- Underlying EBITDA from Operations was \$73.6m (up 16.4%) led by strong contribution from the Utilities and Telecommunications segments due primarily to the revenue drivers outlined above.
- NPAT-A was \$37.7m (up 49.9%) for the half year with lower financing costs and a one-off tax benefit from historical transactions of \$2.7m further supporting the underlying earnings growth.
- Operating cash flow for the period of \$83.3m, compared to \$59.3m in the first half of FY24, was driven by the strong operational performance and continued improvement of working capital management across the Group.

Review of Operations (continued)

\$'000	FY25 1st half	FY24 1st half	Change	
<b>Revenue</b>	<b>1,222,361</b>	<b>1,134,020</b>	88,341	7.8%
<b>EBITDA from Operations</b>	<b>73,600</b>	<b>53,457</b>	20,143	37.7%
Joint venture tax	(1,897)	(496)	(1,401)	282.5%
Depreciation & amortisation	(20,834)	(21,638)	804	(3.7%)
Gain on disposal of fixed assets	1,714	595	1,119	188.1%
Amortisation of customer contracts / relationships	(6,653)	(7,800)	1,146	(14.7%)
<b>EBIT</b>	<b>45,930</b>	<b>24,118</b>	21,811	90.4%
Net financing costs	(3,883)	(5,829)	1,946	(33.4%)
Income tax expense	(8,963)	(5,523)	(3,440)	62.3%
<b>Net profit after tax</b>	<b>33,084</b>	<b>12,766</b>	20,317	159.2%
<b>Cashflow &amp; Capital Management:</b>				
Operating cashflow	83,319	59,271	24,053	40.6%
Net cash <sup>2</sup>	55,428	3,300	52,128	1579.6%
Statutory basic EPS (cents)	5.40	2.07	3.33	160.9%
Dividends declared per share (cents)	2.5	2.0	0.5	25.0%
<b>Adjusted Profitability:</b>				
<b>Total Revenue</b>	<b>1,266,675</b>	<b>1,173,801</b>	92,874	7.9%
<b>Underlying EBITDA from Operations<sup>1</sup></b>	<b>73,600</b>	<b>63,257</b>	10,342	16.4%
<i>Underlying EBITDA from Operations %</i>	<i>5.8%</i>	<i>5.4%</i>	<i>0.4%</i>	<i>n/a</i>
<b>Adjusted NPAT (NPAT-A)<sup>1</sup></b>	<b>37,734</b>	<b>25,172</b>	12,562	49.9%
<b>Adjusted EPS (cents)</b>	<b>6.13</b>	<b>4.09</b>	2.04	49.9%

<sup>1</sup>HFY24 Underlying EBITDA from Operations and Adjusted NPAT (NPAT-A) excludes impacts of onerous contract provision associated with the major QLD Utilities project.

<sup>2</sup> Net cash excludes lease liabilities and capitalised establishment fees.

## Review of Operations (continued)

### Reconciliation between IFRS and non-IFRS financial information

\$'000	FY25 1st half	FY24 1st half
<b>Underlying EBITDA from Operations</b>	<b>73,600</b>	<b>63,257</b>
- Onerous contract provision for QLD Utility project	-	(9,800)
<b>EBITDA from Operations</b>	<b>73,600</b>	<b>53,457</b>
- Joint ventures tax	(1,897)	(496)
- Depreciation and amortisation	(27,488)	(29,438)
- Gain on disposal of assets	1,715	595
- Financing costs	(3,883)	(5,829)
- Tax expense	(8,963)	(5,523)
<b>Net profit after tax</b>	<b>33,084</b>	<b>12,766</b>
Add-back:		
- Customer relationships (tax effected)	4,650	5,546
- Onerous contract provision for QLD Utility project (tax effected)	-	6,860
<b>NPAT-A</b>	<b>37,734</b>	<b>25,172</b>
<b>Adjusted EPS (cents)</b>	<b>6.13</b>	<b>4.09</b>

### Events subsequent to balance date

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.

### Auditor's independence declaration

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 of amounts

The Company is of the kind referred to in ASIC Legislative Instrument 2016/191, 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 Instrument.

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,



Brett Gallagher  
Chairman  
20 February 2025



Leigh Mackender  
Managing Director  
20 February 2025



## Auditor's Independence Declaration

As lead auditor for the review of Service Stream Limited for the half-year ended 31 December 2024, 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 'A. Cronin'.

Andrew Cronin  
Partner  
PricewaterhouseCoopers

Melbourne  
20 February 2025

## Consolidated statement of profit or loss and other comprehensive income

for the half-year ended 31 December 2024

	31 Dec 2024 \$'000	31 Dec 2023 \$'000
<b>Revenue from continuing operations</b>		
Revenue from contracts with customers	1,219,295	1,132,524
Other income	3,066	1,496
	<b>1,222,361</b>	<b>1,134,020</b>
<b>Expenses</b>		
Employee salaries and benefits	(357,104)	(313,332)
Subcontractor fees and site fees	(688,407)	(658,068)
Raw materials and consumables used	(58,080)	(64,175)
Depreciation and amortisation	(27,488)	(29,438)
Gain on disposal of assets	1,715	595
Net finance costs	(3,883)	(5,829)
Other expenses	(51,493)	(46,642)
Share of profits from investment in joint ventures and associates	4,426	1,158
<b>Profit before tax</b>	<b>42,047</b>	<b>18,289</b>
Income tax expense	(8,963)	(5,523)
<b>Profit for the year</b>	<b>33,084</b>	<b>12,766</b>
<b>Total comprehensive Income for the year</b>	<b>33,084</b>	<b>12,766</b>
<b>Profit attributable to the equity holders of the parent</b>	<b>33,084</b>	<b>12,766</b>
<b>Total comprehensive Income attributable to equity holders of the parent</b>	<b>33,084</b>	<b>12,766</b>
<b>Earnings per share</b>		
Basic (cents per share)	5.40	2.07
Diluted (cents per share)	5.28	2.03

Notes to the consolidated financial statements are included on pages 9



## Consolidated statement of financial position

at 31 December 2024

	Notes	31 Dec 2024 \$'000	30 Jun 2024 \$'000
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		55,428	62,947
Trade and other receivables		126,487	164,714
Inventories		18,736	19,485
Accrued revenue		300,812	266,621
Other assets		12,223	12,547
<b>Total current assets</b>		<b>513,686</b>	<b>526,314</b>
<b>Non-current assets</b>			
Investments accounted for using the equity method		8,121	10,306
Capitalised Borrowing Costs		1,265	-
Property, plant and equipment		30,129	33,170
Right-of-use assets		68,974	60,653
Intangible assets		410,247	418,116
<b>Total non-current assets</b>		<b>518,736</b>	<b>522,245</b>
<b>Total assets</b>		<b>1,032,422</b>	<b>1,048,559</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	5	288,910	285,571
Provisions		77,191	70,222
Lease liabilities		22,433	21,341
Current tax liabilities		2,879	4,034
<b>Total current liabilities</b>		<b>391,413</b>	<b>381,168</b>
<b>Non-current liabilities</b>			
Deferred tax liability		77,768	69,918
Provisions		18,566	21,507
Borrowings	6	-	54,496
Lease liabilities		48,784	41,182
<b>Total non-current liabilities</b>		<b>145,118</b>	<b>187,103</b>
<b>Total liabilities</b>		<b>536,531</b>	<b>568,271</b>
<b>Net assets</b>		<b>495,891</b>	<b>480,288</b>
<b>EQUITY</b>			
<b>Capital and reserves</b>			
Contributed equity	7	492,450	496,344
Reserves		(3,770)	(5,582)
Retained earnings / (Accumulated losses)		7,211	(10,474)
<b>Total equity</b>		<b>495,891</b>	<b>480,288</b>

Notes to the consolidated financial statements are included on pages 9

## Consolidated statement of changes in equity

for the financial year ended 31 December 2024

	Contributed equity	Employee equity-settled benefits reserve	Retained earnings/ (accumulated losses)	Total
	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 July 2023</b>	499,682	(9,988)	(24,336)	465,358
Profit for the period	-	-	12,766	12,766
<b>Total comprehensive loss for the year</b>	-	-	12,766	12,766
Equity-settled share-based payments, inclusive of tax adjustments	-	2,140	-	2,140
Acquisition of treasury shares	(933)	-	-	(933)
Issue of treasury shares to employees	-	-	-	-
Dividends paid	-	-	(6,160)	(6,160)
<b>Balance at 31 December 2023</b>	<b>498,749</b>	<b>(7,848)</b>	<b>(17,730)</b>	<b>473,171</b>
<b>Balance at 1 July 2024</b>	<b>496,344</b>	<b>(5,582)</b>	<b>(10,474)</b>	<b>480,288</b>
Profit for the period	-	-	33,084	33,084
<b>Total comprehensive income for the year</b>	-	-	33,084	33,084
Equity-settled share-based payments, inclusive of tax adjustments	-	3,879	-	3,879
Dividends paid	-	-	(15,399)	(15,399)
Acquisition of treasury shares	(5,961)	-	-	(5,961)
Issue of treasury shares to employees	2,067	(2,067)	-	-
<b>Balance at 31 December 2024</b>	<b>492,450</b>	<b>(3,770)</b>	<b>7,211</b>	<b>495,891</b>

## Consolidated statement of cash flows

for the half-year ended 31 December 2024

	Half year ended	
	31 Dec 2024 \$'000	31 Dec 2023 \$'000
<b>Cash flows from operating activities</b>		
Receipts from customers (including GST)	1,363,519	1,258,342
Payments to suppliers and employees (including GST)	(1,278,597)	(1,193,494)
<b>Cash generated from operations before interest and tax</b>	<b>84,922</b>	<b>64,848</b>
Interest received	1,652	1,090
Interest and facility costs paid	(6,295)	(6,283)
Income taxes paid	(2,623)	(3,009)
Dividends from joint venture associates	5,663	2,625
<b>Net cash provided by operating activities</b>	<b>83,319</b>	<b>59,271</b>
<b>Cash flows from investing activities</b>		
Payments for plant and equipment	(4,853)	(3,482)
Proceeds from the sale of plant and equipment	3,011	3,569
Payments for intangible assets	(1,337)	(1,416)
Net cash acquired from business acquisition <sup>1</sup>	1,358	-
<b>Net cash used in investing activities</b>	<b>(1,821)</b>	<b>(1,329)</b>
<b>Cash flows from financing activities</b>		
Purchase of treasury shares	(5,961)	(933)
Principal elements of lease payments	(12,657)	(11,816)
Dividends paid	(15,399)	(6,160)
Repayment of borrowings	(55,000)	(50,000)
<b>Net cash used in financing activities</b>	<b>(89,017)</b>	<b>(68,909)</b>
<b>Net decrease in cash held</b>	<b>(7,519)</b>	<b>(10,967)</b>
<b>Cash at the beginning of the half year</b>	<b>62,947</b>	<b>84,267</b>
<b>Cash at the end of the half year</b>	<b>55,428</b>	<b>73,300</b>

1. On 18 September 2024, the Group acquired the remainder of 50% of South Australia Road Services, with net cash acquired of \$1,358,000.

# Notes to the consolidated financial statements

## for the half-year ended 31 December 2024

### 1 Material accounting policies

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

Service Stream Limited (the “Company”) is a company limited by shares that are publicly traded on the Australian Securities Exchange. These financial statements have been prepared as a consolidation of the financial statements of Service Stream Limited and its controlled entities (the “Group”). The Group is a for-profit entity. Entities within the Group are domiciled and incorporated in Australia.

This consolidated interim financial report for the half-year reporting period ended 31 December 2024:

- Has been prepared in accordance with *Corporations Act 2001* and Accounting Standard AASB 134 *Interim Financial Reporting*. In accordance with this standard, the interim financial statements do 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 2024 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*.
- Is presented in Australian dollars, which is the Group’s functional and presentation currency
- Has been rounded to the nearest thousands of dollars, unless otherwise stated, in accordance with *ASIC Corporations (rounding in financial report and directors’ report) Instrument 2016/191*; and
- Has adopted all accounting policies in accordance with Australian accounting standards and consistent with those of the previous financial year and corresponding interim reporting period.

#### Key estimates and judgements

Significant estimates and judgements made in the application of the Company’s accounting policies are consistent with those described in the annual financial report for the year ended 30 June 2024.

The interim financial statements were authorised for issue by the Directors on 20 February 2025. The Directors have the power to amend and reissue the interim financial statements.

### 2 Segment information

The Group’s operating segments have been determined based on the nature of the business activities undertaken by the Group and by reference to the structure of internal reporting that is prepared and provided to the chief operating decision maker, being the Managing Director, who provides the strategic direction and management oversight of the Group in terms of monitoring results and approving strategic planning for the business.

The principal services of the Group’s reportable segments are as follows:

<b>Telecommunications</b>	Telecommunications provides a wide range of operations, maintenance, installation, design and construction services to the owners of fixed-line and wireless telecommunication networks in Australia. Service capability includes customer connections, service and network assurance, site acquisition, engineering, design, construction and installation of broadband, wireless and fixed-line project services, as well as minor projects for asset remediation, augmentation and relocation.
<b>Utilities</b>	Utilities provides a broad range of operations, maintenance, design and construction services to gas, water and electricity network owners, industrial asset owners and other customers in Australia. Service capability includes asset maintenance, upgrades and replacement, engineering, design and construction of network assets, meter reading and network assurance, as well as specialist inspection, auditing and compliance services.
<b>Transport</b>	Transport provides long-term operational support and maintenance services to public and private road and tunnel asset owners. Service capabilities include road network maintenance, control room operations, minor civil construction services and installation and operation of Intelligent Transport Systems (ITS).

## 2 Segment information (continued)

Performance is measured on the segment result which is EBITDA from Operations (earnings before depreciation and amortisation, interest, taxation, and non-operational costs) as included in the internal management reports that are reviewed by the Managing Director.

The segment results include the allocation of overheads that can be directly attributable to an individual business segment. Certain non-operational costs including financing and income taxes are managed at the Group level and are not allocated to operating segments. The information presented to the Managing Director does not report on segment assets and liabilities and as such these are not presented in this report.

31 December 2024	Telecommunications	Utilities	Transport	Eliminations Unallocated	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Segment revenue</b>	<b>625,988</b>	<b>527,070</b>	<b>66,154</b>	<b>83</b>	<b>1,219,295</b>
Other income	-	3,066	-	-	3,066
Share of revenue from joint ventures	-	-	44,314	-	44,314
<b>Total revenue (including joint venture) <sup>1</sup></b>	<b>625,988</b>	<b>530,136</b>	<b>110,468</b>	<b>83</b>	<b>1,266,675</b>
<b>EBITDA from Operations <sup>2</sup></b>	<b>55,552</b>	<b>22,400</b>	<b>6,027</b>	<b>(10,379)</b>	<b>73,600</b>

31 December 2023	Telecommunications	Utilities	Transport	Eliminations / Unallocated	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Segment revenue</b>	595,967	474,446	61,971	140	1,132,524
Other income	-	1,319	107	70	1,496
Share of revenue from joint ventures	-	-	39,781	-	39,781
<b>Total revenue (including joint ventures) <sup>1</sup></b>	595,967	475,765	101,859	210	1,173,801
<b>EBITDA from Operations <sup>2</sup></b>	52,548	6,415	6,792	(12,298)	53,457

1 This is a non-statutory disclosure as it includes other income and Service Stream's share of revenue from equity accounted joint ventures.

2 Performance is measured using EBITDA from Operations.

Reconciliation of EBITDA from Operations to net profit after tax	31 Dec 2024 \$'000	31 Dec 2023 \$'000
<b>EBITDA from Operations</b>	73,600	53,457
Adjustments for joint ventures	(1,897)	(496)
Depreciation and amortisation	(27,488)	(29,438)
Loss on disposal of assets	1,715	595
Net finance costs	(3,883)	(5,829)
Income tax expense	(8,963)	(5,523)
<b>Net profit after tax</b>	<b>33,084</b>	<b>12,766</b>

### 3 Disaggregation of segment revenue

The Group derives revenue from the transfer of goods and services over time and at a point in time. The table below provides a disaggregation of operating segment revenues from contracts with customers.

31 December 2024	Telecomm- unications	Utilities	Transport	Other	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Segment revenue	625,988	527,070	66,154	83	1,219,295
Intra / Inter-segment revenue	-	-	-	-	-
<b>Revenue from contracts with customers</b>	<b>625,988</b>	<b>527,070</b>	<b>66,154</b>	<b>83</b>	<b>1,219,295</b>
Timing of revenue recognition					
At point in time	320,663	266,433	19,213	83	606,392
Over time	305,325	260,637	46,941	-	612,903
<b>Revenue from contracts with customers</b>	<b>625,988</b>	<b>527,070</b>	<b>66,154</b>	<b>83</b>	<b>1,219,295</b>

31 December 2023	Telecomm- unications	Utilities	Transport	Other	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Segment revenue	595,967	474,446	61,971	140	1,132,524
Intra / Inter-segment revenue	-	-	-	-	-
<b>Revenue from contracts with customers</b>	<b>595,967</b>	<b>474,446</b>	<b>61,971</b>	<b>140</b>	<b>1,132,524</b>
Timing of revenue recognition					
At point in time	231,639	253,825	8,487	140	494,091
Over time	364,328	220,621	53,484	-	638,433
<b>Revenue from contracts with customers</b>	<b>595,967</b>	<b>474,446</b>	<b>61,971</b>	<b>140</b>	<b>1,132,524</b>

### 4 Dividends

The Directors have declared an interim dividend of 2.5 cents per share (June 2024: 2.5 cents per share).

## 5 Trade and other payables

	31 December 2024 \$'000	30 June 2024 \$'000
Trade creditors	49,971	45,985
Sundry creditors and accruals	128,309	141,828
Goods and services tax payable	6,762	8,753
Income in advance	103,868	89,006
	<b>288,910</b>	<b>285,572</b>

## 6 Borrowings

	31 Dec 2024 \$'000	30 Jun 2024 \$'000
<b>Non-current</b>		
Borrowings	-	54,496

The Group's borrowing drawdowns were fully repaid as at 31 December 2024; positive balance represents capitalised borrowing costs. During the period, the Group refinanced its banking facilities with these facilities now maturing in December 2027 (previously November 2025). Key terms and conditions associated with these facilities remain unchanged.

### Borrowing Covenants

As part of its borrowing facilities, the Group is required to comply with certain covenants on net leverage ratio, interest cover ratio and certain levels of net assets. The Group complied with these ratios throughout the reporting period.

## 7 Contributed Equity

		2024		2023	
		No.'000	\$'000	No.'000	\$'000
(i)	Contributed equity				
	Balance at 1 July	615,953	499,682	615,953	499,682
	<b>Balance at 31 December</b>	<b>615,953</b>	<b>499,682</b>	<b>615,953</b>	<b>499,682</b>
(ii)	Other equity				
	Balance at 1 July	(3,128)	(3,338)	-	-
	Acquisition of treasury shares	(4,000)	(5,961)	(1,000)	(933)
	Shares issued under employee share schemes	3,178	2,067	-	-
	<b>Balance at 31 December</b>	<b>(3,950)</b>	<b>(7,232)</b>	<b>(1,000)</b>	<b>(933)</b>
	<b>Total contributed equity</b>	<b>612,003</b>	<b>492,450</b>	<b>614,953</b>	<b>498,749</b>

The Company issued nil ordinary shares in the current interim reporting period (Dec 2024: nil).

## 8 Intangible assets and impairment

In accordance with Australian Accounting Standards, the Group is required to perform impairment testing at least annually and at any time when indicators of impairment exist.

At 31 December 2024, each of Service Stream's cash generating units (CGUs) were reviewed for indicators of impairment using both external and internal sources of information. This included, but was not limited to, an assessment of financial performance against expectations and any adverse changes in market or economic conditions affecting the CGUs. There were no indicators of impairment identified relating to any of the CGUs, hence no impairment assessment was performed.

## 9 Joint arrangements

### (a) Joint operations

Delivering for Customers (D4C) and The Intelligent Freeways Alliance (IFA) are classified as joint operations and the group recognises its direct right to the jointly held assets, liabilities, revenues and expenses as described in Note 33(b) of the annual report for the year ended 30 June 2024. There were no changes to this arrangement for the half year ended 31 December 2024.

### (b) Details of joint ventures and associates

Reconciliation of carrying amount in joint ventures and associates:

	6 months period to 31 Dec 2024 \$'000	12 months period to 30 Jun 2024 \$'000
Interest in joint ventures at the beginning of the financial period/ year <sup>2</sup>	10,306	8,567
Total share of profit	4,426	6,114
Dividends received	(5,664)	(4,375)
Derecognition of investment in joint venture <sup>1</sup>	(420)	-
Loss on remeasurement <sup>1</sup>	(527)	-
<b>Interest in joint ventures at the end of the financial period/ year</b>	<b>8,121</b>	<b>10,306</b>

1. On 18 September 2024, the Group acquired the remainder of 50% of South Australia Road Services, with net cash acquired of \$1,358,000.

Apart from above, there were no other change in ownership interest and measurement basis for equity accounted investment during the period.

## 10 Subsequent events

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.



## Directors' Declaration

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 2024 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.

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,



Brett Gallagher  
Chairman  
Melbourne  
20 February 2025



Leigh Mackender  
Managing Director  
Melbourne  
20 February 2025



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

### **Report on the half-year financial report**

#### ***Conclusion***

We have reviewed the half-year financial report of Service Stream Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of changes in equity, consolidated statement of cash flows and consolidated statement of profit or loss and other comprehensive income for the half-year ended on that date, selected explanatory notes and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Service Stream Limited does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### ***Basis for conclusion***

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

#### ***Responsibilities 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, in accordance with Australian Accounting Standards and the *Corporations Act 2001*, including giving a true and fair view, 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 responsibilities for the review of the half-year financial report***

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 2024 and of 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*.

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.

A blue ink signature of a PricewaterhouseCoopers representative.

PricewaterhouseCoopers

A blue ink signature of Andrew Cronin.

Andrew Cronin  
Partner

Melbourne  
20 February 2025

## Corporate Directory

### Directors

Brett Gallagher (Chairman)  
Leigh Mackender (Managing Director)  
Martin Monro  
Elizabeth Ward  
Sylvia Wiggins

### Company Secretary

Chris Chapman  
Jamie O'Brien

### Registered Office

Level 4  
655 Collins Street  
Docklands, Victoria 3008  
Tel: +61 3 9677 8888  
Fax: +61 3 9677 8877  
[www.servicestream.com.au](http://www.servicestream.com.au)

### Bankers

Australia & New Zealand Banking Group  
Commonwealth Bank of Australia  
HSBC Bank Australia Limited  
Westpac Banking Corporation

### 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