ARB CORPORATION LIMITED
ABN 31 006 708 756
AND CONTROLLED ENTITIES

PRELIMINARY FINAL REPORT

FINANCIAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015
PROVIDED TO THE ASX UNDER LISTING RULE 4.3A

Rule 4.3A

Appendix 4E **Preliminary Final Report**

Name of entity

ARB CORPORATION LIMITED

ABN or equivalent company reference:	ABN 31 006 708 756

1. Reporting period

Report for the financial year ended	30 JUNE 2015
Previous corresponding period is the financial year ended	30 JUNE 2014

2. Results for announcement to the market

				$'000
Revenues from ordinary activities *(item 2.1)*	up	11.1%	to	333,356
Net profit (loss) from ordinary activities after tax attributable to members *(item 2.2)*	up	3.6%	to	44,093
Net profit (loss) for the period attributable to members *(item 2.3)*	up	3.6%	to	44,093

Dividends *(item 2.4)*	Amount per security	Franked amount per security
Special dividend	100.0¢	100.0¢
Interim dividend	13.0¢	13.0¢
Final dividend	16.0¢	16.0¢
Record date for determining entitlements to the dividend *(item 2.5)*	9th October 2015	

Brief explanation of any of the figures reported above necessary to enable the figures to be understood *(item 2.6)*

See attached Chairman's statement.

3. Statement of Comprehensive Income *(item 3)* Refer to the attached statement

4. Statement of Financial Position *(item 4)* Refer to the attached statement

5. Statement of Cash Flows *(item 5)* Refer to the attached statement

6. Dividends *(item 6)*

	Date of payment	Total amount of dividend
Interim dividend – year ended 30 June 2015	17 APRIL 2015	$10,290 ('000)
Special dividend – year ended 30 June 2015	5 DECEMBER 2014	$60,366 ('000)
Final dividend – year ended 30 June 2014	24 OCTOBER 2014	$11,599 ('000)

Amount per security

		Amount per security	Franked amount per security at 30% tax
Total dividend:	Current year	129.0¢	129.0¢
	Previous year	28.5¢	28.5¢

Total dividend on all securities

	Current period $A'000	Previous corresponding Period - $A'000
Ordinary securities	82,255	20,659
Total	**82,255**	**20,659**

7. The dividend reinvestment plan and bonus share plan remain suspended *(item 7)*

8. Statement of changes in equity *(item 8)*

	Consolidated Entity	
	2015	**2014**
	$'000	**$'000**
Balance at the beginning of year	197,814	177,543
Hedge and exchange differences	6,680	(1,780)
Net profit attributable to members of the Parent entity	44,093	42,570
Total available for appropriation	248,587	218,333
Contributions	59,865	-
Employee share issue	151	140
Dividends paid	(82,255)	(20,659)
Balance at end of the year	226,348	197,814

9. Net tangible assets per security *(item 9)*

	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	$2.61	$2.49

10. Details of entities over which control has been gained or lost during the period *(item 10)*

N/A

11. Details of associates and joint venture entities *(item 11)*

N/A

12. Significant information relating to the entity's financial performance and financial position *(item 12)*

All significant information is disclosed in this appendix and its attachments.

13. The financial information provided in the Appendix 4E is based on the annual financial report (attached), which has been prepared in accordance with the Australian Accounting Standards *(item 13)*

14. Commentary on the results for the period *(item 14)*

See attached Chairman's Statement and other attachments.

15. Audit of the financial report *(item 15)*

The financial report has been audited.

16. The audit has been completed *(item 16)*

RESULTS

The Directors of ARB Corporation Limited ("**ARB**" or the "**Company**") are pleased to report that the Company achieved a net profit after tax of $44.1 million for the year ended 30th June 2015. This represented a 3.6% increase over the previous corresponding period. The Company's profit was achieved on a 10.7% increase in sales to $329.8 million from $297.8 million last year.

A summary of the 2014/15 result is presented below:

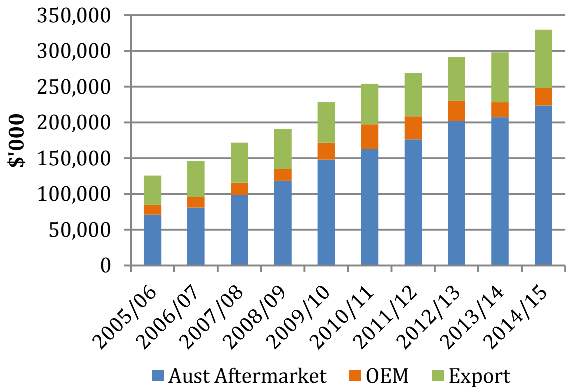
Year to 30 June	**2015** $'000	**2014** $'000	**Change**
Sales Revenue	**329,755**	**297,779**	**+ 10.7%**
Total Revenue	333,356	299,947	+11.1%
Profit Before Tax	**60,016**	**57,291**	**+4.8%**
Less Tax	15,923	14,721	
Net Profit After Tax	**44,093**	**42,570**	**+ 3.6%**
Basic EPS – cents	57.8*	58.7	
DPS – cents			
Interim	13.0	13.0	
Special	100.0	-	
Final	16.0	16.0	
Total	129.0	29.0	
Franked Amount	100%	100%	

*During the year the number of issued shares increased from 72.5 million to 79.2 million mainly as a result of the special dividend initiative in December 2014. Basic EPS has been calculated using the weighted average number of shares of 76.3 million.

The Company intends to pay a final fully franked dividend of 16.0 cents per share on the 23rd October 2015. This brings total dividends for the year to $1.29 per share fully franked. This includes ordinary dividends of 29 cents per share and a special dividend of $1.00 per share paid in December 2014. The Record Date for the final dividend will be the 9th October 2015.

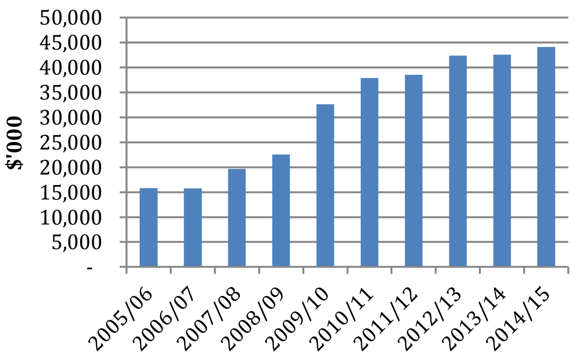
10 YEAR HISTORICAL PERFORMANCE

The sales, profits and dividends per share performance of the Company over the past 10 years are illustrated in the graphs below:



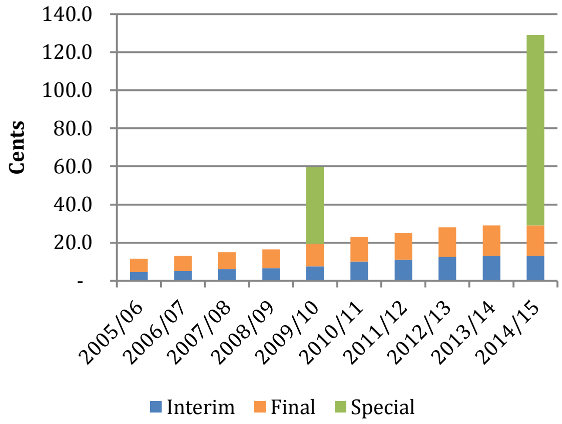
SALES REVENUE

Annual sales revenue has grown at an average compound rate of 11.3% over the past 10 years.



NET PROFIT AFTER TAX

Net profit after tax has grown at an average compound rate of 12.1% over the past 10 years.



DIVIDENDS PER SHARE

Dividends per share have grown steadily over the past 10 years with special dividends paid in 2009/10 and 2014/15. All dividends have been fully franked.

HIGHLIGHTS OF THE 2014/15 YEAR

Sales and Distribution

Sales for the period grew by 10.7% over the previous corresponding period. Sales growth was achieved in all categories of the business despite demand from customers around the world associated with the mining industry continuing to be weak. As can be seen from the table below, sales growth in the Australian aftermarket was 7.6%, while sales to export and original equipment customers grew by 17.8% and 18.5% respectively.

Customer Category	Percentage of Total Sales		Sales Growth
	12 months to June 2015	12 months to June 2014	
Australian Aftermarket	67.6%	69.6%	+7.6%
Exports	24.9%	23.4%	+17.8%
Original Equipment	7.5%	7.0%	+18.5%
	100.0%	100.0%	+10.7%

In the Australian aftermarket the Company distributes through an ARB store network, to ARB stockists, to new vehicle dealers and to various fleet operators. ARB's market-leading store network is pivotal to the Company's strength in the Australian aftermarket. Currently there are 52 ARB stores in Australia, of which 24 are Company owned. It is expected that at least 3 new ARB stores will be established over the 2015/16 financial year.

As advised in the half-year announcement, Australian warehousing capacity has been substantially increased since the beginning of the financial year. New warehouses were opened in Adelaide, South Australia, in August 2014, Liverpool, NSW, in November 2014 and Brendale, Queensland, in March 2015. All warehouses are now fully operational enabling the Company to service the Australian aftermarket more effectively.

The growth in export sales was certainly assisted by the lower Australian dollar. The new sales and warehousing facilities in the Czech Republic and in the USA also made useful contributions. Exports now represent almost 25% of the Company's sales and further growth opportunities exist with the Australian dollar at current levels.

Sales to original equipment manufacturers grew well off a low base with the run out of some important vehicles occurring in the last half.

Products and Production

ARB regards product development as essential and it is a key element in maintaining the Company's long-term competitive advantage. Expenditure on R&D was increased over the period and new products are regularly being released to ARB's markets worldwide.

Over the past 18 months some very important market leading products have been released by ARB after significant investment in development. These include:

- The ARB Ascent canopy;
- The OME BP51 shock absorber;
- The ARB Summit bull bar;
- The ARB Summit rear bar; and
- The ARB aluminium bull bar.

These new products are available for a limited range of vehicles at present but releases for more vehicle fitments are occurring every month. Currently there is a significant number of new vehicle releases occurring and this provides opportunities for ARB. Consequently, the Company's R&D department is actively developing both aftermarket and OEM products for these new releases. It is also continuing to work on a number of long term product development projects.

Both the Australian and Thai manufacturing plants have operated efficiently for the full year. Both plants will be busy with new product implementation for the foreseeable future.

Financial

Profit growth was less than sales growth over the year, primarily due to higher input costs resulting from the decline in the value of the Australian dollar against both the US dollar and the Thai baht. Also, above average increases in some expense categories were incurred, largely relating to increased resourcing in key areas.

Cash flows from operating activities increased to $40.4 million from $36.5 million last year.

ARB invested over $46 million in additional property, plant and equipment during the year which has significantly expanded the Company's future capacity in local and overseas markets. Notwithstanding this major capital investment programme, ARB has maintained its strong balance sheet. As at 30 June 2015, the Company had a net cash balance of $8.1 million.

The strong financial position of the Company ensures that ARB can react quickly to appropriate opportunities, including further capital projects or suitable acquisitions.

THE FUTURE

The Company's growth in 2014/15 was achieved in the face of difficult local and global market conditions. The current economic environment remains challenging. However, the outlook for the Company is positive and the Board is optimistic about the future.

Demand for the Company's products currently remains healthy in many countries around the world. ARB has long term growth plans in place, both in Australia and in export markets, which include new products and improved distribution.

With strong brands around the world, capable senior management and staff, a strong balance sheet and growth strategies in place, the board believes ARB is well positioned to achieve on-going success.

A first quarter trading update will be provided to shareholders at the AGM in October 2015.

Roger Brown
Chairman
19th August 2015

ARB CORPORATION LIMITED
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AND CONTROLLED ENTITIES

FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2015

Please note : page numbering for the financial report commences at page 11.

Consolidated Income Statement
For the Year Ended 30 June 2015

	Note	CONSOLIDATED JUN 2015 ($'000s)	JUN 2014 ($'000s)
Sales revenue		**329,755**	297,779
Other income		**3,601**	2,168
Total revenue and other income	3	**333,356**	299,947
Materials and consumables used		**(149,646)**	(131,764)
Employee expenses		**(77,012)**	(67,191)
Depreciation and amortisation expense	4	**(8,331)**	(7,402)
Advertising expense		**(5,394)**	(4,745)
Distribution expense		**(7,738)**	(7,237)
Finance expense		**(220)**	-
Occupancy expense		**(12,251)**	(11,618)
Other expenses		**(12,748)**	(12,699)
Profit before income tax expense		**60,016**	57,291
Income tax expense	5	**(15,923)**	(14,721)
Profit attributable to members of the parent entity		**44,093**	42,570
Basic and Diluted Earnings per share (cents)	23	**57.8**	58.7

The accompanying notes form part of these financial statements.

Consolidated Statement of Comprehensive Income
For the Year Ended 30 June 2015

	Note	CONSOLIDATED JUN 2015 ($'000s)	JUN 2014 ($'000s)
Profit attributable to members of the parent entity		**44,093**	42,570
Other comprehensive income			
Items that may be reclassified subsequently to Profit/(Loss)			
Movement in fair value of cash flow hedges, net of tax	17	**647**	(285)
Exchange differences on translation of foreign operations, net of tax	17	**6,033**	(1,495)
Other comprehensive income for the year		**6,680**	(1,780)
Total comprehensive income for the year attributable to members of the parent entity		**50,773**	40,790

The accompanying notes form part of these financial statements.

Consolidated Statement of Financial Position

As at 30 June 2015

	Note	CONSOLIDATED JUN 2015 ($'000s)	CONSOLIDATED JUN 2014 ($'000s)
CURRENT ASSETS			
Cash and cash equivalents	20	**10,054**	38,835
Receivables	7	**42,216**	39,762
Derivative financial instruments	13	**349**	-
Inventories	8	**77,821**	70,443
Other assets	9	**3,380**	1,580
Total current assets		**133,820**	150,620
NON-CURRENT ASSETS			
Property, plant and equipment	10	**113,968**	71,943
Deferred tax assets	5	**2,283**	2,167
Intangible assets	11	**19,798**	17,034
Total non-current assets		**136,049**	91,144
Total assets		**269,869**	241,764
CURRENT LIABILITIES			
Payables	12	**28,874**	30,202
Derivative financial instruments	13	**10**	308
Borrowings	14	**2,000**	-
Current tax liabilities		**902**	3,192
Provisions	15	**10,758**	9,528
Total current liabilities		**42,544**	43,230
NON-CURRENT LIABILITIES			
Provisions	15	**977**	720
Total non-current liabilities		**977**	720
Total liabilities		**43,521**	43,950
Net assets		**226,348**	197,814
EQUITY			
Contributed equity	16	**106,774**	46,758
Reserves	17	**8,778**	2,098
Retained earnings	18	**110,796**	148,958
Total equity		**226,348**	197,814

The accompanying notes form part of these financial statements.

Consolidated Statement of Changes in Equity
For the Year Ended 30 June 2015

Consolidated Entity	Contributed equity ($'000s)	Reserves ($'000s)	Retained earnings ($'000s)	Total equity ($'000s)
Balance as at 1 July 2014	**46,758**	**2,098**	**148,958**	**197,814**
Profit for the year	**-**	**-**	**44,093**	**44,093**
Movement in fair value of cash flow hedges, net of tax	**-**	**647**	**-**	**647**
Exchange differences on translation of foreign operations, net of tax	**-**	**6,033**	**-**	**6,033**
Total comprehensive income for the year	**-**	**6,680**	**44,093**	**50,773**
Transactions with owners in their capacity as owners:				
Contributions (net of underwriter's fee)	**59,865**	**-**	**-**	**59,865**
Employee share issue	**151**	**-**	**-**	**151**
Dividends paid	**-**	**-**	**(82,255)**	**(82,255)**
Total transactions with owners in their capacity as owners	**60,016**	**-**	**(82,255)**	**(22,239)**
Balance as at 30 June 2015	**106,774**	**8,778**	**110,796**	**226,348**
Balance as at 1 July 2013	46,618	3,878	127,047	177,543
Profit for the year	-	-	42,570	42,570
Movement in fair value of cash flow hedges, net of tax	-	(285)	-	(285)
Exchange differences on translation of foreign operations, net of tax	-	(1,495)	-	(1,495)
Total comprehensive income for the year	-	(1,780)	42,570	40,790
Transactions with owners in their capacity as owners:				
Employee share issue	140	-	-	140
Dividends paid	-	-	(20,659)	(20,659)
Total transactions with owners in their capacity as owners	140	-	(20,659)	(20,519)
Balance as at 30 June 2014	46,758	2,098	148,958	197,814

The accompanying notes form part of these financial statements.

Consolidated Statement of Cash Flows
For the Year Ended 30 June 2015

	Note	CONSOLIDATED JUN 2015 ($'000s)	 JUN 2014 ($'000s)
Cash Flows From Operating Activities			
Receipts from customers		**352,697**	319,047
Payments to suppliers and employees		**(294,524)**	(269,045)
Interest received		**485**	1,206
Finance costs		**(220)**	-
Income tax paid		**(18,084)**	(14,702)
Net cash provided by Operating activities	20	**40,354**	36,506
Cash Flows From Investing Activities			
Payments for property, plant and equipment		**(46,492)**	(16,298)
Payments for development costs		**(1,994)**	(1,856)
Payments for investments & goodwill	21	**(1,648)**	(3,006)
Proceeds from sales of property, plant & equipment		**438**	303
Net cash used in Investing activities		**(49,696)**	(20,857)
Cash Flows From Financing Activities			
Dividends paid		**(21,889)**	(20,659)
Proceeds from borrowings		**16,000**	-
Repayment of borrowings		**(14,000)**	-
Net cash used in Financing activities		**(19,889)**	(20,659)
Foreign exchange differences		**450**	81
Net increase/(decrease) in cash held		**(28,781)**	(4,929)
Cash at the beginning of the financial year		**38,835**	43,764
Cash at the end of the financial year	20	**10,054**	38,835

The accompanying notes form part of these financial statements.

NOTE CONTENTS

1. Statement of significant accounting policies

The following is a summary of significant accounting policies adopted by the consolidated entity ("the Group") in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Basis of preparation of the financial report

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. The consolidated entity is a for-profit entity for the purpose of preparing the financial statements.

The financial report covers ARB Corporation Limited and its controlled entities as a consolidated entity. ARB Corporation Limited is a company limited by shares, incorporated and domiciled in Australia.

The financial report was authorised for issue by the Directors as at the date of the Directors' report.

Compliance with IFRS
The consolidated financial statements of ARB Corporation Limited also comply with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Historical Cost Convention
The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets as described in the accounting policies.

(b) Going concern

The financial report has been prepared on a going concern basis.

(c) Principles of consolidation

The consolidated financial statements are those of the consolidated entity, comprising the financial statements of the Company and all entities which the Company controls. ARB Corporation Limited has the power to control the financial and operating policies so as to obtain benefits from the activities of its subsidiaries. Details of the controlled entities are contained in Note 25.

The financial statements of subsidiaries are prepared for the same reporting period as the parent entity, using consistent accounting policies. Adjustments are made to bring into line any dissimilar accounting policies.

All inter-company balances and transactions, including any unrealised profits or losses have been eliminated on consolidation. Subsidiaries are fully consolidated from the date on which control is established.

(d) Revenue recognition

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and the costs incurred or to be incurred in respect of the transaction can be measured reliably. Risks and rewards of ownership are considered passed to the buyer at transfer of ownership of the goods to the customer.

Revenue from rendering services to customers is recognised upon delivery of the service to the customer.

Interest revenue is recognised when it becomes receivable on a proportional basis taking into account the interest rates applicable to the financial assets.

(e) Cash and cash equivalents

Cash and cash equivalents include cash on hand and at banks, short-term deposits with an original maturity of six months or less held at call with financial institutions, and bank overdrafts.

(f) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs incurred in bringing each product to its present location and condition are accounted for as follows:

- Raw materials and consumables: purchase cost on a first-in-first-out basis;
- Finished goods and work in progress: cost of direct material and labour and a proportion of manufacturing overheads based on normal operating capacity.

1. Statement of significant accounting policies (continued)

(g) Property, plant and equipment

Cost and valuation

Freehold land and buildings are shown at cost less accumulated depreciation for buildings and accumulated impairment losses.

All other classes of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Depreciation
Land is not depreciated. The depreciable amounts of all other fixed assets are depreciated over their estimated useful lives commencing from the time the asset is held ready for use.

The useful lives for each class of assets are:

	2015	2014
- Buildings:	40 years	40 years
- Plant and equipment:	3 to 10 years	3 to 10 years

(h) Leases

Leases are classified at their inception as either operating or finance leases based on the economic substance of the agreement so as to reflect the risks and benefits incidental to ownership.

Operating Leases
Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the term of the lease.

(i) Business combinations

A business combination is a transaction or other event in which an acquirer obtains control of one or more businesses and results in the consolidation of the assets and liabilities acquired. Business combinations are accounted for by applying the acquisition method.

The consideration transferred is determined as the aggregate of fair values of assets given, equity issued and liabilities assumed in exchange for control. Deferred consideration payable is discounted to present value using the Group's incremental borrowing rate.

Goodwill is recognised initially at the excess over the aggregate of the consideration transferred, the fair value of the non-controlling interest, and the acquisition date fair value of the acquirer's previously held equity interest (in case of step acquisition), less the fair value of the identifiable assets acquired and liabilities assumed.

Acquisition related costs are expensed as incurred.

(j) Intangibles

Goodwill
Goodwill is initially measured as described in Note 1 (i).

Goodwill is not amortised but is tested annually for impairment, or more frequently if events or changes in circumstances indicate that it might be impaired. Goodwill is carried at cost less accumulated impairment losses.

Research and Development
Expenditure on research activities is recognised as an expense when incurred.

Expenditure on motor vehicle accessories design and development activities is capitalised only when technical feasibility studies identify that the project will deliver future economic benefits and these benefits can be measured reliably. Capitalised development expenditure is stated at cost less accumulated amortisation. Amortisation is calculated using a straight-line method to allocate the cost of the intangible asset over its estimated useful lives, which range from 3 to 5 years. Amortisation commences when the intangible asset is available for use.

Other development expenditure is recognised as an expense when incurred.

Distribution Rights
Distribution rights are recorded at fair value on acquisition.

Amortisation is calculated using a straight-line method to allocate the cost over the period of the distribution rights.

1. Statement of significant accounting policies (continued)

(k) Impairment of non-financial assets

Assets with an indefinite useful life are not amortised but are tested annually for impairment in accordance with AASB 136. Assets subject to annual depreciation or amortisation are reviewed for impairment whenever events or circumstances arise that indicate that the carrying amount of the asset may be impaired.

An impairment loss is recognised where the carrying amount of the asset exceeds its recoverable amount. The recoverable amount of an asset is defined as the higher of its fair value less costs to sell and value in use.

(l) Taxes

Current income tax expense or revenue is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities.

Deferred tax assets and liabilities are recognised for temporary differences at the applicable tax rates when the assets are expected to be recovered or liabilities are settled. No deferred tax asset or liability is recognised in relation to temporary differences if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only when it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Current and deferred tax balances attributable to amounts recognised directly in equity are also recognised directly in equity.

Tax Consolidation
The parent entity and its controlled Australian entities have formed an income tax consolidated group under the tax consolidation legislation. The parent entity is responsible for recognising the current tax liabilities and deferred tax assets arising in respect of tax losses, for the tax consolidated group. The tax consolidated group has also entered into a tax funding agreement whereby each company in the group contributes to the income tax payable in proportion to their contribution to the net profit before tax of the tax consolidated group.

(m) Employee benefits

Liabilities arising in respect of wages and salaries, annual leave and any other employee benefits expected to be settled within 12 months of the reporting date are measured at their nominal amounts based on remuneration rates which are expected to be paid when the liability is settled. All other employee benefit liabilities are measured at the present value of the estimated future cash outflow to be made in respect of services provided by employees up to the reporting date.

(n) Financial instruments

Loans and Receivables
Loans and receivables are measured at fair value at inception and subsequently at amortised cost using the effective interest rate method. Loans and receivables are tested for impairment. Any impairment loss is recognised in the profit and loss.

Financial Liabilities
Financial liabilities include trade payables, other creditors and loans from third parties.

Hedge Accounting
Certain derivatives are designated as hedging instruments and are classified as cash flow hedges.

At the inception of each hedging transaction the Group documents the relationship between the hedging instruments and hedged items, its risk management objective and its strategy for undertaking the hedge transaction. The Group also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions have been and will continue to be highly effective in offsetting changes in cash flows of hedged items.

Cash flow hedge
To qualify as a cash flow hedge the underlying transactions generating the cash flows must be highly probable.

Changes in the fair value of derivatives that are designated and qualify as cash flow hedges are recognised in equity in the cash flow hedging reserve. The gain or loss is released to profit or loss in the same period when the forecast transactions occur, thereby mitigating any exchange fluctuations that would have transpired in the absence of the hedge.

1. Statement of significant accounting policies (continued)

(o) Foreign currency

Functional and presentation currency
The financial statements of each Group entity are measured using its functional currency, which is the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

Transactions and balances
Transactions in foreign currencies of entities within the consolidated entity are translated into their functional currency at the rate of exchange ruling at the date of the transaction.

Foreign currency monetary items that are outstanding at the reporting date (other than monetary items arising under foreign currency contracts where the exchange rate for that monetary item is fixed in the contract) are translated using the spot rate at the end of the financial year.

Except for certain foreign currency hedges, all resulting exchange differences arising on settlement or re-statement are recognised as revenues and expenses for the financial year.

Entities that have a functional currency different to the presentation currency are translated as follows:

- Assets and liabilities are translated at the closing rate prevailing on reporting date;
- Income and expenses are translated at actual exchange rates or average exchange rates for the period, where appropriate; and
- All resulting exchange differences are recognised as Other Comprehensive Income.

(p) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the Consolidated Statement of Financial Position are shown inclusive of GST.

Cash flows are presented in the Consolidated Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(q) Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

(r) Rounding amounts

The Group is of a kind referred to in ASIC Class Order CO 98/0100 and in accordance with that Class Order, amounts in the financial statements have been rounded off to the nearest thousand dollars, or in certain cases, to the nearest dollar.

(s) New accounting standards and interpretations issued but not operative at 30 June 2015

AASB 9 *Financial Intruments* , simplifies the approach for classification and measurement of financial assets and financial liabilities, when compared with AASB 139. When adopted, the standard could change the classification and measurement of financial assets. AASB 9 only permits the recognition of fair value gains and losses in other comprehensive income for equity investments that are not held for trading. The new requirements only affect the accounting for financial liabilities that are designated at fair value through profit or loss. Therefore, there will be no impact on the consolidated entity's accounting for financial liabilities.

In December 2013, new general hedge accounting requirements are also incorporated in AASB 9. The new model aligns hedge accounting more closely with risk management, and will be easier to apply and reduce the costs of implementation. However, the new model requires extended disclosure. The standard is not applicable until 1 January 2018 but is available for early adoption. The consolidated entity has yet to assess the impact of new general hedge accounting model on its hedge arrangements. The consolidated entity has decided not to early adopt AASB 9 at 30 June 2015.

AASB 15 Revenue from contracts with customers introduces a five step process for revenue recognition with the core principle being for entities to recognise revenue to depict the transfer of goods or services to customers in amounts that reflect the consideration (that is, payment) to which the entity expects to be entitled in exchange for those goods or services. The five step approach is as follows:
• Step 1: Identify the contracts with the customer;
• Step 2: Identify the separate performance obligations;
• Step 3: Determine the transaction price;
• Step 4: Allocate the transaction price; and
• Step 5: Recognise revenue when a performance obligation is satisfied.

AASB 15 will also result in enhanced disclosures about revenue, provide guidance for transactions that were not previously addressed comprehensively (for example, service revenue and contract modifications) and improve guidance for multiple-element arrangements.

The effective date is annual reporting periods beginning on or after 1 January 2017.

A number of other accounting standards and interpretations have been issued at the reporting date but are not yet effective. The Directors have not yet assessed the impact of these standards or interpretations.

2. Financial risk management

The consolidated entity is exposed to a variety of financial risks comprising:
(a) Currency risk
(b) Interest rate risk
(c) Credit risk
(d) Liquidity risk
(e) Fair values

The Board of Directors has overall responsibility for ensuring that the risk mitigation actions recommended by the Risk Management Committee are implemented. The Board's policy with respect to the Group's exposure to financial risks is to seek to minimise potential adverse effects on the financial performance as a result of risks arising from financial instruments.

(a) Currency risk

Derivative financial instruments are used by the Group to hedge exposure to exchange rate risk associated with foreign currency transactions. Transactions for hedging purposes are undertaken without the use of collateral as the Group only deals with reputable institutions with sound financial positions.

The Group enters into forward exchange contracts to buy and sell specified amounts of foreign currencies in the future at stipulated exchange rates. The objective in entering the forward exchange contracts is to protect the consolidated entity against unfavourable exchange rate movements for both the contracted and anticipated future sales and purchases undertaken in foreign currencies.

Forward exchange contracts as at 30 June were:

	JUN 2015 A($'000s)	JUN 2014 A($'000s)	**JUN 2015** Forward Exchange Rate **$**	JUN 2014 $
Settlement - less than 6 months				
Sell AUD/Buy JPY	**316**	182	**90.88**	92.37
Sell AUD/Buy SEK	**2,694**	3,089	**6.4953**	5.9885
Sell AUD/Buy THB	**10,854**	6,585	**26.2572**	29.6117

The Group trades in various foreign currencies for both sales and purchases.

The Group purchases some equipment and products in New Zealand Dollars (NZD), Japanense Yen (JPY), Thai Baht (THB), Swedish Krona (SEK) and Euro (EUR). To minimise the risk on the exposure to these currencies, the Group may take out hedge contracts.

There is a net deficit of United States Dollars (USD) received over the Group's United States Dollars payments. Accordingly, the Group monitors the foreign currency exchange rates and may take out hedge contracts to stabilise the Group's purchase of United States Dollars.

If the Group considers its exposure in a foreign currency to be significant it will consider the use of hedging contracts.

Sensitivity

No reasonable movement in the Australian dollar (AUD) rates used to determine the fair value of the consolidated entity's financial instruments would result in a significant impact on profit or equity.

2. Financial risk management (continued)

(b) Interest rate risk

The Group monitors its cash flow on a daily basis. Borrowings as at the year ended 30 June 2015 were $2.0 million (2014: $nil). Finance facilities available and used as at the reporting date are disclosed in Note 14.

The consolidated entity's exposure to interest rate risks and the effective interest rates of financial assets and liabilities, both recognised and unrecognised at the balance date, are as follows:

Consolidated Entity	Note	Weighted Average Interest rate	Floating Interest rate ($'000s)	Fixed interest maturing in: 1 year or less ($'000s)	Fixed interest maturing in: More than 1 year ($'000s)	Non Interest Bearing ($'000s)	Total ($'000s)
2015							
Financial assets							
Cash	20	1.20%	10,054	-	-	-	10,054
Receivables	7	-	-	-	-	42,216	42,216
Derivative financial instruments	13	-	-	-	-	349	349
Financial liabilities							
Payables	12	-	-	-	-	28,874	28,874
Borrowings	14	3.09%	2,000	-	-	-	2,000
Derivative financial instruments	13	-	-	-	-	10	10
2014							
Financial assets							
Cash	20	2.79%	38,835	-	-	-	38,835
Receivables	7	-	-	-	-	39,762	39,762
Financial liabilities							
Payables	12	-	-	-	-	30,202	30,202
Derivative financial instruments	13	-	-	-	-	308	308

(c) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date of recognised financial assets is the carrying amount of those assets, net of any provisions for impairment of those assets, as disclosed in the Consolidated Statement of Financial Position and Notes to the Financial Statements.

Credit risk for derivative financial instruments arises from the potential failure by counterparties to the contract to meet their obligations. The credit risk exposure to forward exchange contracts is the net fair value of these contracts.

The consolidated entity does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the consolidated entity.

Concentrations of credit risk

The consolidated entity minimises concentrations of credit risk in relation to trade receivables by undertaking transactions with a large number of customers. The majority of cash holdings are held on deposit with Australian banks.

(d) Liquidity risk

The Group monitors its cash flow on a daily basis to ensure it can meet its obligations associated with financial liabilities.

Maturity analysis
All financial liabilities are due to be settled within the next six months in accordance with their contractual terms.

(e) Fair values

The net fair value of financial assets and financial liabilities approximates their carrying amounts as disclosed in the Consolidated Statement of Financial Position and Notes to the Financial Statements.

The fair values of derivative hedging instruments have been determined based on observable inputs including foreign currency forward exchange rates. Derivative hedging instruments are classified as Level 2 in the fair value measurement hierarchy. These foreign currency forward contracts are valued on a discounted cash flow basis using forward exchange rates. All other financial assets and liabilities carrying amounts are a reasonable approximation of fair values as they are short term trade receivables and payables.

	CONSOLIDATED	
3. Revenues from continuing operations	**JUN 2015 ($'000s)**	JUN 2014 ($'000s)
Sales revenue		
Revenue from sale of goods	**329,755**	297,779
Other income:		
- Interest	**485**	1,206
- Net gain on disposal of property, plant and equipment	**177**	157
- Foreign exchange gains/(losses)	**1,263**	(789)
- Other	**1,676**	1,594
Total other income	**3,601**	2,168
Total income from continuing operations	**333,356**	299,947

4. Profit from continuing operations

Profit from continuing operations before income tax has been determined after the following specific expenses:

Cost of goods sold	**184,706**	174,211
Depreciation of non-current assets:		
Buildings	**1,147**	976
Plant and equipment	**6,306**	5,351
	7,453	6,327
Amortisation of non-current assets:		
Development costs capitalised	**878**	1,060
Distribution right	**-**	15
	878	1,075
Total depreciation and amortisation	**8,331**	7,402
Other expense items:		
- Provision for impairment of receivables	**(224)**	117
- Research and development expenditure	**5,596**	4,604
- Operating lease rentals	**5,567**	5,207

5. Income tax

	CONSOLIDATED JUN 2015 ($'000s)	CONSOLIDATED JUN 2014 ($'000s)
(a) The components of tax expense:		
Current tax	**15,885**	14,465
Deferred tax	**102**	400
Under/(over) provision prior year	**(64)**	(144)
Total income tax expense	**15,923**	14,721
(b) Income tax expense		
Prima facie income tax expense at 30% (2014: 30%) on the operating profit	**18,005**	17,187
Increase/(decrease) in income tax expense due to:		
Differences in overseas tax rates	**(1,880)**	(2,199)
Research & development & building allowance deductions	**(186)**	(186)
Other	**48**	63
Income tax expense on operating profit	**15,987**	14,865
Under/(over) provision prior year	**(64)**	(144)
Total income tax expense	**15,923**	14,721

(c) Deferred tax

Deferred tax assets

Deferred tax asset comprises the estimated future benefit at applicable income tax rates of the following items:

	JUN 2015 ($'000s)	JUN 2014 ($'000s)
Provisions, accruals and accrued employee benefits	**3,454**	2,980
Doubtful debt impairment	**400**	491
Inventory write-down	**458**	408
Income tax expense on group unrealised profit	**1,057**	838
Other	**335**	-
	5,704	4,717

Deferred tax liabilities

Provision for deferred income tax comprises the estimated expenses at applicable income tax rates for the following items:

	JUN 2015 ($'000s)	JUN 2014 ($'000s)
Difference in depreciation and amortisation of property, plant and equipment for accounting and income tax purposes	**1,513**	1,194
Development costs capitalised	**1,524**	1,209
Other income not yet assessable	**384**	147
	3,421	2,550
Net deferred tax assets	**2,283**	2,167

6. Dividends

Dividends recommended or paid by the Company are:

	Note	CONSOLIDATED JUN 2015 ($'000s)	JUN 2014 ($'000s)
Recognised Amounts			
(i) a final fully franked ordinary dividend of 16 cents per share (2014: 15.5 cents fully franked) was paid on 24 October 2014		**11,599**	11,235
(ii) A fully franked special dividend of $1.00 per share was paid on 5 December 2014		**60,366**	-
(iii) an interim fully franked ordinary dividend of 13 cents per share (2014: 13 cents fully franked) paid on 17 April 2015		**10,290**	9,424
	18	**82,255**	20,659
Unrecognised Amounts			
(iv) a final fully franked ordinary dividend is proposed of 16 cents per share (2014: 16 cents fully franked) to be paid on 23 October 2015		**12,665**	11,599

The final dividend proposed was declared subsequent to the financial year end and has therefore not been recognised as a liability.

The dividends paid by the Company were fully franked at the tax rate of 30% (2014: 30%) and the recommended final dividend will be fully franked at the tax rate of 30%.

Dividend franking account
The balance of the franking account at year end that could be distributed as franked dividends using franking credits already in existence or which will arise from the payment of income tax provided for in the financial statements and after deducting franking credits to be used in payment of the above dividends:

	JUN 2015	JUN 2014
Franking Credits (measured on a tax paid basis under Australian Legislation)	**24,430**	44,735

7. Receivables

	JUN 2015	JUN 2014
Current		
Trade receivables	**41,698**	39,477
Other receivables	**1,842**	1,922
	43,540	41,399
Less: provision for impairment	**(1,324)**	(1,637)
	42,216	39,762

Provision for impairment

Receivables ageing analysis at 30 June is:	CONSOLIDATED Gross 2015 ($'000s)	Impairment 2015 ($'000s)	CONSOLIDATED Gross 2014 ($'000s)	Impairment 2014 ($'000s)
Not past due	**35,773**	**(801)**	33,037	(1,113)
Past due 0 - 30 days	**6,066**	**(122)**	5,180	(117)
Past due 31 - 90 days	**1,322**	**(76)**	2,126	(111)
Past due more than 91 days	**379**	**(325)**	1,056	(296)
	43,540	**(1,324)**	41,399	(1,637)

Trade receivables are non interest bearing with 30 day terms. An impairment loss is recognised when there is objective evidence that an individual trade receivable is impaired. The impairment losses have been included within Other expenses in the Consolidated Income Statement. All trade receivables that are not impaired are expected to be received.

	CONSOLIDATED JUN 2015 ($'000s)	JUN 2014 ($'000s)
Movements in the provision for impairment were:		
Opening balance at 1 July	**(1,637)**	(1,792)
(Charge) / writeback for the year	**224**	(117)
Amounts written off	**106**	270
Foreign exchange translation	**(17)**	2
Closing balance at 30 June	**(1,324)**	(1,637)

	CONSOLIDATED	
8. Inventories	**JUN 2015 ($'000s)**	JUN 2014 ($'000s)
Current		
Raw materials and work in progress	**17,825**	15,870
Finished goods	**49,584**	41,287
Goods in transit, at cost	**10,412**	13,286
	77,821	70,443

9. Other assets

Current		
Prepayments	**3,380**	1,580

10. Property, plant and equipment

Land and buildings, at cost	**86,355**	51,727
Less: accumulated depreciation	**(6,510)**	(5,468)
	79,845	46,259
Plant and equipment, at cost	**81,413**	65,505
Less: accumulated depreciation	**(47,290)**	(39,821)
	34,123	25,684
Total property, plant and equipment Net book value	**113,968**	71,943

(a) Movements in the carrying amounts

Freehold Land and Buildings		
Balance at the beginning of financial year	**46,259**	37,609
Additions	**32,830**	10,314
Disposals	**(38)**	(34)
Depreciation	**(1,147)**	(976)
Foreign exchange impact	**1,941**	(654)
Balance at the end of financial year	**79,845**	46,259
Plant & Equipment		
Balance at the beginning of financial year	**25,684**	25,547
Additions	**13,662**	5,984
Disposals	**(223)**	(112)
Depreciation	**(6,306)**	(5,351)
Foreign exchange impact	**1,306**	(384)
Balance at the end of financial year	**34,123**	25,684

(b) Property, plant and equipment have been granted as security over bank facilities. Refer to Note 14 for details.

(c) Fair value of freehold land and buildings – The Group obtains independent property valuations of freehold land and buildings on a 3 year rotational basis. The total current valuations for freehold land and buildings are $84.2 million, compared with the collective carrying value of $79.8 million. The fair value measurements have been determined as level 3 in the fair value measurement hierarchy. The valuations are based on the expected vacant possession sales price with consideration of comparable sales information and prevailing rental capitalisation rates.

11. Intangible assets

	CONSOLIDATED JUN 2015 ($'000s)	CONSOLIDATED JUN 2014 ($'000s)
Distribution right, at cost	**-**	300
Less: accumulated amortisation	**-**	(300)
	-	-
Goodwill	**14,653**	13,005
Development, at cost	**15,678**	13,694
Less: accumulated amortisation	**(10,533)**	(9,665)
	5,145	4,029
	19,798	17,034

Movements in the carrying amounts

	JUN 2015 ($'000s)	JUN 2014 ($'000s)
Distribution right		
Balance at the beginning of financial year	**-**	15
Amortisation	**-**	(15)
Balance at the end of financial year	**-**	-
Goodwill		
Balance at the beginning of financial year	**13,005**	9,999
Additions	**1,648**	3,006
Balance at the end of financial year	**14,653**	13,005
Development costs		
Balance at the beginning of financial year	**4,029**	3,233
Additions	**1,994**	1,856
Amortisation	**(878)**	(1,060)
Balance at the end of financial year	**5,145**	4,029

Impairment

Goodwill is allocated to the following cash-generating units. The impairment test for each of these units has been prepared using a value in use calculation with a calculation for year 1 cash flows approved by management and years 2 to 5 projected using the growth rate below. Growth rates are based upon Directors' assumptions and consideration of historical averages.

		Goodwill ($'000s)	**Growth rate**	**Discount Rate (post tax)**	**Period of projection**
2015					
	Thule Car Rack systems	1,748	5.0%	10.0%	5 years
	Kingsley Enterprises	3,226	4.5%	10.0%	5 years
	SmartBar	1,648	5.0%	10.0%	5 years
	ARB Corporation (Australia)	8,031	6.5%	10.0%	5 years
2014					
	Thule Car Rack systems	1,748	5.0%	10.0%	5 years
	Kingsley Enterprises	3,226	4.5%	10.0%	5 years
	ARB Corporation (Australia)	8,031	6.5%	10.0%	5 years

No reasonable change in any of the key assumptions would result in an impairment.

12. Payables

	CONSOLIDATED JUN 2015 ($'000s)	CONSOLIDATED JUN 2014 ($'000s)
Current		
Trade payables	**22,559**	25,762
Other payables	**6,315**	4,440
	28,874	30,202

13. Derivative financial instruments

	Note	CONSOLIDATED JUN 2015 ($'000s)	JUN 2014 ($'000s)
Derivatives that are designated and effective as hedging instruments carried at fair value:			
Current assets			
Forward exchange contracts		**349**	-
Current liabilities			
Forward exchange contracts		**10**	308

14. Borrowings

Current

Secured Borrowings	**2,000**	-

(a) Financing arrangements

The consolidated entity has access to the following lines of credit:

Total facilities available:		
Bank overdraft	**500**	500
Interchangeable facility	**15,000**	-
Online facility	**2,000**	2,000
Lease guarantees	**750**	650
	18,250	3,150
Facilities utilised at balance date:		
Interchangeable facility	**2,000**	-
Lease guarantees	**632**	417
	2,632	417
Facilities not utilised at balance date:		
Bank overdraft	**500**	500
Interchangeable facility	**13,000**	-
Online facility	**2,000**	2,000
Lease guarantees	**118**	233
	15,618	2,733

Bank overdraft
The bank overdraft is subject to annual review. Following such review, the bank retains the right at its discretion to review all of the terms and conditions of the facilities including without limitation all facility limits, fees, pricing, security and facility conditions. This facility was unused at 30 June 2015.

Interchangeable facility
The interchangeable facility is subject to annual review.

Online facility
This facility is used for the clearance of wages and was unused at 30 June 2015.

Security & Conditions
The above facilities are secured by a First Registered Company Charge over all assets and undertakings of the Company and its Australian controlled entities.

15. Provisions

	CONSOLIDATED	
	JUN 2015 ($'000s)	JUN 2014 ($'000s)
Current		
Employee benefits	**10,758**	9,528
Non-current		
Employee benefits	**977**	720
Total employee benefits	**11,735**	10,248

16. Contributed equity

Issued and paid up capital

	CONSOLIDATED JUN 2015 ($'000s)	CONSOLIDATED JUN 2014 ($'000s)
79,156,214 ordinary shares (2014: 72,493,302)	**106,774**	46,758

Fully paid ordinary shares carry one vote and carry the right to dividends.

Movements during the year	CONSOLIDATED No. of shares **JUN 2015**	CONSOLIDATED No. of shares JUN 2014	CONSOLIDATED **JUN 2015 ($'000s)**	CONSOLIDATED JUN 2014 ($'000s)
Balance at the beginning of the financial year	**72,493,302**	72,481,302	**46,758**	46,618
Dividend reinvestment plan, Bonus share plan and associated underwriting	**6,650,912**	-	**60,366**	-
Other shares issued	**12,000**	12,000	**151**	140
Transaction costs of share issue	**-**	-	**(501)**	-
Balance at the end of the financial year	**79,156,214**	72,493,302	**106,774**	46,758

Capital management

When managing capital, the Board monitors, with consideration of the domestic and international economic climates, the Group's debt and liquidity levels. The capital management objective is to maintain the dividend payment ratio, whilst generating cash for future growth. It is the Board's current intention to maintain a dividend payout ratio of between 40% to 60% of Net Profit after Tax, excluding any special dividends.

17. Reserves

	Note	CONSOLIDATED JUN 2015 ($'000s)	JUN 2014 ($'000s)
Capital profits reserve		**4,090**	4,090
Foreign currency translation reserve		**4,349**	(1,684)
Cash flow hedge reserve		**339**	(308)
		8,778	2,098
Capital profits reserve			
Balance at the beginning and end of the financial year		**4,090**	4,090

Capital profits reserve reflects previously realised profits on sale of capital assets.

Foreign currency translation reserve			
Balance at the beginning of the financial year		**(1,684)**	(189)
Movement during the year		**6,033**	(1,495)
Balance at the end of the financial year		**4,349**	(1,684)

Foreign currency translation reserve reflects exchange differences on translation of foreign operations.

Cash flow hedge reserve			
Balance at the beginning of the financial year		**(308)**	(23)
Amount recognised in equity		**647**	(285)
Balance at the end of the financial year		**339**	(308)

Cash flow hedge reserve reflects the difference between the hedge contracts translated at the year end and contractual exchange rates.

18. Retained earnings

	Note	JUN 2015 ($'000s)	JUN 2014 ($'000s)
Retained earnings		**110,796**	148,958
Retained earnings			
Balance at the beginning of the financial year		**148,958**	127,047
Net profit attributable to members of the parent entity		**44,093**	42,570
Dividends paid	6	**(82,255)**	(20,659)
Balance at the end of the financial year		**110,796**	148,958

19. Parent entity information

	COMPANY	
	JUN 2015 ($'000s)	JUN 2014 ($'000s)
Profit before income tax expense	**52,692**	54,410
Income tax expense	**(14,268)**	(13,365)
Profit attributable to members of the parent entity	**38,424**	41,045
Total comprehensive income for the year attributable to members of the parent entity	**38,742**	40,760

The Profit before income tax expense includes dividends received from subsidiaries of $Nil (2014: $8,678,000) which are eliminated on consolidation.

Current assets	**115,082**	139,633
Total assets	**242,565**	230,280
Current liabilities	**36,657**	36,869
Total liabilities	**37,633**	37,590
Net assets	**204,932**	192,690
Equity		
Contributed equity	**106,774**	46,758
Capital profits reserve	**3,991**	3,991
Cash flow hedge reserve	**339**	(308)
Retained earnings	**93,828**	142,249
Total equity	**204,932**	192,690
Capital expenditure commitments		
Contracted, but not provided for and payable within one year	**3,650**	10,828

20. Cash flow information

	CONSOLIDATED	
	JUN 2015 ($'000s)	JUN 2014 ($'000s)
(i) Reconciliation of Cash		
Cash	**10,054**	38,835
(ii) Reconciliations of the net profit after tax to the net cash flows from operations:		
Net profit	**44,093**	42,570
Add/(less) items classified as Investing/financing activities:		
(Profit)/loss on disposal of non-current assets	**(177)**	(157)
Add/(less) non-cash items		
Depreciation and amortisation	**8,331**	7,402
Provision for impairment of receivables	**(313)**	(155)
Impact of foreign exchange	**2,633**	(528)
Net cash provided by operating activities before change in assets and liabilities	**54,567**	49,132
Change in assets and liabilities		
(Increase)/decrease in inventories	**(7,378)**	(11,715)
(Increase)/decrease in prepayments	**(1,800)**	(1,214)
(Increase)/decrease in other receivables	**80**	459
(Increase)/decrease in trade receivables	**(2,221)**	(3,211)
(Increase)/decrease in deferred tax asset	**(116)**	613
(Decrease)/increase in payables	**(1,328)**	1,980
(Increase)/decrease in derivative financial instruments	**(647)**	285
(Decrease)/increase in provisions	**1,487**	818
(Decrease)/increase in income tax payable	**(2,290)**	(641)
Net cash flow from operating activities	**40,354**	36,506

(iii) Credit stand-by arrangements and loan facilities are identified at Note 14.

21. Business combinations

Current year

During the year the consolidated entity purchased a manufacturing business, SmartBar in South Australia (September 2014), and a retail store in Port Macquarie, New South Wales (February 2015).

A summary of these aggragated transactions is:

	$'000s
Total consideration paid	2,619

Assets and liabilities acquired

	Fair value at acquisition $'000s
Assets and liabilities acquired	
Inventory	355
Plant and equipment	705
Deferred tax asset	36
Employee entitlements	(121)
Other assets / (liabilities)	(4)
Net assets acquired	971
Goodwill	1,648

The goodwill on acquisition arises as a result of the reputations, employees and profitability of the businesses.

Goodwill is not deductible for tax purposes.

Contribution since acquisition

For the year ended 30 June 2015, the two businesses contributed combined revenue of $3,351,000 and combined profit after tax of $493,000 which is included within the consolidated profit for that period.

Prior year

During the prior year the consolidated entity purchased two retail stores in Australia: Welshpool in Western Australia (February 2014) and Darwin in Northern Territory (30 June 2014).

A summary of these aggragated transactions is:

	$'000s
Total consideration paid	4,049

Assets and liabilities acquired

	Fair value at acquisition $'000s
Assets and liabilities acquired	
Inventory	884
Plant and equipment	268
Deferred tax asset	46
Employee entitlements	(155)
Net assets acquired	1,043
Goodwill	3,006

The goodwill on acquisition arises as a result of the reputations, employees and profitability of the businesses.

Goodwill is not deductible for tax purposes.

Contribution since acquisition

For the year ended 30 June 2014 the two retail stores contributed revenue of $1,683,000 and a profit after tax of $135,000 which is included within the consolidated profit for that period.

Acquisitions in both the current and prior financial years were for the business assets only and accordingly appropriate accounting records are not available to ascertain what the contribution to revenue and profits would have been if the acquisitions had been at the beginning of the reporting period.

22. Commitments and contingencies

	CONSOLIDATED JUN 2015 ($'000s)	CONSOLIDATED JUN 2014 ($'000s)
Operating lease commitments		
All operating leases are property leases.		
Minimum lease payments		
Future operating lease rentals of property, not provided for and payable as follows:		
Not later than one year	**4,858**	5,847
Later than one year but not later than five years	**11,006**	12,732
Later than five years	**952**	620
	16,816	19,199
Capital expenditure commitments		
Contracted, but not provided for and payable within one year	**4,911**	11,803

23. Earnings per share

	CONSOLIDATED JUN 2015 cents	CONSOLIDATED JUN 2014 cents
Earnings per share (cents)	**57.8**	58.7
Weighted average number of ordinary shares used in the calculation of basic earnings per share	**76,291,663**	72,485,445

Diluted earnings per share do not differ from basic earnings per share and are therefore not separately disclosed.

24. Auditor's remuneration

	CONSOLIDATED JUN 2015 ($'000s)	CONSOLIDATED JUN 2014 ($'000s)
Remuneration of Pitcher Partners, the auditor of the parent entity for:		
- Auditing or reviewing the financial report	**209**	209
- Taxation services	**31**	20
- Other compliance and advisory services	**18**	5
Auditing or reviewing the financial report of subsidiaries		
- Remuneration of network firms of Pitcher Partners	**32**	30
- Remuneration of other non-related auditors	**31**	33
Total auditors' remuneration	**321**	297

	CONSOLIDATED	
	JUN 2015	JUN 2014
25. Controlled entities	**($'000s)**	($'000s)

The consolidated financial statements include the financial statements of ARB Corporation Limited and its controlled entities listed below:

	Country of Incorporation	JUN 2015	JUN 2014
Parent entity			
ARB Corporation Limited	Australia	**%**	%
Controlled entities			
Air Locker, Inc.	United States of America	**100**	100
Kingsley Enterprises Pty Ltd	Australia	**100**	100
Off Road Accessories Ltd	Thailand	**100**	100
ARB Off Road Ltd	Thailand	**100**	100
ARB Europe s.r.o	Czech Republic	**100**	100

26. Directors and executives

Details of Key Management Personnel

R.G. Brown	Executive Chairman
A.H. Brown	Managing Director
J.R. Forsyth	Executive Director and Company Secretary
R.D. Fraser	Non-executive Director
E.E. Kulmar	Non-executive Director
A.P. Stott	Non-executive Director

Key Management Personnel remuneration by category	JUN 2015 $	JUN 2014 $
Short term employment benefits	**1,140,082**	1,118,846
Post employment benefits	**118,327**	112,103
	1,258,409	1,230,949

27. Related party transactions

Directors
The name of each person holding the position of Director of ARB Corporation Limited during the financial year is R.G. Brown, A.H. Brown, J.R. Forsyth, R.D. Fraser, E.E. Kulmar and A.P. Stott.

Apart from the details disclosed in this note, no Director has entered into a material contract with the Company or the economic entity since the end of the previous financial year and there were no material contracts involving Directors' interests subsisting at year end.

Controlled entities
Details of interests in the controlled entities, being wholly-owned subsidiary companies, are set out at Note 25. All transactions between the Company and its controlled entities have been eliminated on consolidation.

Ultimate parent entity
The immediate parent entity and ultimate parent entity is ARB Corporation Limited.

Loans
Loans from the Company to its overseas controlled entities are charged interest monthly at arm's length rates on the outstanding balance.

28. Segment information

The major products/services from which the economic entity derived revenue during the year remained unchanged and were the design, manufacture, distribution and sale of motor vehicle accessories and light metal engineering works.

The reportable segments of the consolidated entity are based on geographical locations comprising operations in Australia, USA, Thailand and Europe.

(a) Income Statement

2015	Australia ($'000s)	USA ($'000s)	Thailand ($'000s)	Europe ($'000s)	Eliminations ($'000s)	Consolidated ($'000s)
Segment revenue						
Total segment revenue	**316,597**	**38,958**	**46,067**	**6,805**	**(75,071)**	**333,356**
Intersegmental revenues	**(32,550)**	**-**	**(42,521)**	**-**	**75,071**	**-**
Segment revenue from external source	**284,047**	**38,958**	**3,546**	**6,805**	**-**	**333,356**
Total segment result	**38,875**	**893**	**8,594**	**676**	**(4,945)**	**44,093**
Intersegmental eliminations	**(4,945)**	**-**	**-**	**-**	**4,945**	**-**
Segment result from external source	**33,930**	**893**	**8,594**	**676**	**-**	**44,093**
Items included within the segment result:						
Net interest income	**252**	**-**	**13**	**-**	**-**	**265**
Depreciation and amortisation expense	**6,296**	**112**	**1,893**	**30**	**0**	**8,331**
Income tax expense	**14,466**	**626**	**900**	**151**	**(220)**	**15,923**
2014						
Segment revenue						
Total segment revenue	301,472	31,358	39,281	1,343	(73,507)	299,947
Intersegmental revenues	(37,305)	-	(36,202)	-	73,507	-
Segment revenue from external source	264,167	31,358	3,079	1,343	-	299,947
Total segment result	41,396	2,171	7,846	(63)	(8,780)	42,570
Intersegmental eliminations	(8,780)	-	-	-	8,780	-
Segment result from external source	32,616	2,171	7,846	(63)	-	42,570
Items included within the segment result:						
Net interest income	1,199	-	7	-	-	1,206
Depreciation and amortisation expense	5,893	100	1,401	8	-	7,402
Income tax expense	13,497	1,091	158	-	(25)	14,721

(b) Statement of Financial Position

	Australia ($'000s)	USA ($'000s)	Thailand ($'000s)	Europe ($'000s)	Eliminations ($'000s)	Consolidated ($'000s)
2015						
Segment assets	**255,739**	**16,961**	**43,086**	**6,083**	**(52,000)**	**269,869**
Segment liabilities	**48,794**	**7,639**	**12,610**	**5,581**	**(31,103)**	**43,521**
Segment acquisition of property, plant, equipment and intangibles	**43,460**	**280**	**6,270**	**124**	**-**	**50,134**
2014						
Segment assets	240,874	14,544	32,738	3,664	(50,056)	241,764
Segment liabilities	46,790	8,457	14,647	3,680	(29,624)	43,950
Segment acquisition of property, plant, equipment and intangibles	19,612	261	1,078	209	-	21,160

29. Subsequent events

There has been no matter or circumstance, which has arisen since 30 June 2015 that has significantly affected or may significantly affect:

(a) the operations, in financial years subsequent to 30 June 2015 of the consolidated entity,
(b) the results of those operations, or
(c) the state of affairs, in financial years subsequent to 30 June 2015 of the consolidated entity.

Directors' Declaration

The Directors declare that the financial statements and notes set out on pages 11 to 35 are in accordance with the Corporations Act 2001:

(a) Complying with Accounting Standards, and the Corporations Regulations 2001, and other mandatory professional reporting requirements;

(b) Complying with International Financial Reporting Standards as indicated in Note 1; and

(c) Give a true and fair view of the financial position of the consolidated entity as at 30 June 2015 and of its performance for the year ended on that date.

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

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with section 295A of the Corporations Act 2001 for the financial year ended 30 June 2015.

This declaration is made in accordance with a resolution of the Directors.

Roger G Brown
Director

John R Forsyth
Director

Melbourne, 19 August, 2015

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES
ABN 31 006 708 756

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES

Report on the Financial Report

We have audited the accompanying financial report of ARB Corporation Limited and controlled entities, which comprises the consolidated statement of financial position as at 30 June 2015, the consolidated income statement, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements,* that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES
ABN 31 006 708 756

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES

Independence

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

Opinion

In our opinion:

(a) the financial report of ARB Corporation Limited and controlled entities is in accordance with the *Corporations Act 2001*, including:

  (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the year ended on that date; and

  (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and

(b) the consolidated financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Report on the Remuneration Report

We have audited the Remuneration Report included in pages 9-10 of the directors' report for the year ended 30 June 2015. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

M J HARRISON
Partner

19 August 2015

Pitcher Partners

PITCHER PARTNERS
Melbourne

ARB CORPORATION LIMITED AND ITS CONTROLLED ENTITIES

AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF ARB CORPORATION LIMITED

In relation to the independent audit for the year ended 30 June 2015, to the best of my knowledge and belief there have been:

(i) No contraventions of the auditor independence requirements of the *Corporations Act 2001*; and

(ii) No contraventions of any applicable code of professional conduct.

This declaration is in respect of ARB Corporation Limited and the entities it controlled during the year.

M J HARRISON
Partner

19 August 2015

PITCHER PARTNERS
Melbourne

ASX Additional Information

Additional information required by the ASX Listing Rules and not disclosed elsewhere in this report.

SHAREHOLDINGS

Substantial Shareholders

The number of shares to which substantial shareholders were entitled as listed in the Company's register of substantial shareholders at 4 August 2015 was:

Shareholder	Ordinary
Rogand Pty Ltd	**7,935,366**
Perpetual Limited	**7,069,284**
Bennelong Funds Management Group Pty Ltd	**6,147,551**
Aberdeen Asset Management Asia Limited	**5,459,128**
Hyperion Asset Management Limited	**4,898,883**

Class of Shares and Voting Rights

At 31 July 2015, there were 5,762 holders of ordinary shares of the Company. The voting rights attaching to the ordinary shares are set out in the Company's Constitution.

Distribution of shareholders (as at 31 July 2015):

	Holders	%	Shares Held	%
1 - 1,000	2,556	44.36	1,230,573	1.55
1,001 - 5,000	2,227	38.65	5,436,452	6.87
5,001 - 10,000	548	9.51	3,998,976	5.05
10,001 - 100,000	396	6.87	9,183,727	11.60
100,001 or more	35	0.61	59,306,486	74.93
	5,762	100.00	79,156,214	100.00

The number of shareholders holding less than a marketable parcel at 31 July 2015 was 102.

Twenty largest shareholders (as at 3 August 2015)

Name of Holder	Number of ordinary shares held	% of issued ordinary shares held
BNP Paribas Noms Pty Ltd <DRP>	8,478,384	10.71
HSBC Custody Nominees (Australia) Limited	8,429,733	10.65
Rogand Pty Ltd	7,851,183	9.92
J P Morgan Nominees Australia Limited	7,652,007	9.67
RBC Investor Services Australia Nominees Pty Limited <PI Pooled Account>	4,764,842	6.02
National Nominees Limited	4,399,507	5.56
Citicorp Nominees Pty Ltd	3,647,326	4.61
RBC Investor Services Australia Nominees Pty Limited <BKCust Account>	2,115,548	2.67
Formax Pty Ltd (Reparar Account)	2,086,723	2.64
Netwealth Investments Limited <Wrap Services Account>	1,104,060	1.39
Australian Foundation Investment Company Limited	948,068	1.20
BKI Investment Company Limited	945,447	1.19
Milton Corporation Limited	813,065	1.03
Citicorp Nominees Pty Ltd <Colonial First State Inv Account>	748,332	0.95
Mrs Pamela Shirley Carpenter	653,831	0.83
RBC Investor Services Australia Nominees Pty Limited <PIIC Account>	575,426	0.73
Mr Gerard James Van Paassen (The Van Paassen Fam Account)	444,556	0.56
Mirrabooka Investments Limited	433,352	0.55
Illabarook Pty Ltd	350,000	0.44
Mr Ronald Ernest Binks	292,657	0.37

The 20 largest shareholders hold 71.69% of the ordinary shares of the Company.

There is no current on market buy back of shares.