APPENDIX 4D

VERIS LIMITED FOR THE HALF YEAR ENDED 31 DECEMBER 2019

The current reporting period is the half-year ended 31 December 2019. The prior reporting period is for the half-year ended 31 December 2018.

RESULTS ANNOUCEMENT TO THE MARKET 31 DECEMBER 2019

		Change from prior period	$000's
Continuing Operations			
Revenue	⇩	6%	50,459
Expenses	⇩	6%	48,907
Underlying Profit from operating activities EBITDA[1]			1,552
Depreciation and Amortisation	⇧	50%	6,142
Restructuring Costs & Acquisition Costs	⇩	46%	403
Share-based Payments	⇩	70%	25
Net loss from operating activities	⇩	84%	6,100
Net loss from **Continuing Operations** net of tax	⇩	64%	13,109
Loss from **Discontinued Operations**, net of tax	⇧	803%	3,283
Net loss after tax for the period attributable to members	⇩	55%	16,392

1 *EBITDA is defined as earnings before depreciation, amortisation, interest, tax, impairment, restructuring, share-based payments, discontinued operations and acquisition costs and is an unaudited non-IFRS measure.*
Adoption of AASB 16 Leases resulted in an increase in EBITDA of $2.353 million

EXPLANATION OF RESULTS

Group

Veris Group revenue from continued operations during the period ended 31 December 2019 was $50,459,000; down from $53,886,000 in the prior corresponding period. Aqura Technologies revenue was $10,433,000; up from $6,481,000 in the prior corresponding period. Veris Australia revenue decreased from $47,491,000 to $40,067,000.

Veris Group EBITDA[2] was $1,552,000 for the period (1H FY19: $1,842,000) being a 16% decrease on the prior corresponding half. EBITDA normalised for the adoption of AASB 16, *Leases* results in an EBITDA loss for the period of ($801,000) 143% decrease on the prior corresponding half.

Veris Australia

Veris Australia EBITDA was $2,709,000 (1H FY19: $2,512,000) being an 8% increase on the prior corresponding half. Veris Australia EBITDA normalised for the adoption of AASB 16, *Leases* results in an EBITDA profit for the period of $622,000 a 75% decrease on the prior corresponding half.

The key issue impacting the Veris Australia performance stems from the Olympic Park office. The main issues being delays to new project starts in the engineering survey business affecting revenue and the performance of the subsurface utilities business.

Aqura

Aqura Technologies achieved EBITDA of $664,000 for the period (1H FY19: $1,096,000). EBITDA normalised for the adoption of AASB 16, *Leases* results in an EBITDA for the period of $512,000) 53% decrease on the prior corresponding half.

Aqura's lower EBITDA was driven by investment in head count attributing to delivering the increase in revenue growth in this half in accordance with their strategic plan.

NTA Backing	31 December 2019 cents per share	31 December 2018 cents per share
Net tangible assets per ordinary share	1.6 cents	2.6 cents

Dividends declared

No dividend declared.

Associates and joint venture entities

Not applicable.

Foreign entities GAAP applied

Not applicable.

Audit report

This report is based on the interim financial report which has been independently reviewed and is not subject to qualifications.

2 *EBITDA is defined as earnings before depreciation, amortisation, interest, tax, impairment, restructuring, share-based payments, discontinued operations and acquisition costs and is an unaudited non-IFRS measure*