

METHVEN

METHVEN LIMITED

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28 February 2019

Client Market Services
NZX Limited
Level1, NZX Centre
11 Cable Street
WELLINGTON 6011

Dear Sir/Madam

Methven Limited (MVN) HY19 Results

The following is enclosed for release to the market in relation to MVN's H1 FY19 results:

1. H1 FY19 Financial Statements
2. Appendix 1

Yours sincerely



David Banfield
Group Chief Executive Officer

METHVEN

CONSOLIDATED INCOME STATEMENT
FOR THE SIX MONTHS ENDED 31 DECEMBER 2018

NZ \$000	Notes	6 months ended 31 Dec 18 Unaudited	6 months ended 31 Dec 17 Unaudited
Sales revenue	4	54,577	52,770
Cost of sales		(31,710)	(31,058)
Gross profit		22,867	21,712
Other income		430	393
Expenses	5		
Research, design and engineering		(1,429)	(1,243)
Sales, distribution, marketing and brand development		(11,702)	(10,755)
Administration and other expenses		(5,679)	(4,978)
Finance costs		(692)	(649)
Profit before income tax		3,795	4,480
Income tax expense	11	(1,353)	(1,282)
Net profit attributable to shareholders	4	2,442	3,198
Earnings per share for profit attributable to the shareholders:			
Basic earnings per share (cents)		3.4	4.5
Diluted earnings per share (cents)		3.4	4.5

The above consolidated income statement should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 31 DECEMBER 2018

NZ \$000	6 months ended 31 Dec 18 Unaudited	6 months ended 31 Dec 17 Unaudited
Net profit for the period	2,442	3,198
Items that may be reclassified subsequently to profit or loss		
Movement in foreign currency translation reserve	(1,230)	2,474
Movement in cashflow hedge reserve	(276)	81
Income tax relating to items that may be reclassified	68	(25)
Total items that may be reclassified subsequently to profit or loss	(1,438)	2,530
Other comprehensive income/(loss) for the period net of tax	(1,438)	2,530
Total comprehensive income for the period attributable to the shareholders	1,004	5,728

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

NZ \$000	Notes	As at 31 Dec 18 Unaudited	As at 31 Dec 17 Unaudited Restated*	As at 30 Jun 18 Audited
Assets				
Current assets				
Cash and cash equivalents		3,569	6,175	5,464
Trade receivables		13,963	14,190	16,733
Inventories		28,237	23,348	26,615
Derivative financial instruments	7	960	97	1,163
Income tax receivable		129	791	14
Prepayments and other assets		2,447	1,906	1,271
Total current assets		49,305	46,507	51,260
Non-current assets				
Property, plant and equipment		9,901	9,110	9,162
Deferred tax assets		2,217	2,212	1,964
Intangible assets		38,922	38,382	39,485
Total non-current assets		51,040	49,704	50,611
Total assets		100,345	96,211	101,871
Liabilities				
Current liabilities				
Trade creditors		10,651	9,151	13,494
Interest bearing liabilities		127	81	172
Derivative financial instruments	7	208	786	97
Income tax payable		587	308	384
Provisions		545	507	512
Other creditors and accruals		4,098	3,770	4,253
Employee accruals		2,370	2,073	2,511
Total current liabilities		18,586	16,676	21,423
Non-current liabilities				
Interest bearing liabilities		31,198	28,993	27,932
Derivative financial instruments	7	39	25	40
Other creditors and accruals		502	509	503
Employee accruals		185	210	199
Total non-current liabilities		31,924	29,737	28,674
Total liabilities		50,510	46,413	50,097
Net assets		49,835	49,798	51,774
Equity				
Share capital		52,291	52,291	52,291
Reserves		(10,065)	(10,090)	(8,677)
Retained earnings		7,609	7,597	8,160
Total equity		49,835	49,798	51,774

* See note 13 for details regarding the restatement as a result of adjustments relating to prior periods.

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 31 DECEMBER 2018

NZ \$000		Share capital	Hedge reserve	Share-based payments reserve	Currency translation reserve	Retained earnings	Total equity
	UNAUDITED						
Balance at 1 July 2017		52,291	(374)	161	(12,466)	7,070	46,682
Prior period adjustment	13	-	-	-	-	(518)	(518)
Restated balance at 1 July 2017		52,291	(374)	161	(12,466)	6,552	46,164
Movement in foreign currency translation reserve		-	-	-	2,474	-	2,474
Movement in cashflow hedge reserve		-	81	-	-	-	81
Movement in deferred tax on hedge reserve		-	(25)	-	-	-	(25)
Profit for the period		-	-	-	-	3,198	3,198
Total comprehensive income		-	56	-	2,474	3,198	5,728
Dividends		-	-	-	-	(2,153)	(2,153)
Shares issued		-	-	-	-	-	-
Movement in share-based payments reserve		-	-	59	-	-	59
Balance at 31 December 2017		52,291	(318)	220	(9,992)	7,597	49,798
	AUDITED						
Balance at 1 July 2017		52,291	(374)	161	(12,466)	6,552	46,164
Movement in foreign currency translation reserve		-	-	-	3,059	-	3,059
Movement in cashflow hedge reserve		-	1,079	-	-	-	1,079
Movement in deferred tax on hedge reserve		-	(270)	-	-	-	(270)
Profit for the period		-	-	-	-	6,637	6,637
Total comprehensive income		-	809	-	3,059	6,637	10,505
Dividends		-	-	-	-	(5,029)	(5,029)
Shares issued		-	-	-	-	-	-
Movement in share based payments reserve		-	-	134	-	-	134
Balance at 30 June 2018		52,291	435	295	(9,407)	8,160	51,774
	UNAUDITED						
Balance at 1 July 2018		52,291	435	295	(9,407)	8,160	51,774
Impact of change in accounting policy	14	-	-	-	-	(119)	(119)
Adjusted balance at 1 July 2018		52,291	435	295	(9,407)	8,041	51,655
Movement in foreign currency translation reserve		-	-	-	(1,230)	-	(1,230)
Movement in cashflow hedge reserve		-	(276)	-	-	-	(276)
Movement in deferred tax on hedge reserve		-	68	-	-	-	68
Profit for the period		-	-	-	-	2,442	2,442
Total comprehensive income		-	(208)	-	(1,230)	2,442	1,004
Dividends		-	-	-	-	(2,874)	(2,874)
Shares issued		-	-	-	-	-	-
Movement in share-based payments reserve		-	-	50	-	-	50
Balance at 31 December 2018		52,291	227	345	(10,637)	7,609	49,835

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

CONSOLIDATED CASHFLOW STATEMENT
FOR THE SIX MONTHS ENDED 31 DECEMBER 2018

NZ \$000	Notes	6 months ended 31 Dec 18 Unaudited	6 months ended 31 Dec 17 Unaudited
Cashflows from operating activities			
Receipts from customers		56,936	55,434
Government grants		462	313
Payments to suppliers		(42,660)	(34,682)
Payments to employees		(12,261)	(12,065)
Interest received		6	-
Interest paid		(698)	(647)
Income taxes paid		(1,496)	(859)
Net cash inflow from operating activities	6	289	7,494
Cashflows from investing activities			
Payments for property, plant and equipment, patents, trademarks and software	12	(2,473)	(1,019)
Proceeds from sale of property, plant and equipment		24	-
Net cash outflow from investing activities		(2,449)	(1,019)
Cashflows from financing activities			
Proceeds from/(repayments of) borrowings		3,257	(1,938)
Dividends paid		(2,874)	(2,153)
Net cash (outflow)/inflow from financing activities		383	(4,091)
Net increase/(decrease) in cash and cash equivalents		(1,777)	2,384
Cash and cash equivalents at the beginning of the period		5,464	3,624
Foreign currency translation adjustment		(118)	167
Cash and cash equivalents at the end of the period		3,569	6,175

The above consolidated cashflow statement should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2018

1 General information

Methven Limited (the "Company") and its subsidiaries (together "Methven" or the "Group") designs, manufactures and supplies showerware, tapware and water control valves.

The Group's operating revenues are broadly evenly split between the two half years. Seasonality exists only in the Group's assets and liabilities between December and June and therefore we have presented the Group's Balance Sheet as at 31 December 2017 as an additional comparative.

The Company is a limited liability company incorporated and domiciled in New Zealand. The address of its registered office is 41 Jomac Place, Avondale, Auckland.

These financial statements have been approved for issue by the Board of Directors on 27 February 2019. The directors do not have the power to amend these financial statements after issuance.

2 Basis of preparation

These interim financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP), IAS 34 and NZ IAS 34 *Interim Financial Reporting* as applicable for profit-oriented entities.

The interim financial statements should be read in conjunction with the Annual Report for the year ended 30 June 2018 and NZX announcements made by Methven Limited during the interim reporting period.

Certain comparative amounts have been reclassified to conform with the presentation in the consolidated financial statements for the year ended 30 June 2018.

3 Accounting policies

The accounting policies applied by the Group in these interim financial statements are the same as those applied by the Group in its consolidated financial statements for the year ended 30 June 2018 and the comparative interim reporting period, except for the adoption of new standards effective as of 1 July 2018.

During the period the Group adopted NZ IFRS 15 *Revenue from Contracts with Customers* and NZ IFRS 9 *Financial Instruments*. The impact of adopting these standards and the new accounting policies are disclosed in note 14.

(a) Critical accounting estimates

The financial statements for the year ended 30 June 2018 disclosed critical accounting estimates in relation to the provision for inventory obsolescence and the UK goodwill balance. For these interim financial statements the share based payment reserve balance and the amount expensed as a share based payment are also critical accounting estimates.

In September 2018, the Board approved and enacted a modification to the existing schemes, extending the vesting period to 2020, removing the interest charge, and amending the bonus structure, such that it more aligns performance targets and reward. These changes were accepted by all participants of the scheme. In reaching the critical accounting estimate of expense and reserve balance, valuation changes, as a result of this modification were taken into account. In addition, the relevant inputs in the Black Scholes model were reviewed, and the interest rates and standard deviation were updated to the most recent market data.

There is a currently a takeover offer for the Group. If this takeover offer is successful then certain provisions will be triggered in the Group's share schemes. In these interim financial statements the carrying value of the share based payment reserve and the amount expensed for share based payments has not reflected these provisions being triggered. This is because the takeover has not been confirmed and is subject to uncertainties, including regulatory and shareholder approvals.

4 Segment information

(a) Description of segments

The Group operates in one industry segment, being the design and supply of showerware, tapware and domestic water control valves.

4 Segment information (continued)

The Group's strategic steering committee, consisting of the chief executive officer, the chief financial officer and executive management, examines the Group's performance from a geographic perspective and has identified four reportable segments of its business:

Group Operations

The Group Operations are the global base for:

- Supply chain services with products sourced by Group Operations on behalf of the other segments,
- Research and development leading to new design, technology and intellectual property,
- Marketing and brand development activity,
- Manufacturing operations in New Zealand
- Manufacturing operations and sales and marketing operations in China, and
- Strategic and management support, IT and corporate services.

New Zealand

Comprises sales and marketing operations in New Zealand supplying showerware, tapware and domestic water control valves.

Australia

Comprises sales and marketing operations in Australia supplying showerware, tapware and domestic water control valves.

United Kingdom

Comprises sales and marketing operations in the United Kingdom, the European Union and the Middle East, supplying showerware, tapware and domestic water control valves.

Once a reportable segment becomes material and enhances the evaluation of business activities in the Group, the segment will be reported separately. Profit is before inter-segmental dividends as this is the way it is viewed by the strategic steering committee.

Six months ended 31 December 2018

UNAUDITED

	New Zealand	Australia	UK	Group Operations	Inter-segment eliminations/ unallocated and Other	Total
NZ \$000						
Sales revenue from external trade customers	15,341	22,974	14,361	1,901	-	54,577
Sales revenue from internal customers	-	108	(2)	13,774	(13,880)	-
Total sales revenue	15,341	23,082	14,359	15,675	(13,921)	54,577
Earnings before interest and tax	2,009	2,150	841	(524)	11	4,487
Interest expenses	-	(98)	(343)	(251)	-	(692)
Net profit/(loss) before income tax	2,009	2,052	498	(775)	11	3,795
Income tax (expense) / credit	(562)	(616)	(85)	(90)	-	(1,353)
Net profit/(loss) for the period	1,447	1,436	413	(865)	11	2,442

Six months ended 31 December 2017

UNAUDITED

	New Zealand	Australia	UK	Group Operations	Inter-segment eliminations/ unallocated and Other	Total
NZ \$000						
Sales revenue from external trade customers	15,943	23,650	12,385	792	-	52,770
Sales revenue from internal customers	-	96	8	11,990	(12,094)	-
Total sales revenue	15,943	23,746	12,393	12,782	(12,094)	52,770
Earnings before interest and tax	2,292	2,488	565	(227)	11	5,129
Interest received/(paid)	-	(129)	(292)	(228)	-	(649)
Net profit/(loss) before income tax	2,292	2,359	273	(455)	11	4,480
Income tax (expense) / credit	(629)	(710)	(52)	109	-	(1,282)
Net profit/(loss) for the period	1,663	1,649	221	(346)	11	3,198

5 Expenses

Expenses include \$721,000 of transaction related costs.

6 Reconciliation of profit after income tax to net cash inflow from operating activities

NZ \$000	6 months ended 31 Dec 18 Unaudited	6 months ended 31 Dec 17 Unaudited
Profit for the period	2,442	3,198
Depreciation	1,251	1,198
Amortisation of intangible assets	308	480
Share options expensed	50	59
Net loss on disposal of assets	21	
Impacts of changes in working capital items		
Trade receivables	2,400	2,589
Inventories	(2,275)	806
Prepayments and other assets	(1,154)	(428)
Trade creditors	(2,451)	(249)
Employee accruals	(111)	(506)
Provisions and other creditors and accruals	(48)	(77)
Tax receivable/ (payable)	96	161
Deferred income tax	(240)	263
Net cash inflow from operating activities	<u>289</u>	<u>7,494</u>

7 Fair value measurement

The carrying value of all balance sheet financial instruments approximates their fair value. Derivatives are carried at fair value. Receivables and payables are short term in nature and therefore approximate to their fair value. Interest bearing bank deposits and bank finance facilities re-price every 1 to 90 days and are therefore approximate to their fair value.

The Group's hedging derivatives, being interest rate swaps and forward exchange contracts, are over-the-counter derivatives and are classified as level 2 of the fair value hierarchy, meaning that their fair value is estimated using present value and other valuation techniques based on observable market rates.

The following table shows the fair value of the foreign exchange contracts and interest rate swaps held by the Group as derivative financial instruments at 31 December:

NZ \$000	As at 31 Dec 18 Unaudited	As at 31 Dec 17 Unaudited	As at 30 Jun 18 Audited
Financial assets			
Foreign exchange contracts	960	97	1,163
Total financial assets	<u>960</u>	<u>97</u>	<u>1,163</u>
Financial liabilities			
Foreign exchange contracts	136	732	46
Interest rate swaps	111	79	91
Total financial liabilities	<u>247</u>	<u>811</u>	<u>137</u>

8 Events occurring after the reporting period

As part of the scheme agreement with GWA, the Group negotiated the ability to pay an interim dividend of up to 5.0 cps from H1 profits excluding transaction costs.

Given the proposed GWA transaction, we are aiming to align the dividend payment with any potential share sale proceeds if our shareholders vote in favour of the Scheme. Therefore, after the vote on 12 March, the Board will release its final determination on dividend, record date, payment date, and issue an Appendix 7 to market participants.

The gross interim dividend is expected to be 4.69 cents per share, including an expected imputation of 14.7%. Irrespective of the outcome of the shareholder vote, the dividend is expected to be payable on or around 10 April.

There have been no other events occurring after balance date which would materially affect the accuracy of these financial statements.

9 Capital commitments and contingencies

The Group had \$601,000 of capital commitments as at 31 December 2018 (30 June 2018: \$65,000; 31 December 2017: \$238,000).

The Group is pursuing a claim against a supplier in relation to a historical quality issue. The final amount of this claim has not yet been determined and the outcome may be subject to a number of uncertainties including the results of any legal action, therefore at this time the amount of the anticipated recovery has not been quantified.

The Group had no contingent liabilities as at 31 December 2018 (30 June 2018: \$Nil; 31 December 2017: \$Nil).

10 Non GAAP measures

Methven comments on non-GAAP measures to provide data that management uses in assessing the financial position of the Group.

	As at 31 Dec 18	As at 31 Dec 17	As at 30 Jun 18
NZ \$000	Unaudited	Unaudited	Audited
Cash and cash equivalents	3,569	6,175	5,464
Finance leases	(499)	(625)	(544)
Bank facility loans	(30,826)	(28,449)	(27,560)
Net debt	(27,756)	(22,899)	(22,640)

11 Income tax expense

The effective tax rate has been adversely impacted by non-deductible transaction costs, and non-recurring tax costs paid in FY19. Excluding the impact of one-off items, the effective tax rate would have been 29.3%.

12 Capital expenditure

	6 months ended 31 Dec 18	6 months ended 31 Dec 17
NZ \$000	Unaudited	Unaudited
Plant, fixtures, fittings and equipment	2,034	703
Motor vehicles	48	23
Computer software	256	265
Patents & trademarks	135	28
Total capital expenditure	2,473	1,019

13 Impact of prior period adjustments

The Group's annual financial statements for the year ended 30 June 2018 included a restatement of the comparative 30 June 2017 financial statements. The restatement related to corrections to the accounting for tax and the derecognition of a receivable in relation to a claim against a supplier. The full impact is disclosed in the Group's annual financial statements for the year ended 30 June 2018. These restatements impacted the opening balances of the 31 December 2017 statement of financial position, as outlined in the table below. There was no impact on the Income Statement for the period ending 31 December 2017.

	As at 31 Dec 17 As reported Unaudited	Increase/ (Decrease) Unaudited	As at 31 Dec 17 Restated Unaudited
NZ \$000			
Statement of financial position (extract)			
Prepayments and other assets	2,289	(383)	1,906
Total current assets	46,890	(383)	46,507
Deferred tax assets	2,373	(161)	2,212
Total non-current assets	49,865	(161)	49,704
Total assets	96,755	(544)	96,211
Income tax payable	334	(26)	308
Total liabilities	46,439	(26)	46,413
Net assets	50,316	(518)	49,798
Retained earnings	8,115	(518)	7,597
Total equity	50,316	(518)	49,798

14 Changes in accounting policies

This note explains the impact of the adoption of NZ IFRS 15 *Revenue from Contracts with Customers* and NZ IFRS 9 *Financial Instruments* on the Group's financial statements and also discloses the new accounting policies that have been applied from 1 July 2018, where they are different to those applied in prior periods.

(a) NZ IFRS 15 *Revenue from Contracts with Customers*

NZ IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It replaced NZ IAS 18 *Revenue*, NZ IAS 11 *Construction Contracts* and related interpretations.

The Group applied NZ IFRS 15 using the cumulative effect method – i.e. by recognising the cumulative effect of initially applying NZ IFRS 15 as an adjustment to the opening balance of equity at 1 July 2018. Therefore, the comparative information has not been restated and continues to be reported under NZ IAS 18 and related interpretations. The details of the significant changes are set out below.

Sales of goods

The majority of the Group's contracts with customers for the sale of goods include a single performance obligation. Revenue is recognised at a point in time when control of the goods is transferred to the customer. This is typically on delivery of the goods to the customer, but for certain export sales control transfers upon shipment. This has not resulted in any material differences in the timing of revenue recognition compared to the previous accounting policy which recognised revenue when risks and rewards transferred.

Goods can be sold with variable consideration arrangements (rebates) based on different criteria. Revenue from these sales is recognised based on the price specified in the contract, net of the estimated rebates. Accumulated experience is used to estimate and provide for the rebates, using the expected value method. A liability is recognised for expected rebates payable to customers in relation to sales made until the end of the reporting period. No element of financing is deemed present. The Group's obligation to provide a refund for faulty products under the standard warranty terms is recognised as a provision in accordance with NZ IAS 37

Rights of return

The Group previously accounted for expected sales returns only on goods that were returned for a refund. No returns provision was made for exchanges of goods for credit notes or other products. The returns provision was measured on a net basis at the margin on the sale and accounted for as a reduction to sales and trade receivables.

Under NZ IFRS 15, the Group reduces revenue by the gross amount of expected returns, including returns of goods for credit notes or other products that are not immediately returned for products of the same type, quality, condition and price.

At the same time, the Group has a right to recover the product from the customer and recognises a right of return asset and a corresponding adjustment to cost of sales. Exchanges by customers of one product for another of the same type, quality, condition and price are not considered returns and are not included in the right of return provision

The impact of these changes is an increase in the returns provision, which is now included in 'other creditors and accruals' (previously included within 'trade receivables'). In addition, there is a new asset for the right to recover returned goods, which is presented as part of 'prepayments and other assets'. The net effect of the additional returns provision and right of return asset was adjusted in retained earnings.

The following table summarises the impact of transition to NZ IFRS 15 at 1 July 2018:

NZ \$000	As at 30 June 2018		As at 1 Jul 18
	As reported	Adjustments	Restated
Statement of financial position (extract)			
Trade receivables	16,733	332	17,065
Prepayments and other assets	1,271	142	1,413
Total current assets	51,260	474	51,734
Total assets	101,871	474	102,345
 Other creditors and accruals	 4,253	 593	 4,846
Current liabilities	21,423	593	22,016
Total liabilities	50,097	593	50,690
 Net assets	 51,774	 (119)	 51,655
 Retained earnings	 8,160	 (119)	 8,041
Total equity	51,774	(119)	51,655

The impact of adopting NZ IFRS 15 has not materially changed the income statement for the period ending 31 December 2018 compared to what would have been reported under previous standards.

(b) NZ IFRS 9 *Financial Instruments*

NZ IFRS 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces NZ IAS 39 *Financial Instruments: Recognition and Measurement*.

The adoption of NZ IFRS 9 has not had any significant effect on the reported financial performance or financial position of the Group and no transition adjustments have been identified.

The details of new significant accounting policies and the nature and effect of the changes to previous accounting policies are set out below.

Classification and measurement of financial assets and liabilities

NZ IFRS 9 largely retains the existing requirements in NZ IAS 39 for the classification and measurement of financial liabilities. However, it eliminates the previous NZ IAS 39 categories for financial assets of held to maturity, loans and receivables and available for sale.

There is no change in the classification or measurement of the Group's financial assets and liabilities. All of the Group's financial assets and liabilities continue to be accounted for using the amortised cost classification, except for derivative financial instruments which are hedge accounted (see hedge accounting policy below).

Impairment of financial assets

NZ IFRS 9 replaces the 'incurred loss' model in NZ IAS 39 with an 'expected credit loss' (ECL) model. Under NZ IFRS 9, credit losses are recognised earlier than under NZ IAS 39.

From 1 July 2018, the Group has applied the standard's simplified approach and has calculated ECLs based on lifetime expected credit losses. The Group has established a provision matrix that is based on the Group's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

Adoption of the new impairment model had no material impact on the Group's financial statements.

Hedge accounting

The Group is party to derivative financial instruments in the normal course of business in order to reduce market risk and hedge exposure to fluctuations in interest rates and foreign exchange rates.

The Group has elected to adopt the new general hedge accounting model in NZ IFRS 9. This requires the Group to ensure that hedge accounting relationships are aligned with its risk management objectives and strategy and to apply a more qualitative and forward-looking approach to assessing hedge effectiveness.

The Group applied hedge accounting prospectively. At the date of the initial application, all of the Group's existing hedging relationships were eligible to be treated as continuing hedging relationships. Consistent with prior periods, the Group has continued to designate the change in fair value of the entire forward contract in the Group's cash flow hedge relationships and, as such, the adoption of the hedge accounting requirements of NZ IFRS 9 had no significant impact on the Group's financial statements.

METHVEN LIMITED	
Results for announcement to the market	
Reporting period	6 months ended 31 December 2018
Previous reporting period	6 months ended 31 December 2017

	Amount (NZD'000s)	Percentage change
Sales revenue from ordinary activities	\$54,577	+3.42%
Net profit attributable to shareholders	\$2,442	-23.64%

	Gross amount per share	Imputation tax credit per share
Interim dividend (For period ended 31 December 2018)	Expected to be 4.69 cents	Expected to be 0.69 cents
Record date	TBA	
Dividend payment date	Expected to be on or around 10 April 2019	

Audit	The financial statements attached to this report have not been audited.
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Comments:	
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Earnings per Security (EPS)

Calculation of basic and fully diluted EPS in accordance with NZ IAS 33: Earnings per Share

	6 months ended 31 Dec 18 (cents per share)	6 months ended 31 Dec 17 (cents per share)
Basic EPS	3.4	4.5
Diluted EPS	3.4	4.5

Dividends Paid/Payable

	Date Paid / Payable	Cents per share
Interim Dividend for the 12 months ended 30 June 2019	Expected to be on or around 10 April 2019	Expected to be 4.0 (partially imputed)
Final Dividend for the 12 months ended 30 June 2018	28 September 2018	4.0 (partially imputed)

Net Tangible Assets per share

	As at 31 Dec 2018	As at 31 Dec 2017
Net Tangible Assets per share	\$0.12	\$0.13