

15 February 2016

Company Announcements

ASX

Via ASX Online

CTI LOGISTICS LIMITED – PROFIT ANNOUNCEMENT

CTI Logistics Limited expects to report a profit before tax of approximately \$23.8m for the six months ended 31 December 2015, compared with \$6.0m for the previous corresponding period. The profit before tax will include the previously announced profit of \$18.9m on the sale of one of the group's long term property holdings at Bibra Lake, the proceeds of which were used to fund the acquisition of national transport and logistics provider GMK Logistics.

Excluding the profit on sale of the Bibra Lake property, at \$9.3m the group's EBITDA remains broadly in line with the previous corresponding period. The positive contribution by GMK Logistics has been materially offset by the impact of the severe downturn in the Western Australian economy on the group's Western Australian-based operations.

At the profit before tax level, the holding costs of further development land at Hazelmere, together with increased GMK Logistics depreciation and amortisation costs, will result in the profit before tax of the total underlying business being down between 15 to 18% on the previous corresponding period.



David Mellor
COMPANY SECRETARY