



G8 Education^{ltd}

Appendix 4E Preliminary Final Report

Name of Entity	G8 Education Limited
ABN	95 123 828 553
Reporting period – year ended	31 December 2018
Previous Corresponding period – period ended	31 December 2017

Results for Announcement to the Market

	Percentage change Up or Down	%		\$'000
Revenue from ordinary activities	Up	8%	to	857,758
Profit from ordinary activities after tax attributable to members	Down	11%	to	71,831
Profit for the period attributable to members	Down	11%	to	71,831

Dividends	Amount per Security	Franked amount per security
March 2018 Interim Dividend - paid	10.0 cents	100%
October 2018 Interim Dividend - paid	4.5 cents	100%
Final Dividend – Current reporting period	8.0	100%
Record date for determining entitlements to dividends (if any)	15 March 2019	
Date Dividend is payable	5 April 2019	
Details of any dividend reinvestment plan in operation	Dividend reinvestment plan is in operation	
The last date for receipt of an election notice for participation in any dividend reinvestment plan	18 March 2019	

Net Tangible Assets (NTA)	December 2018	December 2017
Net Tangible Assets per security	(53) cents	(50) cents

Brief explanation of any figures reported above necessary to enable the figures to be understood

Execution of the Group's strategy progressed as scheduled during the year. Our strategy, which is centred on engaging and developing our centre based teams and providing an engaging care and education experience for our families, is projected to show occupancy growth in our centres over time. Further earnings growth will be achieved by profitably growing our centre network and building a differentiated market leading offer for families.

A total of 16 new centres were added to and 8 centres were divested from the Group in locations across Australia and Singapore during the year.

From a financial perspective the Group reported total revenues of \$857.8m, up 8% and net profit after tax of \$71.8m, down 11% to prior year. Underlying group EBIT was \$136.3m down 13% in comparison to the same reporting period last year. Further adjusting underlying EBIT for Long Day Care Professional Development Program funding impacts, the Group generated a 2.2% increase on prior year.

Underpinning this performance were improvements in cost management including wage efficiency in the LFL centres and contributions from centres acquired in the 2016 and 2017 year.

Commentary on Results

Refer to attached Chairperson's Report and Managing Directors' Report of the Annual Report.

Financial Highlights (Non-IFRS, unaudited)

	2018 \$'000	2017 \$'000	Variance
Consolidated Year end 31 December			
Revenue [#]	857,758	795,759	8%
Expenses	(725,574)	(644,881)	13%
Net Financing Cost	(28,558)	(33,097)	(14%)
Net Profit Before Tax	103,626	117,781	(12%)
Net Profit After Tax	71,831	80,581	(11%)
Add/(Less) non-operating transactions:			
Contingent consideration not paid*	(2,199)	(243)	
Acquisition related expenses	5,451	3,965	
Share based payment expense *	-	(108)	
Write off of borrowing costs* [^]	3,078	5,201	
(Gain)/loss on disposal of assets/centres	825	1,542	
Foreign currency translation loss* [^]	431	1,936	
Underlying Net Profit After Tax	79,417	92,874	(14%)
Underlying EPS (cents per share) ^{^^}	17.54	21.80	(20%)
Earnings Before Interest and Tax	132,184	150,878	
Add/(Less) non-operating transactions:			
Contingent consideration not paid*	(2,199)	(243)	
Acquisition expenses	5,451	3,965	
Share based payment expense*	-	(108)	
(Gain)/loss on disposal of assets/centres	825	1,542	
Underlying Earnings Before Interest and Tax^{^^^}	136,261	156,034	(13%)

[#] Excludes interest income of \$0.4m from revenue and included in financing costs (2017: \$1.0m)

*Non-Cash adjustments

[^]Tax adjusted

^{^^}Underlying EPS equals Underlying NPAT divided by weighted average number of shares

^{^^^}Underlying EBIT equals NPAT plus income tax expense plus net finance costs plus non-operating transactions

Balance Sheet with notes

Refer 2018 Consolidated Financial Report attached:

- Balance Sheet
- Notes to the financial statements as shown.

Statement of Comprehensive Income with notes

Refer 2018 Consolidated Financial Report attached:

- Statement of Comprehensive Income
- Notes to the financial statements as shown.

Income Statement with notes

Refer 2018 Consolidated Financial Report attached:

- Income Statement
- Notes to the financial statements as shown.

Statement of Cash Flows with notes

Refer 2018 Consolidated Financial Report attached:

- Statement of Cash Flow
- Notes to the financial statements as shown.

Dividends

Refer 2018 Consolidated Financial Report attached:

- Note 20 to the financial statements as shown.

Statement of Changes in Equity

Refer 2018 Consolidated Financial Report attached:

- Statements of Changes in Equity

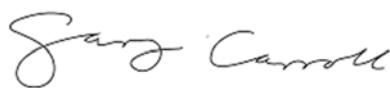
Entities which control has been gained or lost

Refer 2018 Consolidated Financial Report attached:

- Note 22 to the financial statements as shown

Compliance Statement

This report is based on the financial report that has been audited by G8 Education Limited's external auditors.



Gary Carroll

Managing Director

23 February 2019