Rule 4.2A

Appendix 4D

1. Half yearly report

Name of entity

Pacific Current Group Limited (formerly Treasury Group Ltd)

ABN:	39 006 708 792

Report for the half-year ended	31 December 2015
Previous corresponding period is the financial year ended and half year ended	30 June 2015 31 December 2014

2. Results for announcement to the market

				A$'000s
Revenues *(item 2.1)**	up/~~down~~	131%	to	2,667
(Loss)/profit after tax attributable to members (*item 2.2*)	~~up~~/down	(107%)	to	(10,041)
Net (loss)/profit for the period attributable to members *(item 2.3)*	~~up~~/down	(107%)	to	(10,041)

Dividends *(item 2.4)*

It is proposed to pay an interim fully franked dividend of 20 cents per share.

Payment Date: 31 March 2016

Record date for determining entitlements to the dividend *(item 2.5)*	7 March 2016

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

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

The Company generated a net loss attributable to the member of Pacific Current of (10,041,027) for the six months ended 31 December 2015. The net loss is driven by equity accounting the losses of the Trust. The half year results of the Trust include non-recurring and one-off items and transactions. Impairment charges relating to certain Australian and US investments were also taken up. In addition, the Trust's results also include the results of Strategic Capital Partners, a partner boutique of the Trust that started operations on September 2015. Meanwhile, Pacific Current reported a net profit of $136,938,427 for the corresponding period ended 31 December 2014. The results of the prior six months to 31 December 2014 reflect the Trust's results from 25 November 2014 and Pacific Current's stand alone results from 1 July 2014 to 24 November 2014.

The underlying profit of the Pacific Current as reported in the 31 December 2015 half year report had decreased compared to the 31 December 2014 half year result due to the following one-off items as shown in the table below:

	CONSOLIDATED	
	2015	2014 restated[1]
	$	$
Net (losses)/profit attributable to members of Pacific Current Group Limited	**(10,041,027)**	136,938,427
Add back/(Deduct):		
- Impairment of investments	**13,600,563**	-
- Gain on sale of investments	**(6,639,460)***	(132,087,769)**
- Transaction costs incurred by RARE (PAC exposure)	**3,677,299**	2,217,804 **
- Prepayment penalty on Medley debt/ loan origination costs write off	**1,528,714**	-
- Fair value adjustments	**1,355,981**	-
- Transaction costs on sale of RARE by Aurora	**976,498**	-
- Amortisation of identifiable intangibles	**840,163**	-
- Deal costs for Aperio and SCI	**340,579**	-
- Redundancy costs	**90,446**	-
Underlying profit	**5,729,754**	7,086,462
Underlying earnings per share	**0.21**	0.30

[1] The prior comparative was restated due to finalisation of purchase price accounting of the Trust.

* The gain on sale of RARE.

**This is the gain on sale of business to Aurora in the prior year.

The above reconciling items to the underlying profit are included within the share of associates' losses in the Statement of Profit and Loss.

3. Net tangible assets per security *(item 3)*

	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	803¢	852¢

4. Details of entities over which control has been gained or lost during the period: *(item 4)*

Control gained over entities

Name of entities *(item 4.1)*	NA
Date(s) of gain of control *(item 4.2)*	

Loss of control of entities

Name of entities *(item 4.1)*	NA
Date(s) of loss of control *(item 4.2)*	
Contribution to net profit from discontinuing operations after tax by the controlled entities to the date(s) in the current period when control was lost *(item 4.3).*	-
Contribution to net profit from net gain on discontinued operation (net of transaction cost and income tax expense) in the current period when control was lost *(item 4.3).*	-
Contribution to net profit from discontinuing operations after tax of the controlled entities for the whole of the previous corresponding period *(item 4.3)*	-

5. Dividends *(item 5)*

	Date of payment	Total amount of dividend
Final dividend – year ended 30 June 2015	30 September 2015	7,738,683
Interim dividend – year ended 30 June 2016	31 March 2016	5,625,191

Amount per security

		Amount per security	Franked amount per security at % tax	Amount per security of foreign sourced dividend
Interim dividend:	Current period	20.00¢	100%	-¢
	Previous period	24.00¢	100%	-¢

Interim dividend on all securities

	Current period $A'000	Previous corresponding Period - $A'000
Ordinary securities *(each class separately)*	5,625	6,625
Preference securities *(each class separately)*	-	-
Other equity instruments *(each class separately)*	-	-
Total	5,625	6,625

6. Details of dividend or distribution reinvestment plans in operation are described below *(item 6)*:

N/A

The last date(s) for receipt of election notices for participation in the dividend or distribution reinvestment plan	N/A

7. Details of associates and joint venture entities *(item 7)*

Name of associate or joint venture entity	% Securities held
Aurora Trust	65
Celeste Funds Management Ltd*	38
*Pacific Current Group Limited holds a direct interest of 38% but the economic benefits flows through Aurora.	

Aggregate share of profits (losses) of associates and joint venture entities – continued operations *(where material)*

Group's share of associates' and joint venture entities':	6mths to 31 Dec 2015 $	6mths to 31 Dec 2014 $
(Loss)/profit before tax	(18,959,762)	10,569,602
Income tax expense	(1,477,529)	(4,221,066)
Net (loss)/profit after tax	(20,437,291)	6,348,536
Adjustments	-	-
Share of net (loss)/profit of associates and joint venture entities	(13,314,895)	7,496,890

Aggregate share of profits (losses) of associates and joint venture entities from discontinued operations - *(where material)*

Group's share of associates' and joint venture entities':	6mths to 31 Dec 2015 $	6mths to 31 Dec 2014 $
Profit (loss) before tax	-	-
Income tax	-	-
Net profit (loss) after tax	-	-
Adjustments	-	-
Share of net profit (loss) of associates and joint venture entities	-	-

8. The information provided in the Appendix 4D is based on the interim financial report (attached), which has been prepared in accordance with Australian accounting standards *(item 8)*.

9. The interim financial report is not subject to audit dispute or qualification. *(item 9)*

Periodic Disclosure Requirements Compliance Statement

1 An interim report for the half-year ended 31 December 2015 is provided with the Appendix 4D information.

2 The interim report has been prepared in accordance with AASB 134 Interim Financial Reporting.

3 Except where noted in the report, the interim report and information provided in Appendix 4D uses the same accounting policies as those applied at 30 June 2015, except mandatory changes under the Australian equivalents to International Financial Reporting Standards (A-IFRS).

4 The Appendix 4D information gives a true and fair view of the matters disclosed in the interim financial report.

5 The Appendix 4D information is based on the interim financial report, which has been subject to review.

6 The audit report or review by the auditor is provided with the interim financial report.

Sign here: .... Date: 29 February 2016
(Finance Director/Chief Operating Officer/Company Secretary)

Print name: Joseph Ferragina

PACIFIC CURRENT GROUP LIMITED

(Formerly Treasury Group Ltd)

A.B.N. 39 006 708 792

Half-Year Condensed Financial Report

For the Half-Year Ended
31 December 2015

Contents

DIRECTORS' REPORT

Your Directors submit their report for the half-year ended 31 December 2015. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows.

DIRECTORS

The names of the Company's Directors in office during the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Name

M. Fitzpatrick (Chairman)

T. Carver (Managing Director and Chief Executive Officer)

A. McGill (Managing Director and CEO, resigned 31 August 2015)

P. Kennedy (Non-executive director)

M. Donnelly (Non-executive director)

T. Robinson (Non-Executive director, appointed 31 August 2015)

J. Vincent (Non-Executive director)

G. Guerin (Non-Executive director)

P. Greenwood (Executive director)

J. Ferragina (Finance Director and Chief Operating Officer)

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

On 20 October 2015, Treasury Group Ltd (ASX: PAC) announced the change of its name to Pacific Current Group Limited (Pacific Current). The new name follows the integration of the operations of Treasury Group Ltd and Northern Lights Capital Group, LLC (Northern Lights) under a single operating entity, Aurora Trust (Trust). The combined enterprise now operates as one global business under Pacific Current Group name. The Trust was created to manage the Group's interest in 20 boutiques in Australia, United States of America and other jurisdictions ranging from traditional equities to alternatives and private equity with FUM of $30.87bn (excluding WHV and Orion) as at 31 December 2015. The Trust is jointly owned by Pacific Current Group Limited and Northern Lights.

On 21 October 2015, the shareholders of RARE Infrastructure Ltd (RARE) including the Trust have sold their majority interest in RARE to Legg Mason. The total transaction consideration includes an upfront cash proceeds of $111m received, an earn-out arrangement up to four years, and 10% retained equity interest in RARE subject to two-year differentiated option pricing: call option by Legg Mason at a fixed multiple of RARE revenues or put option by the Trust at 'fair market value'. The sale of RARE was accounted for inside the Trust and Pacific Current took the corresponding gain on the sale through its share in the results of the Trust. On 31 December 2015, Pacific Current, Northern Lights and BNP reinvested the deemed distributions from the sale proceeds of RARE into additional units in the Trust to fund the repayment of the debt facility and acquisition of Aperio. Pacific Current's reinvestment represented an additional $68.5m. The relative ownership of the Trust did not change as all unitholders reinvested at their respective ownerships.

On 7 September 2015, Fund BNP Paribas Capital Partners Participations (Fund BNP) represented by BNP Paribas Capital Partners which owns the Class C Units of the Trust exchanged its 487,804 class C units for 487,804 Pacific Current shares. On 7 September 2015, Pacific Current issued 487,804 fully paid ordinary shares to Fund BNP and Aurora Trust consequently issued 487,804 Class A units to Pacific Current.

Group Structure

There had been no change in the corporate structure of the Group since the Trust was created on 25 November 2014. Treasury Group and Northern Lights sold their respective businesses including their assets (except del Rey and Celeste) and liabilities to Aurora in exchange for units and debt in Aurora. Class C units were created and exchanged between 25 November and 31 December 2015.

As at 31 December 2015, the Trust is owned by Pacific Current (as a single entity) at 65.15%, Northern Lights at 27.19% and Fund BNP at 7.66%. Trust is treated as an associate of Pacific Current and the principles of equity method of accounting are applied.

DIRECTORS' REPORT

SIGNIFICANT CHANGES IN STATE OF AFFAIRS (Cont.)

Management and Operations

The Group have adopted one common brand following the change of name of Treasury Group to Pacific Current Group Limited. Pacific Current and the Trust are operated as one group under the direction of a parallel board of directors at each of Pacific Current and the Trustee of the Trust. Mike Fitzpatrick continues to be the Chairman of the Group. Tim Carver was appointed as Managing Director following the resignation of Andrew McGill on 31 August 2015. On 1 February 2016, the employment terms of Tim Carver, CEO and Managing Director were restructured in conjunction with his agreement to serve as CEO.

Summary of employment agreement terms include an increased base-compensation from US$ 0.60m to US$0.75m per annum; commitment to act as CEO through 30 September 2016 with a 30-day notice of termination requirements and thereafter termination will be on a reasonable notice; non-eligibility of annual bonus for FY 2016 and if terminated, Mr Carver is subject to a standard non-solicitation provision. Mr Carver agreed to relinquish certain rights and entitlements to which he was previously entitled under his prior arrangement with Northern Lights, the US operating entity, in exchange for a one-time payment of $0.6m at signing, subject to his remaining employed through 30 September 2016. These include participation in the Company's Long Term Incentive Plan, 6 months' notice of termination and severance entitlements. At the same time, the Board and Mr Carver are committed to develop a new long-term incentive plan that more closely aligns shareholders and management.

Accounting treatment

Aurora Trust is treated as an associate in the accounts of Pacific Current. The primary business of the Trust is the investment in asset managers. The decision making process in relation to the investments requires approval by an Executive Committee consisting seven members, the majority of whom are drawn from the former Northern Lights executives. The Executive Committee sits under the Trust and its recommendations are submitted for board approval by the directors of the Trustee's board. The accounting for the Trust follows the principles of equity method of accounting. Pacific Current monitors its equity holding in the Trust and the Trust's over all function to ensure that proper accounting treatment is applied.

REVIEW AND RESULTS OF OPERATIONS

Pacific Current reports its half year financial results to 31 December 2015.

The Company generated a net loss attributable to the member of Pacific Current of (10,041,027) for the six months ended 31 December 2015. The net loss is driven by equity accounting the losses of the Trust. The half year results of the Trust include non-recurring and one-off items and transactions. Impairment charges relating to certain Australian and US investments were also taken up. In addition, the Trust's results also include the results of Strategic Capital Partners, a partner boutique of the Trust that started operations on September 2015. Meanwhile, Pacific Current reported a net profit of $136,938,427 for the corresponding period ended 31 December 2014. The results of the prior six months to 31 December 2014 reflect the Trust's results from 25 November 2014 and Pacific Current's stand alone results from 1 July 2014 to 24 November 2014.

The underlying profit of the Pacific Current as reported in the 31 December 2015 half year report had decreased compared to the 31 December 2014 half year result due to the following one-off items as shown in the table below:

	2015	2014 restated[1]
	$	$
Net (loss)/profit attributable to members of Pacific Current Group Limited	**(10,041,027)**	136,938,427
Add back/(Deduct):		
- Impairment of investments	**13,600,563**	-
- Gain on sale of investments	**(6,639,460)***	(132,087,769)**
- Transaction costs at RARE	**3,677,299**	2,217,804**
- Prepayment penalty on Medley debt/ loan origination costs write off	**1,528,714**	-
- Fair value adjustments	**1,355,981**	-
- Transaction costs at Aurora for RARE	**976,498**	-
- Amortisation of identifiable intangibles	**840,163**	-
- Deal costs for Aperio and SCI	**340,579**	-
- Redundancy costs	**90,444**	-
Underlying profit	**5,729,754**	7,086,462
Underlying earnings per share	**0.21**	0.30
Statutory earnings/(losses) per share	**(35.93)**	575.72

[1] The prior comparative was restated due to finalisation of purchase price accounting in the Trust.
* The gain on sale of RARE.
**This is the gain and transaction costs incurred in the sale of business to Aurora in the prior year, net of income tax expense.
The current period reconciling items to the underlying profit are included within the share of associates' losses in the Statement of Profit and Loss.

DIRECTORS' REPORT

SIGNIFICANT EVENTS AFTER BALANCE DATE

On 4 January 2016, the Trust had paid Medley Capital Corporation, the debt facility in the amount of $US45.85m including a prepayment penalty of US$0.65m which represents 1.37% of the original loan.

On 4 January 2016, the Trust acquired a 23.4% minority equity in Aperio Group, LLC (Aperio) for US$31.8m (approximately A$44.2m) with an initial investment of US$15.5m and the remainder to be paid at the end of 2016. Aperio, based in Sausalito, California USA is an investment management firm with more than A$18.3bn in funds under management across a highly customised index-based portfolios using Aperios' expertise in tax management, tilts and ESG (Environmental, Social and Governance) investments. It is a pioneer in designing and managing custom portfolios to track index benchmarks or deliver targeted risk, factor, geographic, or industry exposures, customised to a client's specific tax situation, values and/or desired economic exposure. Aperio works with both taxable and tax-exempt investors to track a broad range of US and international indexes.

The Trust holds two (2) out of six (6) board seats in Aperio. The Trust treats Aperio as an associate and the principles of equity method of accounting are applied. Pacific Current believes Aperio will add diversification to the Trust's current portfolio.

On 3 February 2016, Strategic Capital Partners (SCI), a Trust boutique secured USD$78m anchor commitment from the Common Funds of Santander UK Pension Scheme. With the commitment, SCI made an initial investment of US$D75m into its first seeding project, John Street Capital. The Trust will invest up to US$D0.5m for an initial stake of 60% of SCI which the Trust treats as subsidiary.

On 29 February 2016, the Directors of Pacific Current declared an interim dividend on ordinary shares in respect of the half year ended 31 December 2015. The total amount of the dividend is $5,625,191 which represents a fully franked dividend of 20 cents per share. The dividend has not been provided for in the 31 December 2015 half year financial statements and will be recognised in subsequent financial reports.

AUDITOR INDEPENDENCE

A copy of the auditor's independence declaration in relation to the half year review is provided with this report on Page 6.

M. Fitzpatrick

Chairman

29 February 2016

Deloitte.

Deloitte Touche Tohmatsu
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The Board of Directors
Pacific Current Group Limited
Level 14, 39 Martin Place
Sydney NSW 2000

29 February 2015

Dear Directors

Pacific Current Group Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Pacific Current Group Limited.

As lead audit partner for the review of the financial statements of Pacific Current Group Limited for the half-year ended 31 December 2015, I declare that to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and

(ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Declan O'Callaghan

Declan O'Callaghan
Partner
Chartered Accountants

Condensed Statement of Profit and Loss
for the half-year ended 31 December 2015

	Notes	CONSOLIDATED Half-year ended 31 December 2015 $	 Half-year ended 31 December 2014 (Restated) $
Revenues	3(a)	**2,667,405**	1,154,678
Net gain on investments	3(b)	**-**	194,959,333
Salaries and employee benefits expenses	3(c)	**(1,443,005)**	(1,870,689)
Other expenses	3(d)	**(285,957)**	(1,557,699)
Share of net (losses)/profits of equity accounted investments	3(e)	**(13,314,895)**	7,496,891
(Loss)/profit before income tax		**(12,376,452)**	200,182,514
Income tax benefit/(expense)		**2,335,425**	(63,244,087)
LOSS FOR THE PERIOD		**(10,041,027)**	136,938,427
ATTRIBUTABLE TO:			
MEMBERS OF PACIFIC CURRENT GROUP LIMITED		**(10,041,027)**	136,938,427
Losses per share (cents per share) for profit attributable to the ordinary equity holders of Pacific Current Group Limited:			
• Basic (losses)/earnings per share	5	**(35.93)**	575.72
• Diluted (losses)/earnings per share	5	**(35.93)**	575.72
Interim franked dividends per share (cents per share)	4(c)	**20.00**	24.00

The above statement of profit and loss should be read in conjunction with the accompanying notes.

Condensed Statement of Comprehensive Income

For the half-year ended 31 December 2015

	CONSOLIDATED Half-year ended 31 December 2015 $	Half-year ended 31 December 2014 (Restated) $
LOSSES FOR THE PERIOD	**(10,041,027)**	136,938,427
Other comprehensive gain/(loss)/income		
Items that may be reclassified to profit and loss		
Net unrealised (losses)/ gains on available-for-sale investments taken to equity net of tax	-	(213,684)
Share on exchange differences on translating foreign operation of an associate	**4,068,091**	(306,991)
Share of net of tax (loss)/gain on available-for-sale investments of associate	**(739,206)**	134,754
	3,328,885	(385,921)
Other comprehensive gain/(loss) for the period (net of tax)	**3,328,885**	(385,921)
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD	**(6,712,142)**	136,552,506
ATTRIBUTABLE TO:		
MEMBERS OF PACIFIC CURRENT GROUP LIMITED	**(6,712,142)**	136,552,506

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

Condensed Statement of Financial Position
As at 31 December 2015

	Notes	CONSOLIDATED As at 31 December 2015 $	As at 30 June 2015 (Restated) $
CURRENT ASSETS			
Cash and cash equivalents	6	**2,306,882**	1,056,243
Trade and other receivables	7	**944,768**	10,046,019
TOTAL CURRENT ASSETS		**3,251,650**	11,102,262
NON-CURRENT ASSETS			
Investments accounted for under the equity method	8	**286,667,572**	290,163,883
TOTAL NON-CURRENT ASSETS		**286,667,572**	290,163,883
TOTAL ASSETS		**289,919,222**	301,266,145
CURRENT LIABILITIES			
Trade and other payables	9	**1,081,112**	2,002,211
Provisions		**242,792**	328,765
TOTAL CURRENT LIABILITIES		**1,323,904**	2,330,976
NON-CURRENT LIABILITIES			
Provisions		**186,165**	207,445
Provision for income tax	10	**15,164,962**	-
Deferred tax liability (net)	11	**47,521,007**	63,581,040
TOTAL NON-CURRENT LIABILITIES		**62,872,134**	63,788,485
TOTAL LIABILITIES		**64,196,038**	66,119,461
NET ASSETS		**225,723,184**	235,146,684
EQUITY			
Equity attributable to equity holders of Pacific Current Group Limited			
Contributed equity	12	**74,556,705**	69,500,943
Reserves		**17,531,597**	14,231,149
Retained earnings		**133,634,882**	151,414,592
TOTAL EQUITY		**225,723,184**	235,146,684

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

Condensed Statement of Changes in Equity

For the half-year ended 31 December 2015

	Note	Ordinary shares	Share options reserve	Investment revaluation reserve	Foreign currency translation reserve	Retained earnings	**Total**
		$	$	$	$	$	**$**
AT 30 JUNE 2015 previously reported		**69,500,943**	**2,938,463**	**147,103**	**(4,458,846)**	**155,792,090**	**223,919,753**
Impact of restatement	**2(c)**	**-**	**-**	**1,422,328**	**14,182,101**	**(4,377,498)**	**11,226,931**
AT 1 JULY 2015 restated		**69,500,943**	**2,938,463**	**1,569,431**	**9,723,255**	**151,414,592**	**235,146,684**
Total comprehensive (loss) for the period		**-**	**-**	**(739,206)**	**4,068,091**	**(10,041,027)**	**(6,712,142)**
Issuance of shares	12(b)	**4,999,991**	**-**	**-**	**-**	**-**	**4,999,991**
Issuance of shares due to vesting of performance rights		**55,771**	**(55,771)**	**-**	**-**	**-**	**-**
Share-based payments		**-**	**27,334**	**-**	**-**	**-**	**27,334**
Dividends paid	4(b)	**-**	**-**	**-**	**-**	**(7,738,683)**	**(7,738,683)**
AT 31 DECEMBER 2015		**74,556,705**	**2,910,026**	**830,225**	**13,791,346**	**133,634,882**	**225,723,184**

	Note	Ordinary shares	Share options reserve	Net unrealised gains reserve	Foreign currency translation reserve	Retained earnings	**Total**
		$	$	$	$	$	**$**
AT 1 JULY 2014		29,594,265	3,874,436	213,684	-	30,092,285	63,774,670
Total comprehensive income for the period		-	-	(78,930)	(306,991)	136,938,427	136,552,506
Issuance of shares	12(b)	29,863,564	(1,027,858)	-	-	-	28,835,706
Share-based payments		-	37,995	-	-	-	37,995
Dividends paid	4(b)	-	-	-	-	(6,398,324)	(6,398,324)
AT 31 DECEMBER 2014		59,457,829	2,884,573	134,754	(306,991)	160,632,388	222,802,553

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

Condensed Statement of Cash Flows

For the half-year ended 31 December 2015

	Notes	CONSOLIDATED Half-year ended 31 December 2015 $	CONSOLIDATED Half-year ended 31 December 2014 (restated) $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		**4,500,179**	16,287,773
Payments to suppliers and employees		**(3,257,450)**	(21,489,618)
Dividends and distributions received		**7,729,161**	8,122,017
Interest and security deposit received		**17,432**	852,337
NET CASH FLOWS FROM OPERATING ACTIVITIES		**8,989,322**	3,772,509
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of available-for-sale investments		-	6,900,945
Repayment of loan by associates		-	93,750
Payment for investment held in equity		-	(8,126,482)
Loan to Associates		-	(5,475,885)
Cash held by deconsolidated entities		-	(1,789,712)
NET CASH FLOWS (USED IN) FROM INVESTING ACTIVITIES		-	(8,397,384)
CASH FLOWS FROM FINANCING ACTIVITIES			
Issue of shares, net of transaction costs		-	28,835,706
Dividends paid on ordinary shares		**(7,738,683)**	(6,398,324)
NET CASH FLOWS (USED IN)/ FROM FINANCING ACTIVITIES		**(7,738,683)**	22,437,382
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		**1,250,639**	17,812,507
Cash and cash equivalents at the beginning of the period		**1,056,243**	12,860,219
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	6	**2,306,882**	30,672,726

The above statement of cash flows should be read in conjunction with the accompanying notes. The non-cash investing activities in relation to acquisition of units in Aurora in the comparative period is $248,862,194.

Selected Notes to the Half-Year Financial Statements

For the half-year ended 31 December 2015

1. CORPORATE INFORMATION

The condensed financial report of Pacific Current Group Limited (formerly Treasury Group Ltd) for the half-year ended 31 December 2015 was authorised for issue in accordance with a resolution of the Directors on 29 February 2016. Pacific Current Group Limited is a company incorporated in Australia and limited by shares, which are publicly traded on the Australian Securities Exchange (ASX: PAC).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

This general purpose condensed financial report for the half-year ended 31 December 2015 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. The financial report has also been prepared on a historical cost basis.

The half-year condensed financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of Pacific Current Group (formerly Treasury Group Ltd) as the full financial report.

The half-year condensed financial report should be read in conjunction with the annual report for the year ended 30 June 2015 and considered together with any public announcements made by Pacific Current Group Ltd (formerly Treasury Group Ltd) during the half-year ended 31 December 2015 in accordance with the continuous disclosure obligations of the *ASX Listing Rules*.

The financial report is presented in Australian dollars.

All other accounting policies applied are consistent with the most recent annual financial report for the year ended 30 June 2015 including the accounting policy for the equity-settled shared based payments which applies to the performance rights issued during the period.

(b) Compliance with IFRS

The financial report complies with Australian Accounting Standards as issued by the Australian Accounting Standards Board and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

Application to AASBs and the new Interpretation that are mandatorily effective for the current year

There were no new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to the operations and Effective for the current half-year.

Standards and Interpretations in issue not yet adopted

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective. Their adoption has not had any significant impact on the amounts reported in these financial statements but may affect the accounting for future transactions or arrangements.

New or revised requirement	When effective	Applicability to 31 December 2015 half years
AASB 9 Financial Instruments, AASB 2010-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2010), AASB 2014-1 Amendments to Australian Accounting Standards [Part E – Financial Instruments] **AASB 2014-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2014)** The final version of AASB 9 brings together the classification and Measurement, impairment and hedge accounting phases of the IASB's project to replace AASB 139 Financial Instruments: Recognition and Measurement. The Standard carries over the existing DE recognition requirements from AASB 139 but all other areas of AASB 139 have been revised. AASB 9 introduces new requirements for classifying and measuring financial assets, as follows: • Debt instruments meeting both a 'business model' test and a cash flow characteristics' test are measured at amortised cost (the use of fair value is optional in some limited circumstances); • Investments in equity instruments not held for trading can be designated as 'fair value through other comprehensive income' with only dividends being recognised in profit or loss; • All other instruments (including all derivatives) are measured at fair value with changes recognised in the profit or loss; and • The concept of 'embedded derivatives' does not apply to financial assets within the scope of the Standard and the entire instrument must be classified and measured in accordance with The above guidelines.	1 January 2018	Optional

New or revised requirement	When effective	Applicability to 31 December 2015 half years
The revised financial liability provisions maintain the existing amortised cost measurement basis for most liabilities. New requirements apply where an entity chooses to measure a liability at fair value through profit and loss – in these cases, the portion of the change in fair value related to changes in fair value related to changes in the entity's own credit risk is presented in other comprehensive income rather than within profit or loss. A new hedge accounting model has been put in place that is designed to be more closely aligned with how entities undertake risk management activities when hedging financial and nonfinancial risk exposures. However, some transition options exist that allow entities to essentially retain AASB 139 hedge accounting. A new impairment model based on expected credit losses will apply To debt instruments measured at amortised costs or FVTOCI, lease receivables, contract assets and written loan commitments and financial guarantee contracts. The loan loss allowance will be for either12-month expected losses or lifetime expected losses. The latter applies if credit risk has increased significantly since initial recognition of the financial instrument. *Note: this publication assumes that an entity will apply the final and complete version of AASB 9 in full, rather that adopting AASB 9 In a piecemeal fashion. Earlier versions of AASB 9 (and related amending Standards) may still be adopted where the initial Application date id before 1 February 2015.*		
AASB 2014-1 'Amendments to Australian Accounting Standards' [Part A – Annual Improvements 2010-2012 and 2011-2013 Cycles] Part A makes various amendments to Australian Accounting Standards arising from the issuance by IASB of IFRSs Annual Improvements to 'IFRS 2010- 2012 Cycle and Annual Improvements to IFRSs 2011-2013 Cycle' Key amendments include: • AASB 2 – definition of vesting condition; • AASB 3 – accounting for contingent consideration in a business combination; • AASB 8 – aggregation of operating segments and reconciliation of the total of the reportable segments' assets to the entity's assets; AASB 13 – short-term receivables and payables; • AASB 116 – revaluation method: proportionate restatement of accumulated depreciation; • AASB 124 – key management personnel; • AASB 138 – revaluation method: proportionate restatement of accumulated amortisation; • AASB 1 – meaning of 'effective IFRSs'; • AASB 3 – scope exceptions for joint ventures; • AASB 13 – scope of paragraph 52 (portfolio exception); and • AASB 140 – clarifying the interrelationship between AASB 3 and AASB 140 when classifying property as investment Property or owner occupied property.	Part A Applicable to annual reporting periods beginning on or after 1 July 2014	Already Implemented
AASB 2014-3 'Amendments to Australian Accounting Standards – Accounting for Acquisitions if Interests in Joint Operations' Amends AASB 11 'Joint Arrangements' to provide guidance on the accounting for acquisitions of interests in a joint operation where the Operation constitutes a business.	Applicable to annual reporting periods beginning on or after 1 January 2016	Optional

New or revised requirement	When effective	Applicability to 31 December 2015 half years
AASB 2014-9 Amendments to Australian Accounting Standards – Equity Method in Separate Financial Statements Amends AASB 127 Separate Financial Statements, to allow an entity to account for investments in subsidiaries, joint ventures and associates in its separate financial statements: • at cost, • in accordance with AASB 9 Financial Instruments, or • using the equity method as described in AASB 128 Investments in Associates and Joint Ventures. The accounting policy option must be applied for each category of Investment.	Applicable to annual reporting periods beginning on or after 1 January 2016	Optional
Standards – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture Addresses a conflict between the requirements of AASB 128 Investments in Associates and Joint Ventures and AASB 10 Consolidated Financial Statements and clarifies that in a transaction involving an associate or joint venture the extent of gain or loss Recognition depends on whether the assets sold or contributed constitute a business.	Applicable to annual reporting periods beginning on or after 1 January 2016	Optional
AASB 2015-3 Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality Completes the withdrawal of references to AASB 1031 in all Australian Accounting Standards and Interpretations, allowing that Standard to effectively be withdrawn.	Applicable to annual reporting periods beginning on or after 1 July 2015	Mandatory

(c) Restatement of Financial information

During the current financial year, additional information became available in respect to the 2015 year. For the period 31 December 2014, the statement of comprehensive income stated a lower amount of gain on sale of investment. This was due to an error in posting the amount of transaction costs of $3.3m were recognised as an expense of PAC but should have been recognised as a cost borne on behalf of the Trust. The share of associates profits were understated by a total of $3.9m being PACs share of the combined costs borne by PAC ($3.3m) and NL ($3.1m) that were not previously reflected in the associates income statement. In addition cash received from the Trust in part reimbursement of these transaction costs was erroneously credited to the investment in associate balance as at 31 December 2014. The correction of these has resulted in a reversal of previously recognised expense of $3.3m, a reduction in the share of associate's profits to bring to account PAC's share of the transaction costs borne by the associate of $3.9m and a receivable of $1.2m, being the amount of reimbursement still owing to PAC net of cash reversed to date.

	Previously stated $		Adjustments $	Restated $
Gain on sale of investments	191,566,231		(3,393,102)	194,959,333
Share in net profits of associates	11,451,472		(3,954,581)	7,496,891
Income tax expense	63,412,530		(168,443)	63,244,087
Net income for the period	137,331,463		(393,036)	136,938,427

During the period ended 30 June 2015 the purchase price accounting ("PPA") of the Trust was finalised and resulted in an increase of PPA allocation of the fair value of the investment in Aurora by $10.2m. This has resulted in a corresponding movement in the foreign currency translation reserve and investment revaluation reserve in the sum of $11.2m net of tax. As a result, Pacific Current Group Limited has corrected the financial statements to recognise these adjustments in the period ended 30 June 2015 by making the following adjustments in the consolidated financial position:

	Previously stated $		Adjustments $	Restated $
Trade and other receivables	8,829,670		1,216,349	10,046,019
Investment accounted for under the equity method	275,341,759		14,822,124	290,163,883
Deferred tax liability	58,769,498		4,811,542	63,581,040
Foreign currency translation reserve	(4,458,846)		14,182,101	9,723,255
Investment revaluation reserve	147,103		1,422,328	1,569,431
Retained earnings	155,792,090		(4,377,498)	151,414,592
Net Assets	223,919,753		11,226,931	235,146,684

Selected Notes to the Half-Year Financial Statements

For the half-year ended 31 December 2015

	Half-year ended 31 December 2015 $	Half-year ended 31 December 2014 (restated) $
3. REVENUE AND EXPENSES		
(a) Revenues		
Fund management fees	-	9,637
Service fees	**2,649,973**	858,980
Interest income	**17,432**	286,061
	2,667,405	1,154,678
(b) Gains on investments		
Gain on disposal of investment before tax	-	194,959,333
(c) Salaries and employee benefits expenses		
Salaries and employee benefits	**1,415,671**	1,832,694
Share-based payment expense arising from equity-settled share-based payment transactions	**27,334**	37,995
	1,443,005	1,870,689
(d) Other expenses		
Depreciation and Amortisation:		
Software	-	2,878
Furniture & fittings	-	597
Office equipment	-	18,221
Leasehold improvements	-	1,679
	-	23,375
Other expenses:		
Accounting & audit fees	-	65,000
Consulting fees & IT charges	-	486,351
Directors' fees (non-executives)	**199,232**	200,260
Insurance charges	-	56,610
Legal & compliance fees	-	129,130
Marketing & communication expenses	-	49,411
Operating lease rental – minimum lease payments	-	172,361
Travel & accommodation costs	-	99,059
Payroll tax	**82,979**	72,156
Subscriptions and training expenses	-	55,515
Other	**3,746**	148,471
	285,957	1,534,324
Total other expenses	**285,957**	1,557,699
(e) Share of net (losses)/profits of equity accounted investments		
Share of net (losses)/profits from associates	**(13,314,895)**	7,496,891
	(13,314,895)	7,496,891

Selected Notes to the Half-Year Financial Statements

For the half-year ended 31 December 2015

	Half Year ended 31 December 2015 $	Half Year ended 31 December 2014 $
4. DIVIDENDS PAID OR PROVIDED FOR ON ORDINARY SHARES		
Dividends paid or provided for in the current and comparative periods by Pacific Current Group Limited are:		
(a) Dividends proposed and recognised as a liability		
Fully franked dividends	**-**	-
(b) Dividends paid during the half-year		
Final fully franked dividends (28 cents per share) (2014: 27 cents per share)	**7,738,683**	6,398,324
(c) Interim dividends proposed and not recognised as a liability*		
Interim fully franked dividends (20 cents per share) (2014: 24 cents per share)	**5,625,191**	6,624,995
Price per share	**7.95**	12.10

* Calculation based on the ordinary shares on issue as at 31 January 2016 (2014: 31 January 2015)

	Half Year ended 31 December 2015 $	Half Year ended 31 December 2014 (restated) $
5. EARNINGS PER SHARE		
The following reflects the income and share data used in the calculations of basic and diluted earnings per share:		
Net (losses)/profit attributable to ordinary equity holders of Pacific Current Group Limited	**(10,041,027)**	136,938,427
Weighted average number of ordinary shares used in calculating basic earnings per share	**27,943,029**	23,785,546
Effect of dilutive securities		
Dilutive effect of potential ordinary shares – performance rights/share options	**-**	-
Adjusted weighted average number of ordinary shares used in calculating diluted earnings per share	**27,943,029**	23,785,546
Basic (losses)/earnings per share	**(35.93)**	575.72
Diluted (losses)/earnings per share	**(35.93)**	575.72

6. NOTES TO THE STATEMENT OF CASH FLOWS

	31 DECEMBER 2015 $	30 JUNE 2015 $
For the purpose of the cash flow statement, cash and cash equivalents are comprised of the following:		
Cash at bank and on hand	**2,306,882**	1,056,243
	2,306,882	1,056,243

7. TRADE AND OTHER RECEIVABLES (CURRENT)

	31 DECEMBER 2015 $	30 JUNE 2015 (restated) $
Trade and other receivables	**3,374**	1,035,681
Sundry receivables	**34,082**	64,828
Related party receivables		
- Associates - distributions	**-**	7,729,161
- Associates - others	**907,312**	1,216,349
	944,768	10,046,019

8. INVESTMENTS ACCOUNTED FOR UNDER THE EQUITY METHOD

	31 DECEMBER 2015 $	30 JUNE 2015 (restated) $
Investment in Aurora[1]	**286,667,572**	290,163,883
Investment in other associates[2]	**-**	-
	286,667,572	290,163,883

Investment in Aurora is comprised of the following:

	31 DECEMBER 2015 $	30 JUNE 2015 (restated) $
Beginning balance	**290,163,883**	-
Cash investment	**-**	46,805,185
Non-cash investment[3]	**4,999,991**	248,862,194
Share in net (losses) for the period	**(13,314,895)**	(13,843,699)
Distribution received/receivable	**-**	(7,729,161)
Share in foreign currency translation reserve	**5,811,562**	13,890,361
Share in investment revaluation reserve	**(992,969)**	2,179,003
	286,667,572	290,163,883

[1] On 25 November 2014, Treasury Group and Northern Lights completed the transaction to merge both companies into an international multi-boutique funds management group. The Trust was created to manage the Group's interest in 20 boutiques in Australia, United States of America and other jurisdictions ranging from traditional equities to alternatives and private equity with a FUM of $30.87 9bn as at 31 December 2015. Treasury Group and Northern Lights sold their respective businesses including their assets (except del Rey and Celeste) and liabilities to the Trust in exchange for units and debt in Aurora. At 31 December 2015, Pacific Current Group Limited owns 65.15% of the Trust and adopts the equity method of accounting in relation to Pacific Current's interest in the Trust.

[2] Pacific Current owns 38.09% interest in Celeste. The equity holding is subject to synthetic arrangement with the economic benefits flowing to the Trust.

[3] On 7 September 2015, Fund BNP Paribas Capital Partners Participations (Fund BNP) represented by BNP Paribas Capital Partners converted its 487,804 class C units in Aurora Trust for 487,804 PAC shares. Aurora Trust cancelled the 487,804 class C units and issued 487,804 Class A units to PAC. Consequently, PAC issued 487,804 fully paid ordinary shares to Fund BNP and recognised a non-cash investment in Aurora in the amount of $4,999,991 which represents the subscription price of Fund BNP for the Class C units in Aurora.

Summarised financial information in respect of Pacific Current's material associate is set out below. The summarised financial information below represents amount shown in associate's financial statements in accordance with the Accounting Standards.

	31 DECEMBER 2015	31 DECEMBER 2014 (restated)
Revenue	**18,889,209**	7,012,336
Loss for the period	**(20,437,291)**	(3,289,562)
Other comprehensive gain for the period	**6,964,717**	(281,341)
Total comprehensive (loss)/income for the period	**(13,472,574)**	(3,570,903)
Distributions received during the period	-	-

	31 DECEMBER 2015	30 JUNE 2015 (restated)
Current assets	**157,046,578**	70,763,870
Non-current assets*	**456,479,133**	565,633,270
Current liabilities	**(96,115,382)**	(32,610,550)
Non-current liabilities	**(77,179,541)**	(149,758,094)
Net assets	**440,230,788**	454,028,494
Goodwill	**212,824,619**	215,832,449
Other identifiable intangibles	**43,862,928**	42,648,392
Carrying amount of the Pacific Current Group Limited's interest	**286,667,572**	290,163,883

* Includes goodwill and other identifiable intangibles.

9. TRADE AND OTHER PAYABLES

	31 DECEMBER 2015 $	30 JUNE 2015 $
Trade Payables	**1,007**	1,642,020
GST liabilities	**434,416**	-
Others	**645,689**	-
Related party payables		
-Associates	**-**	360,191
	1,081,112	2,002,211

10. PROVISION FOR INCOME TAX

	31 DECEMBER 2015 $	30 JUNE 2015 $
Provision for income tax	**15,164,962**	-
	15,164,962	-

This represents the amount of income tax liability that is likely to arise as a result of the anticipated capital gains distributions from the Trust, net of the previously recognised tax losses of PAC from Aurora Trust.

11. DEFERRED TAX LIABILITY

	31 DECEMBER 2015 $	30 JUNE 2015 (restated) $
Deferred tax liability	**47,521,007**	63,581,040
	47,521,007	63,581,040

This represents the deferred tax liability on the difference between the carrying value and cost base for tax purposes of Pacific Current Group Limited's investment in Aurora. As at 31 December 2015, approximately $22,334,366 of deferred tax liability was released to current tax liability to recognise the amount of income tax liability that is likely to arise as a result of the anticipated capital gains distributions of approximately $68,508,689 and fully franked dividend distribution of $5,968,031.

12. CONTRIBUTED EQUITY

(a) Ordinary shares

	31 DECEMBER 2015 $	30 JUNE 2015 $
Ordinary shares	**74,556,705**	69,500,943

Fully paid ordinary shares carry one vote per share and carry the right to receive dividends

(b) **Movement in ordinary shares on issue**	31 DECEMBER 2015 **Number**	31 DECEMBER 2015 $
At 1 January 2015	**26,624,328**	59,457,829
Issued on 23 January 2015	**979,816**	10,043,114
At 30 June 2015	**27,604,144**	69,500,943
Issued on 1 July 2015	**34,007**	55,771
Issued on 7 September 2015	**487,804**	4,999,991
At 31 December 2015	**28,125,955**	74,556,705

On 31 July 2015, Pacific Current Group Limited (formerly Treasury Group Ltd) issued 34,007 ordinary shares on exercise of 34,007 performance rights issued under the former Treasury Group Performance Rights Plan for its executives. As a result of this issue, $55,771 was transferred from the equity-settled share option reserve to share capital.

On 7 September 2015, Pacific Current Group Limited (formerly Treasury Group Ltd) issued 487,804 ordinary shares in exchange for 487,804 class C units in the Trust held by Fund BNP Paribas Capital Partners Participations (Fund BNP) represented by BNP Paribas Capital Partners. On 7 September 2015, the Trust cancelled the 487,804 class C units and issued 487,804 Class A units to Pacific Current Group Limited.

(c) Capital management

The Company's capital management policies focus on ordinary share capital. When managing capital, management's objective is to ensure the entity continues as a going concern as well as to maintain optimal returns to shareholders and benefits to other stakeholders.

Management is constantly reviewing the capital structure to take advantage of favourable costs of capital or high returns on assets. As the market is constantly changing, management may change the amount of dividends to be paid to shareholders or conduct share buybacks.

During the half year ended 31 December 2015, management paid dividends of $7,738,682 (2014: $6,398,324). Directors anticipate that the payout ratio is 60%-80% of Aurora's distribution to Pacific Current Group Limited over the medium term.

As at 31 December 2015 Aurora has on issue Class B units which are exchangeable (at the holders' election) to Pacific Current Group Limited shares at the following fixed ratios:

(i) Any time from 24 November 2014 – 2 Pacific Current Group Limited shares for every 3 Class B units or B-1 units

(ii) Any time from 24 November 2017- 5 Pacific Current Group Limited shares for every 6 Class B units or B-1 units

(iii) In the event of takeover – 1 Pacific Current Group Limited share for each Class B units

(iv) In the event of Qualified Public Offering (QPO) does not occur during QPO period, for an exchange occurring on and from the expiration of the QPO period – 1 Pacific Current Group Limited share for each Class B units

12. CONTRIBUTED EQUITY (Cont)

The Remuneration Committee and the Board are committed to develop a new long term incentive plan that more closely aligns shareholders and management. It is expected that an LTI scheme will consist of PAC (formerly TRG) performance rights. The vesting structure and competitor group against which performance is measured will reflect the transaction structure of the group. The new competitor group will include both Australian and overseas listed companies.

There were no performance rights issued to executive directors and employees during the period. The performance rights outstanding as at 31 December 2015 represent the 100,000 performance rights issued to a certain employees in 2013. The performance rights on issue were valued based on the valuation made by RSM Bird Cameron using a hybrid monte-carlo /binomial option pricing model. The value of each right at issue was $1.64. The value of outstanding performance rights is $164,000 amortised over three years from the grant date.

The amount of performance rights amortisation expense for the period was $ 27,334 (2014:$36,557). There were no performance rights that lapsed during the year.

On 1 July 2015, performance rights issued to certain employees on 1 July 2012 have vested at 96% for the 8,731 performance rights issued and 82% for the 31,250 performance rights issued. Accordingly, a total of 34,007 Pacific Current Group Limited's shares were issued to these employees.

13. SEGMENT INFORMATION

Information reported to the Group's Board of Directors for the purposes of resource allocation and assessment of performance is specifically focused on the profit after tax earned by each business within the Group. Therefore the Group's reportable segments under AASB 8 are included in the table below.

Information regarding these segments is presented below. The accounting policies of the reportable segments are the same as the Group's accounting policies.

As at 31 December 2015, Pacific Current Group Limited has identified the Trust as the sole operating segment. The Trust is equity accounted by Pacific Current Group Limited. All the operational and investment activities are undertaken in Aurora. It is the financial performance of the Trust that impacts on the financial performance of Pacific Current Group Limited as no other operations are undertaken at the company.

The following is an analysis of the Pacific Current Group Limited's results by reportable operating segment:

	Half Year ended 31 December 2015	Half Year ended 31 December 2014 (restated)[1]
Segment profit after tax for the period	$	$
Australian unlisted trust	**(13,314,895)**	(2,013,870)
Outsourcing and trustee services	-	305,596
Australian equities	-	3,043,967
Alternative equities	-	6,176,986
	(13,314,895)	7,512,679
Central administration costs and directors' salaries	**3,273,869**	129,425,748
Total per statement of profit and loss	**(10,041,027)**	136,938,427

Segment net assets for the period	31 DECEMBER 2015	30 JUNE 2015 (restated)
	$	$
Australian unlisted trust	**223,981,603**	226,582,843
	223,981,603	226,582,843
Central administration	**1,741,581**	8,563,841
Total per Statement of Financial Position	**225,723,184**	235,146,684

[1]These are restatement at Aurora level and only an apportionment to the restatement note in 2 (c) of the selected notes to the half year financial statements.

14. EVENTS AFTER THE BALANCE SHEET DATE

On 4 January 2016, the Trust had paid Medley Capital Corporation, the debt facility in the amount of $US45.85m including a prepayment penalty of US$0.65m which represents 1.37% of the original loan.

On 4 January 2016, the Trust acquired a 23.4% minority equity in Aperio Group, LLC (Aperio) for US$31.8m (approximately A$44.2m) with an initial investment of US$15.5m and the remainder to be paid at the end of 2016. Aperio, based in Sausalito, California USA is an investment management firm with more than A$18.3bn in funds under management across a highly customised index-based portfolios using Aperios' expertise in tax management, tilts and ESG (Environmental, Social and Governance) investments. It is a pioneer in designing and managing custom portfolios to track index benchmarks or deliver targeted risk, factor, geographic, or industry exposures, customised to a client's specific tax situation, values and/or desired economic exposure. Aperio works with both taxable and tax-exempt investors to track a broad range of US and international indexes.

The Trust holds two (2) out of six (6) board seats in Aperio. The Trust treats Aperio as an associate and the principles of equity method of accounting are applied. Pacific Current believes Aperio will add diversification to the Trust's current portfolio.

On 3 February 2016, Strategic Capital Partners (SCI), a Trust boutique secured USD$78m anchor commitment from the Common Funds of Santander UK Pension Scheme. With the commitment, SCI made an initial investment of US$D75m into its first seeding project, John Street Capital. The Trust will invest up to US$D0.5m for an initial stake of 60% of SCI which the Trust treats as subsidiary.

On 29 February 2016, the Directors of Pacific Current declared an interim dividend on ordinary shares in respect of the half year ended 31 December 2015. The total amount of the dividend is $5,625,191 which represents a fully franked dividend of 20 cents per share. The dividend has not been provided for in the 31 December 2015 half year financial statements and will be recognised in subsequent financial reports.

Directors' Declaration

In accordance with a resolution of the Directors of Pacific Current Group Ltd made pursuant to s303(5) of the Corporations Act 2001, I state that:

In the opinion of the Directors:

(a) the condensed financial statements and notes of Pacific Current Group are in accordance with the *Corporations Act 2001*, including:

 (i) giving a true and fair view of the financial position as at 31 December 2015 and the performance for the half-year ended on that date of Pacific Current Group; and

 (ii) complying with Accounting Standard AASB 134 '*Interim Financial Reporting*' and the Corporations Regulations 2001; and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

M. Fitzpatrick
Chairman

29 February 2016

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Independent Auditor's Review Report to the members of Pacific Current Group Limited

We have reviewed the accompanying half-year financial report of Pacific Current Group Limited, which comprises the condensed statement of financial position as at 31 December 2015, and condensed consolidated statement of profit and loss**,** the condensed statement of comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, 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 end of the half-year or from time to time during the half-year as set out on pages 9 to 23.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year 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 half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Pacific Current Group Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Auditor's Independence Declaration

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Pacific Current Group Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Pacific Current Group Limited is not in accordance with the *Corporations Act 2001*, including:

(a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Declan O'Callaghan
Partner
Chartered Accountants
Sydney, 29 February 2016