



Appendix 4D Half-Year Report 31 December 2017

HALF-YEAR ENDED 31 DECEMBER 2017
(Previous corresponding period; half-year ended 31 December 2016)

The information contained in this report should be read in conjunction with the most recent annual financial report.

This report is all the half-year information provided to the Australian Securities Exchange under listing rule 4.2A.
The report also satisfies the half-year reporting requirements of the Corporations Act 2001.

LEGEND
CORPORATION

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RESULTS FOR ANNOUNCEMENT TO THE MARKET

			\$'000
Revenue from ordinary activities	Up	4% to	57,218
Profit from ordinary activities after tax attributable to members	Up	177% to	2,787
Net profit for the period attributable to members	Up	177% to	2,787
Earnings per share	Up	180% to	1.3 cents
Net tangible assets backing per ordinary share	Up	20% to	9.6 cents

Dividends

	Amount per security	Franked amount per security at 30% tax
2017 Final dividend declared 23 August 2017, paid 3 November 2017	0.6 cents	0.6 cents
2018 Interim dividend declared 26 February 2018, payable 27 April 2018	0.7 cents	0.7 cents

A dividend reinvestment plan is not in operation. None of these dividends are foreign sourced.

Results Overview

Legend Corporation Limited ('Legend' or 'the Group') has recorded a statutory Net Profit after Tax (NPAT) of \$2.8 million for the 6 months ended 31 December 2017, up 177% on the prior corresponding period (pcp) (pcp: \$1.0 million). Earnings per Share were 1.3 cents, up 180% on pcp.

The prior corresponding period included \$1.1 million of impairment loss from the write-off of assets of the New Zealand based Electrical, Power and Infrastructure division. Excluding this impairment loss, NPAT for the current period was 32% up on pcp.

Group revenue was up 4% on pcp due largely to the Group's Electrical, Power and Infrastructure business.

Consolidated gross profit was up 4% on pcp with gross profit

margin maintained in line with pcp at 40.6%.

Depreciation, amortisation and impairment charges were down 59% due to the impairment charge taken for the New Zealand based Electrical, Power and Infrastructure division in the pcp.

Interest expense was down 19% through a combination of lower debt levels and reduced implied interest on deferred payments for the acquisition of System Control Engineering.

Operating cash flow was up 6% to \$5.7 million (pcp: \$5.3 million). Net debt reduced by \$2.4 million with net debt at period end of \$9.5 million or 0.8 times annualised EBITDA.

KEY FINANCIAL RESULTS

	31 Dec 2017 \$'000	31 Dec 2016 \$'000	% Change
INCOME			
Sales Revenue	57,218	54,964	4.1%
Gross profit	23,225	22,270	4.3%
Gross profit margin	40.6%	40.5%	
EBITDA	5,531	4,750	16.4%
EBITDA margin	9.7%	8.6%	
EBIT	4,592	2,455	87.0%
EBIT margin	8.0%	4.5%	
NPBT	4,115	1,868	120.3%
NPBT margin	7.2%	3.4%	
NPAT	2,787	1,007	176.8%
NPAT margin	4.9%	1.8%	
Earning per share (cents)	1.29	0.46	180.4%
Dividends paid (cents)	0.60	0.60	0.0%
Dividends announced (cents)	0.70	0.60	16.7%
CASH FLOW			
Operating cash flow	5,653	5,325	6.2%
FINANCIAL POSITION			
Net assets	71,050	69,535	2.2%
Net tangible assets	20,739	18,970	9.3%
Net Bank debt	(9,466)	(11,818)	19.9%

TRENDS IN OPERATION

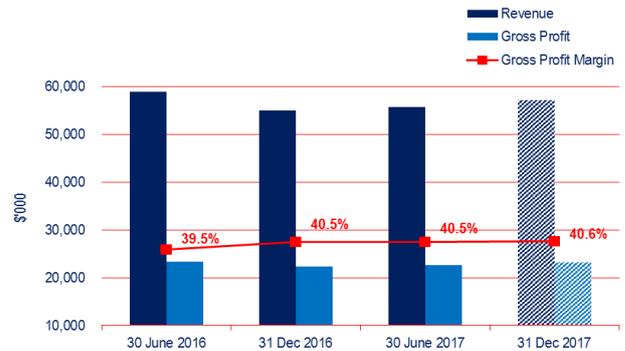
Revenue & Gross Profit

Group revenue was up 4% on pcp to \$57.2 million (pcp: \$55.0 million), with gross profit also up 4% on stable margins.

Growth in revenue was driven by the Group's largest segment of Electrical, Power and Infrastructure, up 6% on pcp. Gas and Plumbing made steady progress with 2% growth, however Innovative Electrical Solutions was down 6%.

Demand from power and infrastructure customers has continued to improve, building on the second half of FY17. Electrical, Power and Infrastructure also benefited from an increase in activity through the wholesale electrical market.

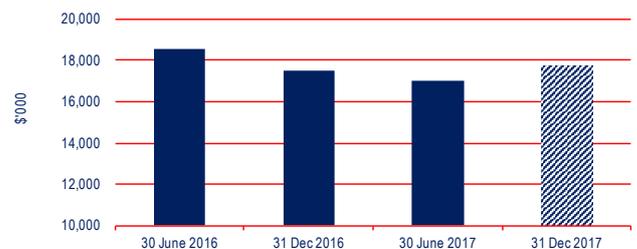
An anticipated rise in demand from a major customer of Innovative Electrical Solutions did not eventuate during the period under review. Whilst sales to this major customer remained consistent, contracts in defence related areas assisted in lifting revenue from the low of the second half of FY17.



Overhead Expenses

Overhead expenses were up 1% on pcp to \$17.7 million (pcp: \$17.5 million).

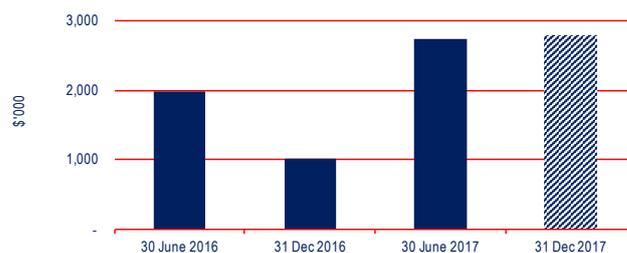
Additional costs were incurred during the prior corresponding period relating to one-off restructure and integration activities. The resulting expense base after restructure and integration has largely been maintained with increased expenses in line with CPI. Employee expenses for the current period were however above CPI due to the employment of additional staff targeting growth, and the reinstatement of staff incentive programs on the achievement of budgeted sales targets.



Net Profit After Tax

Statutory NPAT of \$2.8 million was up 177% on pcp (pcp: \$1.0 million).

The prior corresponding period included \$1.1 million of impairment loss from the write-off of assets of the New Zealand based Electrical, Power and Infrastructure division. Excluding this impairment loss, NPAT for the current period was 32% up on pcp. The result represents a third consecutive half of normalised NPAT growth.

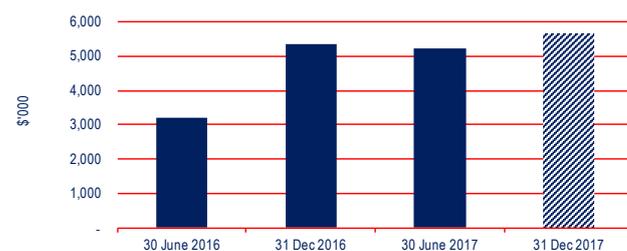


	30 June 2016 \$'000	31 Dec 2016 \$'000	30 June 2017 \$'000	31 Dec 2017 \$'000
NPAT	1,986	1,007	2,734	2,787
Impairment of assets	-	1,098	-	-
Normalised NPAT	1,986	2,105	2,734	2,787

Operating Cash Flow

Operating cash flow was up 6% to \$5.7 million (pcp: \$5.3 million) reflecting the improved trading performance of the Group and steady working capital position.

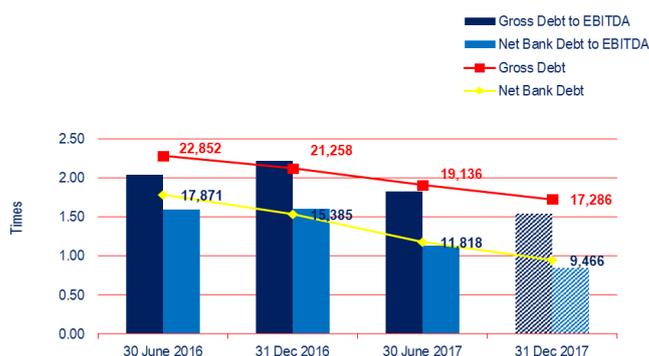
Operating cash generated during the period was used to make the third deferred payment for System Control Engineering of \$1.8 million, repay bank debt of \$1.9 million and dividend payments to shareholders of \$1.3 million.



Debt to EBITDA

Net bank debt reduced by \$2.4 million to \$9.5 million at period end, 0.8 times annualised EBITDA.

Banking facilities continue to have capacity for further organic and acquisitive growth.



PERFORMANCE BY SEGMENT

Electrical Power and Infrastructure

	30 June 2016 \$'000	31 Dec 2016 \$'000	30 June 2017 \$'000	31 Dec 2017 \$'000
Revenue	39,414	37,361	36,759	39,752
EBITDA	2,553	1,896	2,824	3,379
Segment Profit	2,081	1,405	2,202	2,884

Revenue for the 6 months was up 6% on pcp due to improved demand from both electrical wholesale and infrastructure customers. Eastern seaboard customers were the key contributors.

This improvement in revenue combined with an increase of 2% in gross profit margin and maintained cost base resulted in a 78% increase in EBITDA on pcp.

Innovative Electrical Solutions

	30 June 2016 \$'000	31 Dec 2016 \$'000	30 June 2017 \$'000	31 Dec 2017 \$'000
Revenue	5,384	4,570	3,850	4,299
EBITDA	1,038	1,169	760	1,112
Segment Profit	937	1,068	658	1,018

An anticipated rise in demand from a major customer of Innovative Electrical Solutions did not eventuate during the period under review. Whilst sales to this major customer remained consistent, contracts in defence related areas assisted in lifting revenue from the low of second half of FY17.

With further defence related contracts due to commence, shortly revenue is expected to continue to improve.

Overhead expenses were reduced in light of the lower level of activity resulting in a decline of only 5% in EBITDA .

Plumbing and Gas

	30 June 2016 \$'000	31 Dec 2016 \$'000	30 June 2017 \$'000	31 Dec 2017 \$'000
Revenue	15,277	14,092	16,035	14,336
EBITDA	1,225	1,685	2,099	1,040
Segment Profit	792	1,272	1,666	690

A 2% increase in revenue for the period was counteracted by a 4% reduction in gross profit margin resulting in gross profit down \$0.4 million on pcp. Margins for the period were impacted by the clearance of legacy stock lines and the lower Australia dollar against the Euro.

Significant cost savings were achieved in the pcp with the completion of restructure and integration activities. These savings have largely been maintained with an increase in total overheads period on period marginally higher than CPI.

Net Tangible Assets

Net tangible assets increased by 9% to \$20.7 million as at 31 December 2017. Net tangible asset backing per ordinary share increased from \$0.087 at 30 June 2017 to \$0.096 at 31 December 2017.

Acquisitions

As announced on 22 December 2017 Legend reached agreement to acquire Celemetrix Australia Pty Ltd, Celemetrix SRC Pty Ltd and Commsforce Pty Ltd (the Celemetrix Group or "CLX"), for an initial payment of up to \$12 million subject to the financial results to 30 June 2018. The maximum total consideration could be \$15.125 million subject to the achievement of Earning before Interest and Taxation (EBIT) targets to 30 June 2020.

The share purchase agreement was subject to conditions precedent which have now been satisfied. The transaction is expected to settle in the next seven days and will be effective from this date for accounting purposes.

The acquisition will be funded through existing debt facilities

Outlook and Business Strategies

The outlook for the Group remains positive with further improvement to profit expected in the second half of this financial year.

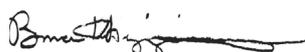
Electrical, Power and Infrastructure has delivered consistent and sustained revenue growth over recent months and this is expected to continue. Innovative Electrical Solutions will deliver improved results through the continuation and expansion of defence related contracts. Gas and Plumbing, whilst hampered by margin contraction over the past 6 months, remains focused on margin improvement whilst continuing to grow revenue at a consistent rate.

Yours sincerely

Legend Corporation Limited



Bradley R Dowe
Managing Director &
Chief Executive Officer



Bruce E Higgins
Chairman of Directors

26 February 2018

and working capital.

CLX supplies test and measurement equipment, calibration and professional services including fleet compliance management to Australian telecommunication organisations, power utilities, medical equipment suppliers, defence and related contractors. (refer <http://www.celemetrix.com.au> and <http://www.commsforce.com.au>).

For the year ended 30 June 2017 CLX reported revenue of \$24.7 million and an operating EBIT of \$2.9 million (unaudited).

The acquisition of CLX is expected to be earnings per share positive, operating cash flow positive and contribute to Legend's overall profit result.

Legend continues to investigate complimentary acquisitions that will deliver enhanced shareholder returns.

DIRECTORS REPORT

Your directors submit the financial report of the consolidated group for the half-year ended 31 December 2017.

Directors

The names of the directors who held office during or since the end of the half-year:

Mr Bruce Higgins (Chairman)
Mr Bradley Dowe
Mr Ian Fraser

Review of Operations

The Directors' review of operations of the consolidated group for the half-year and the results of those operations are set out in the attached Results for Announcement to the Market for the Half-Year Ended 31 December 2017.

Rounding of Amounts

The company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors Reports) Instrument 2016/191 and in accordance with that instrument, amounts in the consolidated interim financial statements and directors reports have been rounded off to the nearest thousand dollars, unless otherwise stated.

Auditor's Declaration

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 10 for the half-year ended 31 December 2017, and forms part of the report.

This report is signed in accordance with a resolution of the Board of Directors.



Bruce E Higgins
Chairman of Directors
Legend Corporation Limited

26 February 2018



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Legend Corporation Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Legend Corporation Limited for the half-year ended 31 December 2017 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

A stylized, handwritten-style logo of the letters 'KPMG' in black.

KPMG

A handwritten signature in black ink, appearing to read 'Paul Cenko'.

Paul Cenko
Partner

Adelaide
26 February 2018

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Consolidated Group	
	31 Dec 2017 \$'000	31 Dec 2016 \$'000
Revenue	57,218	57,964
Other Income	79	74
Changes in inventories of finished goods and work in progress	798	2,310
Raw materials and consumables used	(34,791)	(35,004)
Employee benefits expenses	(12,039)	(12,121)
Occupancy costs	(1,889)	(1,912)
Depreciation and amortisation expense	(939)	(1,005)
Impairment of assets	-	(1,290)
Implied interest of deferred settlement	(132)	(175)
Finance costs	(370)	(447)
Other expenses	(3,820)	(3,526)
Profit before income tax	4,115	1,868
Income tax expense	(1,328)	(861)
PROFIT FOR THE PERIOD	2,787	1,007
Other comprehensive income, net of tax	28	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,815	1,007
Profit attributable to:		
Members of the parent entity	2,815	1,007
Non-controlling interest	-	-
	2,815	1,007
Total comprehensive income attributable to:		
Members of the parent entity	2,815	1,007
Non-controlling interest	-	-
	2,815	1,007
EARNING PER SHARE	Cents	Cent
Basic earning per share	1.3	0.5
Diluted earning per share	1.3	0.5

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2017

	Consolidated Group	
	31 Dec 2017 \$'000	30 June 2017 \$'000
CURRENT ASSETS		
Cash and cash equivalents	7,820	7,318
Trade and other receivables	18,267	20,309
Inventories	28,747	27,949
Other current assets	764	916
TOTAL CURRENT ASSETS	55,598	56,492
NON-CURRENT ASSETS		
Property, plant and equipment	5,709	6,130
Deferred tax assets	1,808	1,687
Goodwill	43,688	43,688
Other intangible assets	6,623	6,877
TOTAL NON-CURRENT ASSETS	57,828	58,382
TOTAL ASSETS	113,426	114,84
CURRENT LIABILITIES		
Trade and other payables	15,103	14,245
Derivative financial instruments	115	147
Borrowings	3,700	3,700
Current tax liabilities	300	369
Short-term provisions	4,876	4,648
TOTAL CURRENT LIABILITIES	24,094	23,109
NON-CURRENT LIABILITIES		
Trade and other payables	2,538	4,554
Borrowings	13,586	15,436
Deferred tax liabilities	1,988	2,063
Long-term provisions	170	177
TOTAL NON-CURRENT LIABILITIES	18,282	22,230
TOTAL LIABILITIES	42,376	45,339
NET ASSETS	71,050	69,535
EQUITY		
Issued capital	74,083	74,083
Reserves	12,620	11,105
Accumulated losses	(15,653)	(15,653)
TOTAL EQUITY	71,050	69,535

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

Consolidated Group	Issued Capital \$'000	Option Reserve \$'000	Hedge Reserve \$'000	Profits Reserve \$'000	Accumulated Losses \$'000	Total \$'000
BALANCE AT 1 JULY 2016	74,083	346	-	9,737	(15,653)	68,513
Total comprehensive income for the period	-	-	-	-	1,007	1,007
Transfer to profit reserve	-	-	-	1,007	(1,007)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	-	-	-	1,007	-	1,007
Dividends paid	-	-	-	(1,310)	-	(1,310)
Transactions with owners in their capacity as owners	-	-	-	(1,310)	-	(1,310)
BALANCE AT 31 DECEMBER 2016	74,083	346	-	9,434	(15,653)	68,210
BALANCE AT 1 JULY 2017	74,083	346	(99)	10,858	(15,653)	69,535
Profit attributable to members of the parent entity	-	-	-	-	2,787	2,787
Transfer to profit reserve	-	-	-	2,787	(2,787)	-
Interest rate swap changes in fair value	-	-	28	-	-	28
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	-	-	28	2,787	-	2,815
Dividends paid	-	-	-	(1,300)	-	(1,300)
Transactions with owners in their capacity as owners	-	-	-	(1,300)	-	(1,300)
BALANCE AT 31 DECEMBER 2017	74,083	346	(71)	12,345	(15,653)	71,050

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Consolidated Group	
	31 Dec 2017 \$'000	31 Dec 2016 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	63,794	62,617
Payments to suppliers and employees	(56,203)	(54,985)
Interest received	25	25
Finance costs	(370)	(447)
Income tax paid	(1,593)	(1,885)
NET CASH PROVIDED BY OPERATING ACTIVITIES	5,653	5,325
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from loans to employees	17	-
Proceeds from sale of property, plant and equipment	19	-
Purchase of property, plant and equipment	(275)	(586)
Acquisition of subsidiaries, net of cash	(1,750)	(1,000)
NET CASH USED IN INVESTING ACTIVITIES	(1,989)	(1,586)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	-	800
Dividends paid	(1,300)	(1,310)
Repayment of borrowings	(1,850)	(2,394)
NET CASH USED IN FINANCING ACTIVITIES	(3,150)	(2,904)
Net increase in cash and cash equivalents held	514	835
Cash and cash equivalents at beginning of the period	7,318	4,980
Effect of exchange rates on cash holdings in foreign currencies	(12)	58
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	7,820	5,873

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

Note 1: Basis of Preparation

Legend Corporation Limited (the “Company”) is a company domiciled in Australia. These consolidated interim financial statements (“interim financial statements”) as at and for the six months ended 31 December 2017 comprise the Company and its subsidiaries (together referred to as the “Group”).

The consolidated annual financial statements of the Group as at and for the year ended 30 June 2017 are available upon request from the Company’s registered office at 1 Butler Drive Hendon SA 5014 or at www.legendcorporate.com.

These interim financial statements are general purpose financial statements prepared in accordance with AASB 134

Interim Financial Reporting and the Corporations Act 2001, and with IAS 34 Interim Financial Reporting. They do not include all of the information required for a complete set of annual financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual consolidated financial statements as at 30 June 2017.

These interim financial statements were authorised for issue by the Company’s Board of Directors on 26 February 2018.

Note 2: New Standards Not Effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2018, and have not been applied in preparing these consolidated financial statements.

Those which may be relevant to the Group are set out below. The Group does not plan to adopt these new standards early, and continues to assess the impact on the entity.

New or Amended Standard	Impact on Consolidated Financial Statements
<p><i>IFRS 9 Financial Instruments</i> Effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted.</p>	<p>The Group is assessing the potential impact on its consolidated financial statements resulting from application of AASB 9.</p>
<p><i>IFRS 15 Revenue from Contracts with Customers</i> Effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted.</p>	<p>The Group is assessing the potential impact on its consolidated financial statements resulting from application of AASB 15.</p>
<p><i>IFRS 16 Leases</i> Effective for annual reporting periods beginning on or after 1 January 2019.</p>	<p>The Group is assessing the potential impact on its consolidated financial statements resulting from application of AASB 16.</p>

Note 3: Estimates

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurements of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group’s last annual financial statements for the year ended 30 June 2017.

Note 4: Effective Tax Rate

The effective tax rate has decreased from 46% at 31 December 2016 to 32% at 31 December 2017. The prior period's higher rate was due to the impairment losses recognised in the period which were not tax deductible.

Note 5: Operating Segments

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing the performance and determining the allocation of resources.

The Group is managed primarily on the basis of product category since the diversification of the Group's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

Reportable segments disclosure are based on aggregating operating segments where the segments are considered to have similar economic characteristics and are also similar with respect to the following;

- the products sold by the segment
- the manufacturing process; and
- the type or class of customer for the products.

Types of products by Segment

Electrical, Power and Infrastructure

The electrical, power and infrastructure segment distributes a wide range of house branded electrical and connectivity products, tools, cable assemblies, data and computer room products. Products are of a similar nature with the majority of customers being within the electrical wholesale, power and infrastructure industries.

Innovative Electrical Solutions

The innovative electrical solutions segment manufactures application designs integrated circuits, thick film hybrids, and ceramic printed circuit boards for use across industries including medical, telecommunications, lighting, automotive and consumer electrical. Manufacture of these products is performed in accordance with customer specifications, requiring a high level of technical expertise.

Gas and Plumbing

This segment supplies products and parts for industrial and commercial gas, heating, refrigeration and air conditioning components, appliance spares and related value added systems in Australia and New Zealand.

Basis of accounting for purposes of reporting by operating segments

Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors as the chief decision makers with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group.

Inter-segment transaction

An internally determined transfer price is set for all inter-entity sales. This price is reviewed six-monthly and reset as required, and is based on what would be realised in the event that the sale was made to an external party at arm's-length. All such transactions are eliminated on consolidation for the Group financial statements.

Corporate charges are allocated to reporting segments based on the segments' overall proportion of revenue generation within the Group. The Board of Directors believes this is representative of likely consumption of head office expenditure that should be used in assessing segment performance and cost recoveries.

Segment Assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and location.

Segment liabilities

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to the Group as a whole and are not allocated.

Unallocated items

The following items of revenue, expense, assets and liabilities are not allocated to operating segments as they are not considered part of the core operations of any segment;

- finance income and costs;
- impairment of assets and other non-recurring items of revenue or expense
- income tax expense;
- deferred tax assets and liabilities; and
- intangible assets.

Note 5: Operating Segments (cont.)

(i) Segment Performance	Electrical, Power & Infrastructure		Innovative Electrical Solutions		Gas & Plumbing		Consolidated Group	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUE								
Revenue from external customers	39,752	37,361	3,130	3,511	14,336	14,092	57,218	54,964
Inter-segment revenues	-	-	1,169	1,059	-	-	-	-
TOTAL REVENUE	39,752	37,361	4,299	4,570	14,336	14,092	57,218	54,964
RESULTS								
Earning before interest, taxation, depreciation and amortisation	3,379	1,896	1,112	1,169	1,040	1,685	5,531	4,750
Depreciation and amortisation	(495)	(491)	(94)	(101)	(350)	(413)	(939)	(1,005)
Segment operating profit	2,884	1,405	1,018	1,068	690	1,272	4,592	3,745
Implied interest on deferred consideration							(132)	(175)
Impairment of assets							-	(1,290)
Finance income							25	35
Finance Costs							(370)	(447)
Profit before income tax							4,115	1,868
Income tax expense							(1,328)	(861)
Profit after income tax							2,787	1,007

(ii) Segment Assets and Liabilities	Electrical, Power & Infrastructure		Innovative Electrical Solutions		Gas & Plumbing		Consolidated Group	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
ASSETS								
Segment assets	69,262	70,217	18,192	17,125	24,164	25,845	111,618	113,187
Deferred tax assets							1,808	1,687
TOTAL ASSETS							113,426	114,874
LIABILITIES								
Segment liabilities	18,194	18,928	1,245	1,143	3,248	3,553	22,687	23,624
Tax liabilities							2,288	2,432
Financial liabilities							115	147
Borrowings							17,286	19,136
TOTAL LIABILITIES							42,376	45,339

Note 5: Operating Segments (cont.)

(iii) Revenue and Assets by Geographical Region	Consolidated Group	
	31 Dec 2017 \$'000	31 Dec 2016 \$'000
The Groups revenue from external customers are divided into the following geographical areas:		
Australia	54,044	50,951
New Zealand	3,174	4,013
TOTAL REVENUE	57,218	54,964

(iv) Major Customers		Segment	31 Dec 2017	31 Dec 2016
Top 3 Customers				
1		Electrical	20%	19%
2		Electrical	9%	9%
3		Electrical	7%	7%

Note 6: Contingent Liabilities

There has been no change in contingent liabilities since the last annual reporting date.

Note 7: Events effective after the balance sheet date

On 22 December 2017 The Company entered into an agreement to acquire all of the issued shares of Melbourne based Celemetrix Australia Pty Ltd, Celemetrix SRC Pty Ltd and Sydney based Commsforce Pty Ltd, collectively the Celemetrix Group ("CLX"). The transaction is expected to settle within the next seven days and will be effective from this date for accounting purposes.

An initial payment of up to \$12 million is payable for the acquisition, followed by a final deferred payment of up to

\$3.125 million levered to the average EBIT outcomes for the financial years ended 30 June 2019 and 30 June 2020. The agreement includes a claw back of the initial payment of up to \$2 million levered to the EBIT outcomes for the financial year ended 30 June 2018.

The acquisition will be funded through existing debt facilities and working capital.

Note 8: Acquisitions

On 31 August 2017 an amount of \$1,750,000 was paid in relation to the acquisition of selected business assets of System Control Engineering Pty Ltd and the shares of System Control NZ Limited as part of the deferred payment arrangements.

During the period an implied interest expense of \$132,000 has been recognised to reflect the amortised amount of the deferred consideration using the effective interest rate method.

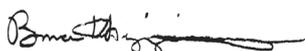
DIRECTORS

DECLARATION

The Directors of the company declare that:

1. The financial statement and notes, as set out on pages 11 to 18 are in accordance with the Corporations Act 2001, including;
 - a. Complying with Accounting Standard AASB 134 Interim Financial Reporting; and
 - b. Giving a true and fair view of the consolidated group's financial position as at 31 December 2017 and of its performance for the half-year ended on the date.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Bruce E Higgins
Chairman of Directors
Legend Corporation Limited

26 February 2018



Independent Auditor's Review Report

To the members of Legend Corporation Limited

Report on the Half-year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Legend Corporation Limited.

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 Legend Corporation Limited is not in accordance with the Corporations Act 2001, including:

- giving a true and fair view of the Group's financial position as at 31 December 2017 and of its performance for the half-year ended on that date; and
- complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

The half-year financial report comprises:

- Consolidated statement of financial position as at 31 December 2017;
- Consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date;
- Notes 1 to 8 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration.

The Group comprises Legend Corporation Limited (the Company) and the entities it controlled at the half-year's end or from time to time during the half-year.

Responsibilities of the Directors 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
- such internal control as the Directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.



Auditor's responsibility for the review of the Half-Year Financial Report

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 Group's financial position as at 31 December 2017 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As auditor of Legend Corporation 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.

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

KPMG

Paul Cenko
Partner

Adelaide
26 February 2018