

APPENDIX 4D

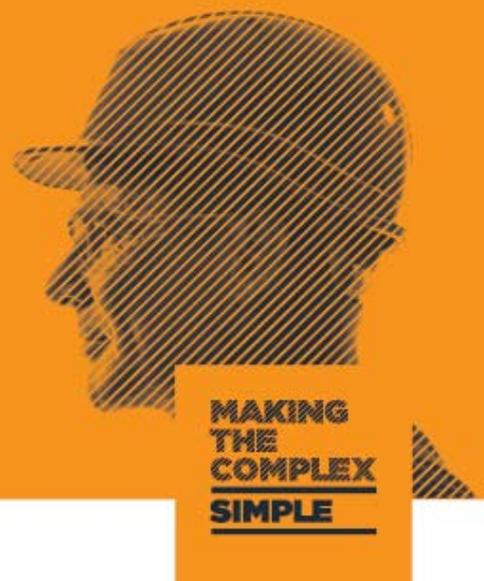
HALF YEAR

REPORT

FOR HALF YEAR ENDED 31 DECEMBER 2015

SRG LIMITED
ABN 57 006 413 574

ISSUED 18 FEBRUARY 2016



**MAKING
THE
COMPLEX
SIMPLE**

APPENDIX 4D HALF YEAR REPORT

(Rule 4.2A.3)

Name of entity	ABN or equivalent company reference
SRG Limited (formerly Structural Systems Limited)	57 006 413 574

1.0 Details of the reporting period and the previous corresponding period

Financial period ended ('current period')	Financial period ended ('previous period')
31 December 2015	31 December 2014

2.0 Results for announcement to the market

		2015 \$A'000	2014 \$A'000
2.1 Revenues from ordinary activities	Down 8.8% to	81,164	88,970
2.2 Profit from ordinary activities after tax attributable to members	Up 35.3% to	2,022	1,495
2.3 Net profit for the period attributable to members	Up 35.3% to	2,022	1,495

2.4 Dividends	Amount per security	Franked amount per security
Interim dividend	2.0 cents	2.0 cents

2.5 Record date for determining entitlements to the dividend:	14 March 2016
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2.6 For a commentary on the financial results noted above, please refer to Directors' Report on page 1 of the company's interim financial report for half year ended 31st December 2015.

3.0 Net Tangible Asset Backing

	Current Period	Previous corresponding period
Net tangible asset backing per ordinary share	86.5 cents	89.5 cents

4.0 Control Gained Over Entities

Name of entity (or group of entities)	SRG Services (Western) Pty Ltd (formerly CCM Group Australia Pty Ltd)
Date control gained	1 July 2015

	2015 \$A'000
Contribution of such entities to the reporting entity's profit / (loss) from ordinary activities during the period (where material)	229

Loss of Control Over Entities

Name of entity (or group of entities)	N/A
Date control lost / deregistered	-
Contribution of such entities to the reporting entity's profit / (loss) from ordinary activities during the period (where material)	-

5.0 Dividends

5.1 Individual dividends per security

	Date dividend is payable	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
Final dividend: 2014/15 Year	16 th October 2015	0.5c	0.5c	Nil
Interim dividend: Current Period	20 th April 2016	2.0c	2.0c	Nil

5.2 Total dividend per security (interim plus final)

Ordinary Securities	Current Period \$'000	Previous Period \$'000
Final dividend	315	944
Interim dividend	1,259	1,259

6.0 Dividend Reinvestment Plans

DRP remains suspended

Any other disclosures in relation to dividends (distributions)	N/A
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7.0 Details of Associates and Joint Venture Entities

N/A

8.0 Foreign Entities

Accounting Standards used in compiling financial reports:	Australian Accounting Standards
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9.0

If the accounts have been audited or subject to review and are subject to dispute or qualification, details are described below.

N/A

Company Secretary:

 Roger Lee

Date: 18 February 2016

SRG LIMITED
ABN: 57 006 413 574
AND CONTROLLED ENTITIES

INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31ST DECEMBER 2015

This interim financial report is to be read in conjunction with the financial report for the year ended 30 June 2015.

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CORPORATE

Registered Office

The registered office of the Company is:
Level 1, 338 Barker Road, Subiaco Western Australia 6008

Stock Exchange Listing

SRG Limited shares are listed on the Australian Securities Exchange. Home exchange is Melbourne. (ASX: STS)

Share Register

Computershare Registry Services Pty Ltd

Incorporation

SRG Limited is incorporated in the State of Victoria

Auditor

William Buck
Level 20, 181 William Street, Melbourne Victoria 3000

Bankers

National Australia Bank

DIRECTORS' REPORT

The directors of SRG Limited present their report on the consolidated group comprising SRG Limited and the entities it controlled as at and during the half-year ended 31 December 2015.

Directors

The names of the directors in office at any time during or since the end of the half-year are:

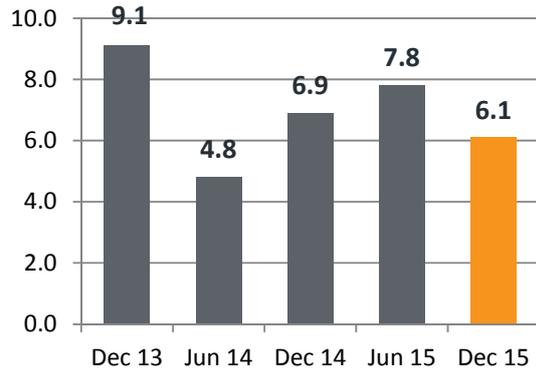
Peter J McMorrow	Chairman
David W Macgeorge	Managing Director
Peter J Brecht	Non-executive Director
Michael W Atkins	Non-executive Director
Robert W Freedman	Non-executive Director

Key performance indicators for the 6 month periods

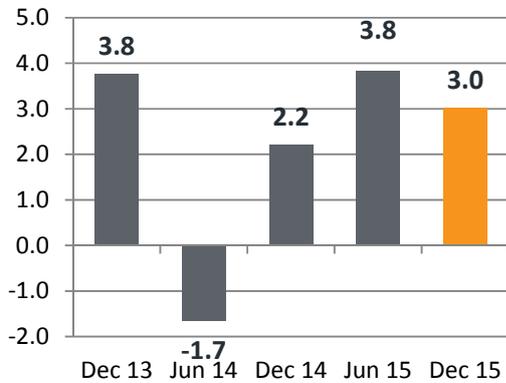
Revenue (\$M)



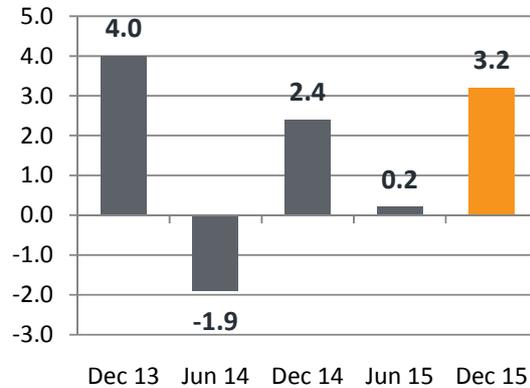
EBITDA Continuing Operations (\$M)



PBT Continuing Operations (\$M)



Earnings Per Share (cents)



Dear Shareholder,

I am pleased to report on SRG Limited's ("the Company" or "SRG") progress for the half year to 31 December 2015. In this report we cover the highlights from the period. Investors are also invited to view the Company's half yearly results presentation via our website at www.srglimited.com.au.

Review of Operations

Safety

SRG continues to make step change improvement in its journey towards Zero Harm. Lost Time Injury Frequency Rate (LTIFR) reduced by 48.8% and Total Reportable Injury Frequency Rate (TRIFR) reduced by 40.7% since July 2015. The National and Regional Zero Harm Leadership Teams are now firmly embedded in the business and are making good progress on the Critical Risk initiatives and increasing the take up of lead safety behavioural tools such as Take 5's which are now widely used across the business.

Financial

Financial Results

SRG Limited (the "Company") recorded a net profit before tax \$3.0m for the half year ended 31 December 2015. This represents a 36% increase over the prior corresponding period, where we recorded NPBT of \$2.2m.

Importantly, it should be noted that the result improvement was achieved in the face of challenging market conditions and reduced turnover compared to the same period last year (\$81.2m to Dec 2015 compared with \$88.9m to Dec 2014).

The Board has resolved to pay an interim dividend of 2.0 cents per share fully franked, which will be paid to shareholders on 20th of April 2016.

Earnings before interest, tax, depreciation and amortisation (EBITDA) was \$6.1m compared to \$6.9m for the prior corresponding period. The depreciation charge decreased by 32% (Dec 2014: \$4.3m). Interest expense decreased by 55% (Dec 2014: \$0.4m).

The Group's basic and diluted earnings per share was 3.2 cents for the half year (Dec 2014: 2.4 cents).

Capital Management

The Company had no net debt at 31 December 2015. The net cash position at the half was \$19.5m (Jun 2015: \$29.3m) with a net cash outflow from operating activities of \$3.71m (Dec 2014: \$8.16m cash inflow). The main reason for the cash movement was settlement of ETP project of \$9.75m (as announced on 12th August 2015). In addition, the Company acquired CCM in July 2015 with \$2.35m in cash.

Work in Hand (WIH)

Work in hand at 31 December 2015 for the Group was \$240m compared with WIH of \$176.6m at the same time last year. The increase in work in hand from the corresponding period last year resulted from numerous wins in the building business and significant contract wins and extensions in the mining business.

The Company continues to focus on converting a strong work pipeline of \$880m across all business streams and through leveraging the "One Business One Team" approach through cross selling. Importantly the Company is targeting profitable growth across business streams rather than securing projects solely for revenue growth.

Mining

Revenue reported by the Group's mining services business, SRG Mining was \$27.7m, down 22% (Dec 2014: \$35.5m). SRG Mining reported net profit before tax of \$3.9m up 56% (Dec 2014: \$2.2m).

SRG secured a group wide deal with Evolution Mining toward the end of the half year for drill and blast operations under a \$150 million umbrella agreement spanning five years (increasing work in hand with Evolution Mining by \$110 million). This included winning the additional Mt Carlton contract.

The mining business continues to perform strongly with growth through cross selling in the Radar and Geotech business which has also expanded its focus to targeting work in the Civil space.

Construction

Building

Revenue for the Building Post-tensioning business increased 2% to \$34.1m (Dec 2014: \$33.4m).

The New South Wales and Queensland states have seen strong performances in the past six months with potential future work for the group appearing to be developing predominantly in those regions. Construction activity is showing signs of recovery in Victoria and Western Australia with the performance in these states indicating growing potential.

SRG secured 73 projects valued at \$42.1m in the 6 month period. This included the Commonwealth Games Village on the Gold Coast inclusive of using SRG's patented SureLok™ system through collaboration with SRG Products Business stream.

Civil

Revenue from civil works has decreased to \$8.2m (Dec 2014: \$13.1m). Whilst this division has underperformed in the past six months, there is a pipeline of work opportunities in the areas of bridges, tanks and dams.

SRG was awarded the Hazelmere Dam sub-contract under Group Five in Durban, South Africa at the end of last financial year. The civil engineering contract involves strengthening and heightening the dam wall. Works has formally commenced in the first half of this financial year and is progressing to plan.

The iconic Elizabeth Quay pedestrian bridge project for which SRG provided innovative structural engineering expertise progressed well during the half year. Works were completed at the end of 2015 and culminated in the opening of Elizabeth Quay to the public on 29 January 2016.

In Qatar, works were commenced on the Doha Metro Red Line Project involving the construction of light rail where SRG will undertake post-tensioning works to bridges associated with the project.

The Samson Brook Dam remediation project located in the South West of Western Australia commenced in October 2015.

Products

Revenue reported by the Group's SRG Products business (previously Refobar Australia) has generated revenue of \$7.7m (Dec 2014: \$5.3m) and its performance is consistent with management expectations. With research and development being invested into innovation, the group expects to recognise further profitable opportunities across its range.

An example of innovation across the product range came with the introduction of two SureLok™ products in FY15. The SureLok™ product set provides a better approach to a difficult issue faced by post tensioning and construction industries. With patents pending, SureLok™ also extends SRG's intellectual property portfolio.

While SureLok™ was only released to market in the last six months, it is already gaining early traction and has been specified in high volume quantities for projects including the Commonwealth Games Village and Northern Beaches Hospital.

Services

SRG Services recorded revenues of \$6.9m for the first half of FY16 up from \$4.4m in the previous corresponding period.

SRG entered into an agreement to purchase 100% of specialist construction contractor group, CCM Group Australia Pty Ltd for \$2.35 million in addition to an earn-out payment over three years. With operations across Australia, the acquisition of CCM brings a broad range of remedial, maintenance and construction services to the group.

Post acquisition, CCM has integrated well into the SRG group, with all CCM staff moving across to SRG's Subiaco facility, now contributing actively to the ongoing Services business in WA and exploring additional contract opportunities in NT.

Further work was won and started at Loy Yang Power Station in Victoria for remediation of the 110 meter high cooling tower. Works are expected to be completed in early 2016.

Other key projects commenced include contracts with UGL / Kentz at Inpex, major facade refurbishment at Monash University and bund refurbishment works for Woodside.

Outlook

Whilst market conditions remain challenging, our diversity as an international specialist contractor provides both protection and opportunity. Good progress has been made transitioning from the Foundation phase of the strategy to the Development phase where the focus is on profitable growth.

SRG is well positioned with record WIH levels, a strong pipeline of opportunities and financial strength with no net debt.

SRG remains focused on delivering an improved profit performance for FY16 against the underlying NPBT result of \$6m in FY15.

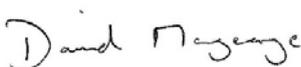
Lead Auditor's Independence Declaration

The Auditor's Independence Declaration on page 5 forms part of the Director's Report for the half year ended 31 December 2015.

Rounding of Amounts

The consolidated group has applied the relief available to it in ASIC Class Order 98/100 and accordingly certain amounts in the financial report have been rounded off to the nearest \$1,000.

Signed in accordance with a resolution of the Board of Directors:



David Macgeorge
Managing Director

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION
307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF
SRG LIMITED**

I declare that, to the best of my knowledge and belief during the half-year ended 31 December 2015 there have been:

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

William Buck

William Buck Audit (Vic) Pty Ltd
ABN: 59 116 151 136

A handwritten signature in black ink, appearing to read 'N. S. Benbow'.

N. S. Benbow
Director

Dated this 18th day of February, 2016

**CHARTERED ACCOUNTANTS
& ADVISORS**

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Melbourne VIC 3000

Hawthorn Office
Level 1, 465 Auburn Road
Hawthorn East VIC 3123

PO Box 185, Toorak VIC 3142
Telephone: +61 3 9824 8555
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CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	Note	CONSOLIDATED GROUP	
		31 Dec 15 \$'000	31 Dec 14 \$'000
Revenue	2a)	81,164	88,970
Construction and servicing costs		(58,386)	(68,368)
Depreciation and amortisation expense	2b)	(2,876)	(4,269)
Employee benefits expense		(10,054)	(7,812)
Finance costs		(189)	(420)
Restructuring, rebranding and other related costs		-	(1,338)
Other expenses		(6,628)	(4,557)
Profit before income tax expense		3,031	2,206
Income tax expense		(1,009)	(711)
Profit for the year attributable to members of the parent entity		2,022	1,495
Basic and diluted earnings per share (cents per share)		3.2 cents	2.4 cents

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	CONSOLIDATED GROUP	
	31 Dec 15 \$'000	31 Dec 14 \$'000
Profit for the period	2,022	1,495
Other comprehensive income		
Items that may be reclassified to profit or loss		
Exchange differences arising on translation of foreign operations	139	391
Other comprehensive income for the period (net of tax)	139	391
Total comprehensive income for the period attributable to members of the parent entity	2,161	1,885

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	CONSOLIDATED GROUP	
	31 Dec 2015 \$'000	30 Jun 2015 \$'000
Current assets		
Cash and cash equivalents	19,523	29,326
Trade and other receivables	27,248	27,827
Inventories	15,353	13,001
Other current assets	1,339	132
Current tax assets	-	1,358
Total current assets	63,463	71,644
Non-current assets		
Property, plant and equipment	25,373	26,610
Intangible assets	22,966	19,439
Deferred tax assets	3,693	4,151
Total non-current assets	52,032	50,200
Total assets	115,495	121,844
Current liabilities		
Trade and other payables	23,483	28,501
Financial liabilities	4,141	5,516
Current tax liabilities	367	-
Short term provisions	6,393	7,778
Total current liabilities	34,384	41,795
Non-current liabilities		
Financial liabilities	467	1,393
Deferred tax liability	1,376	1,622
Long term provisions	1,815	1,510
Total non-current liabilities	3,658	4,525
Total liabilities	38,042	46,320
Net assets	77,453	75,524
Equity		
Issued capital	40,478	40,478
Reserves	2,222	2,000
Retained earnings	34,753	33,046
Total equity	77,453	75,524

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	Note	Share Capital Ordinary \$'000	Retained Earnings \$'000	Share Based Payments Reserve \$'000	Asset Revaluation Reserve \$'000	Foreign Currency Translation Reserve \$'000	Total \$'000
Balance at 1 July 2014		40,478	33,641	-	1,835	(1,150)	74,803
<i>Comprehensive income</i>							
Profit for the period		-	1,495	-	-	-	1,495
Other comprehensive income for the period		-	-	-	-	391	391
Total comprehensive income for the period		-	1,495	-	-	391	1,886
<i>Transactions with owners as owners</i>							
- Dividends paid or provided for	3	-	(944)	-	-	-	(944)
- Vesting of performance rights and share options		-	-	25	-	-	25
Balance at 31 December 2014		40,478	34,192	25	1,835	(759)	75,770
Balance at 1 July 2015		40,478	33,046	85	2,509	(594)	75,524
<i>Comprehensive income</i>							
Profit for the period		-	2,022	-	-	-	2,022
Other comprehensive income for the period		-	-	-	-	139	139
Total comprehensive income for the period		-	2,022	-	-	139	2,161
<i>Transactions with owners as owners</i>							
- Dividends paid or provided for	3	-	(315)	-	-	-	(315)
- Vesting of performance rights and share options		-	-	83	-	-	83
Balance at 31 December 2015		40,478	34,753	168	2,509	(455)	77,453

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	CONSOLIDATED GROUP	
	31 Dec 15 \$'000	31 Dec 14 \$'000
Cash flows from operating activities		
Cash receipts in the course of operations	88,523	99,558
Cash payments in the course of operations	(93,227)	(89,925)
Interest received	260	289
Finance costs	(189)	(420)
Income tax receipted / (paid)	928	(1,341)
Net cash used in operating activities	(3,705)	8,161
Cash flows from investing activities		
Payments for purchases of plant and equipment	(779)	(679)
Proceeds from sale of plant and equipment	499	18
Loans to related entities	-	(20)
Payments for controlled entities – CCM (net of cash acquired)	(2,113)	-
Net cash used in investing activities	(2,393)	(681)
Cash flows from financing activities		
Lease payments	(3,404)	(4,108)
Dividends paid by parent entity	(315)	(944)
Net cash used in financing activities	(3,719)	(5,052)
Net increase / (decrease) in cash and cash equivalents held	(9,817)	2,428
Effect of exchange rates on cash and cash equivalents in foreign currencies	14	88
Cash and cash equivalents at beginning of period	29,326	22,770
Cash and cash equivalents at end of period	19,523	25,286

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

1. Summary of Significant Accounting Policies

(a) Basis of Preparation

These interim financial statements for the half-year reporting period ended 31 December 2015 have been prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

This financial report does not include all of the information required for full annual financial statements. Accordingly, this report is to be read in conjunction with the annual financial report for the year ended 30 June 2015 and any public announcements made by SRG Limited (formerly Structural Systems Limited) and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under ASX Listing Rule 3.1 and Corporations Act 2001.

These interim financial statements were authorised for issue by the Board of Directors on the date of signing the accompanying Directors' Declaration.

(b) Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, except in relation to some of the accounting policies discussed below in 1(c) which became effective for the annual reporting period commencing 1 July 2015. Amounts in the financial statements have been rounded off to its nearest \$1,000 in accordance with the relief under ASIC Class Order 98/100.

(c) New and Revised Accounting Requirements Applicable to the Current Half-year Reporting Period

Certain new accounting standards and interpretations became applicable to the current half year reporting period. The group's assessment of the impact of these new standards and interpretations is that they have not significantly impacted upon the classification, recognition, disclosure and measurement of amounts recorded in the financial statements.

2. Profit for the Period

	CONSOLIDATED GROUP	
	31 Dec 2015 \$'000	31 Dec 2014 \$'000
(a) Revenue		
Operating activities		
- Rendering of services	76,060	84,164
- Sale of goods	4,118	3,801
- Interest received	254	289
- Other revenue	646	672
	81,078	88,926
Non-operating activities		
- Gain on disposal of property, plant and equipment	86	44
Total Revenue	81,164	88,970
(b) Expenses		
Depreciation of:		
- Plant and equipment	2,786	4,211
- Building	14	14
- Leasehold improvements	76	44
	2,876	4,269

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	CONSOLIDATED GROUP	
	31 Dec 2015 \$'000	31 Dec 2014 \$'000

3. Dividends Paid or Proposed

Distributions paid

Final fully franked dividend of 0.5 cents (2014: 1.5 cents) per share franked at the corporate tax rate of 30% (2014: 30%) in respect of profits for the year ended 30 June 2015	315	944
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Distribution declared

On 18 February 2016, the Directors declared an interim fully franked dividend of 2.0 cents (December 2014: 2.0 cents) per share franked at the corporate tax rate of 30% for the half year ended 31 December 2015. Record date is 14 March 2016 and payment date is 20 April 2016.

4. Fair Value Measurement

Due to the nature of the Group's operating profile, the Directors and management do not consider the fair values of the Group's financial assets and liabilities to be materially different from their carrying amounts at 31 December 2015.

5. Events Subsequent to Reporting Date

There were no material events subsequent to the end of the interim period that have not been recognised or disclosed in this interim financial report.

6. Contingent Liabilities

As at 31 December 2015, the group continued its bank guarantee arrangements with the bank from 30 June 2015.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

7. Business Combination

Acquisition of SRG Services (Western) Pty Ltd (formerly known as CCM Group Australia Pty Ltd (“CCM”))

On 1 July 2015 the Group acquired 100% of the CCM business. The acquisition, consistent with SRG’s focus on sustainable growth, increases the Group’s Services operations footprint in Western Australia and the Northern Territory.

The half year financial statements include the results of CCM for the period since acquisition. The accounting for the CCM acquisition has been provisionally determined as at 31 December 2015, as the process of determining the fair value of CCM’s net identifiable assets is still in progress.

Identifiable assets acquired and liabilities assumed

The fair value of the identifiable assets and liabilities of CCM as at the date of the acquisition have been provisionally determined as follows:

	\$'000
Cash and cash equivalents	237
Trade and other receivables ¹	1,303
Inventory – work in progress	183
Plant and equipment	770
Payables	(1,432)
Provisions	(65)
Net identifiable assets acquired	996
Contingent consideration ²	2,173
Purchase consideration transferred (cash)	2,350
Total Consideration	4,523
Goodwill arising on acquisition ³	3,527

¹ We expect all trade receivables acquired through acquisition to be recovered in full for the Group.

² Contingent consideration is recognised on an earn-out in relation to the Net profit after tax for the CCM business for the financial years ending 30 June 2016, 30 June 2017 and 30 June 2018.

³ Goodwill recognised is primary attributed to the expected synergies and other benefits from combining the assets and activities of CCM with those of the Group. The Goodwill is not deductible for tax purposes.

Acquisition costs

Transactions costs of \$96,203 associated with the acquisition have been expensed and are included within other expenses in the income statement.

Contingent Assets and Contingent Liabilities

No Contingent Assets or liabilities were assumed by the Group as a result of the acquisition of CCM.

Revenue and profit contribution

The Group’s profit before income tax expense included revenue of \$3,931,831 and a profit of \$229,421 relating to the CCM business since the date of acquisition. As the acquisition took place on 1 July 2015 there would be no change to the profitability of the Group as CCM has been consolidated for the full period.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

8. Segment Information

Operating segment	Construction		Mining		Corporate		Consolidated Group	
	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000
Revenue								
External sales	52,536	52,472	27,642	35,538	-	-	80,178	88,010
Other revenue	335	681	84	-	567	279	986	960
Total revenue	52,871	53,153	27,726	35,538	567	279	81,164	88,970

Results								
Segment result	1,616	2,041	3,880	2,158	(2,465)	(1,993)	3,031	2,206
Income tax expense	-	-	-	-	(1,009)	(711)	(1,009)	(711)
Profit after income tax	1,616	2,041	3,880	2,158	(3,474)	(2,704)	2,022	1,495

	31/12/15 \$'000	30/06/15 \$'000	31/12/15 \$'000	30/06/15 \$'000	31/12/15 \$'000	30/06/15 \$'000	31/12/15 \$'000	30/06/15 \$'000
Assets								
Segment assets	59,236	51,926	26,263	29,951	29,996	39,967	115,495	121,844
Liabilities								
Segment liabilities	27,814	27,031	12,065	13,775	6,697	5,513	46,576	46,319

	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000
Non-Current Asset movements								
Acquisition of non-current assets	2,745	482	88	1,435	73	-	2,906	1,917
Depreciation of segment assets	755	888	2,016	3,336	106	45	2,877	4,269

	Australia		United Arab Emirates		Consolidated Group			
	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000	31/12/15 \$'000	31/12/14 \$'000		
Revenue and assets by geographical region								
Segment revenue from external customers			77,961	87,260	3,203	1,710	81,164	88,970
Acquisition of non-current segment assets			2,902	1,917	4	-	2,906	1,917

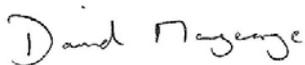
	31/12/15 \$'000	30/06/15 \$'000	31/12/15 \$'000	30/06/15 \$'000	31/12/15 \$'000	30/06/15 \$'000		
Carrying amount of segment assets			110,653	117,786	4,842	4,058	115,495	121,844

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 14 are in accordance with the Corporations Act 2001, including:
 - a. complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001, and
 - b. giving a true and fair view of the consolidated group's financial position as at 31 December 2015 and of its performance for the half-year ended on that 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



David Macgeorge
Managing Director

Dated 18 February 2016

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF SRG LIMITED AND CONTROLLED ENTITIES

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of SRG Limited (the company) and the entities it controlled at the half-year's end or from time to time during the half year (the consolidated entity) which comprises the consolidated condensed statement of financial position as at 31 December 2015, the consolidated condensed statement of profit or loss, the consolidated condensed statement of comprehensive income, consolidated condensed statement of changes in equity and consolidated condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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 financial report is not in accordance with the Corporations Act 2001 including:

1. 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
2. complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

As the auditor of SRG 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.

Independence

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

CHARTERED ACCOUNTANTS & ADVISORS

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF SRG LIMITED AND CONTROLLED ENTITIES (CONT)*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 SRG Limited on pages 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 Australian Accounting Standard 134 Interim Financial Reporting and the Corporations Regulations 2001.

Matters Relating to the Electronic Presentation of the Reviewed Half Year Financial Report

This auditor's review report relates to the half year financial report of SRG Limited for the half year ended 31 December 2015 included on SRG Limited's web site. The company's directors are responsible for the integrity of the SRG Limited's web site. We have not been engaged to report on the integrity of the SRG Limited's web site. The auditor's review report refers only to the half year financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the reviewed half year financial report to confirm the information included in the reviewed financial report presented on this web site.

**William Buck Audit VIC Pty Ltd**

ABN: 59 116 151 136

**N. S. Benbow**

Director

Dated this 18th day of February, 2016