

BISALLOY STEEL GROUP LIMITED
A.C.N. 098 674 545
Appendix 4E – Preliminary Final Report
Financial year ended 30 June 2017
Results for announcement to the market

		Absolute Change		FY17 \$'000	FY16 \$'000
Revenue	Up	16.4%	to	64,043	55,030
Profit before tax	Down	4.1%	to	2,652	2,765
Profit after tax	Up	0.8%	to	1,755	1,741
Profit attributable to members	Down	2.1%	to	1,509	1,541

Dividends	Amount per share	Franked amount per share
<u>Financial year ended 30 June 2017</u>		
Final dividend (fully franked)	2.5 cps	100%
Interim dividend	Nil	Nil
<u>Financial year ended 30 June 2016</u>		
Final dividend (fully franked)	2.5 cps	100%
Interim dividend	Nil	Nil
Record date for determining entitlements to the dividend	8 November 2017	

Other	FY17	FY16
Net tangible asset backing per share	54.8 cps	51.1cps

Overview

1. Bisalloy Steel Group Ltd (“the Group”) delivered a FY17 Profit before tax of \$2.7m, representing a 4.1% decrease on the prior year profit. The Group experienced significantly improved business and financial performance in the second half of FY17.
2. Group net debt decreased to \$ 4.7m at 30 June 2017, down from \$7.7m at 30 June 2016, supported by free cash flow and tight control over working capital. Gearing has decreased to 15%, down from 23% at the end of last year. The Group entered into a new finance facility with Westpac on 30 May 2017 which is in place through to 30 May 2020.

3. The Group's distribution subsidiaries in Indonesia and Thailand continued to operate profitably over FY17 and made a positive contribution to the Group result.
4. The Group's cooperative joint venture (CJV) for the production and sale of quench & tempered steel into China and other North Asian markets remains profitable. The CJV generated a total operating profit before tax of \$2.0m, which after local taxes resulted in a 50% contribution to the Group of \$0.7m for FY17.

Controlled entities acquired or disposed.

No material control over any entities was gained or disposed of during the financial year ended 30 June 2017.

Audit

This report is based on financial statements that have been audited and an unqualified opinion has been issued.



Greg Albert
Managing Director

Sydney
28 August 2017