

ASUREQUALITY LIMITED	
Annual results for announcement to the market	
<b>Reporting Period</b>	<b>12 months ended 30 June 2016</b>
<b>Previous Reporting Period</b>	<b>12 months ended 30 June 2015</b>

Amount(\$'000)	12 months ended 30 June 2016	12 months ended 30 June 2015	Percentage change
<b>Revenue from ordinary activities</b>	<b>\$NZ 189,661</b>	<b>\$NZ 189,208</b>	<b>0.2 %</b>
<b>Profit (loss) from ordinary activities after tax</b>	<b>\$NZ 5,430</b>	<b>\$NZ 11,413</b>	<b>-52.4 %</b>
<b>Net profit (loss)</b>	<b>\$NZ 12,374</b>	<b>\$NZ 11,413</b>	<b>8.4 %</b>

<b>Interim / Final Dividend</b>	Interim dividend of \$3m in February 2016.	Special dividend of \$2.5m paid in February 2015. Interim dividend of \$3m paid in February 2015. Final dividend of \$4.0m paid in September 2015
<b>Dividend Payment Date</b>	A final dividend will be declared on 7 September 2016.	

<b>Comments: (Including: (i) a brief explanation of any of the above figures necessary to enable them to be understood</b>	<p>AsureQuality revenue for the 12 months ended 30 June 2016, of \$189.7 million, was ahead of the previous year's result of \$189.2 million.</p> <p>Profit from ordinary activities for the 2016 year was unfavourably impacted by the downturn in the dairy market conditions and a change in the business mix. There was a significant drop in the demand for live animal export services and slower than expected growth of overseas dairy customers.</p> <p>In addition a successful TB eradication programme lead to lower TB testing volumes being required in the second half of the year. Additional costs were incurred to restructure the business to reflect the changing market conditions.</p> <p>In contrast, strong growth was achieved in core laboratory testing, audit and inspection and biosecurity services during the year.</p> <p>Net profit after tax for the 12 months ended 30 June 2016 at \$12.4 million was \$1.0 million above last year. This includes the recognition of the gain on sale of AsureQuality's shareholding in Dairy Technical Services Limited.</p>
<b>(ii) in respect of each half-year period, commentary on the outlook for the remainder of the financial year, including whether the SOE considers it will achieve the financial performance targets in its SCI</b>	N/A