



**ARA Asset Management Limited
and its Subsidiaries
(the “Group”)**

1H2020 Unaudited Financials
28 September 2020

Statement of financial position

	Group	
	30 Jun	31 Dec
	2020	2019
	\$'000	\$'000
Assets		
Property, plant and equipment	25,969	21,552
Intangible assets	439,871	44,052
Associates and joint ventures	1,314,636	1,177,577
Financial assets	720,620	832,102
Deferred tax assets	10,177	1,242
Trade and other receivables	68,438	65,646
Contract costs	863	899
Prepayments	1,674	—
Total non-current assets	2,582,248	2,143,070
Financial assets	48,189	14,040
Trade and other receivables	213,115	125,811
Amount due from related company	—	22,317
Cash and cash equivalents	341,639	219,920
Contract costs	136	131
Prepayments	2,174	1,933
Total current assets	605,253	384,152
Total assets	3,187,501	2,527,222

Statement of financial position (cont'd)

	Group	
	30 Jun	31 Dec
	2020	2019
	\$'000	\$'000
Equity		
Share capital	1,995	1,995
Reserves	158,557	238,659
Perpetual securities	959,892	959,978
Retained earnings	727,167	685,014
Equity attributable to equity holders of the Company	1,847,611	1,885,646
Non-controlling interests	312,152	10,434
Total equity	2,159,763	1,896,080
Liabilities		
Loans and borrowings	528,892	453,477
Trade and other payables	82,892	81,014
Deferred tax liabilities	7,846	7,590
Total non-current liabilities	619,630	542,081
Trade and other payables	85,228	65,142
Amount due to related companies	284,769	—
Loans and borrowings	18,889	10,027
Current tax payable	19,222	13,892
Total current liabilities	408,108	89,061
Total liabilities	1,027,738	631,142
Total equity and liabilities	3,187,501	2,527,222

Consolidated statement of profit or loss

For the six months ended 30 June

	Group	
	2020	2019
	\$'000	\$'000
Continuing operations		
Management fees	114,199	89,636
Acquisition, divestment and performance fees	10,970	6,407
Revenue	125,169	96,043
Finance income	25,726	49,466
Other income	5,305	1,572
	156,200	147,081
Administrative expenses	(53,378)	(46,168)
Lease expenses	(1,102)	(709)
Depreciation of property, plant and equipment	(3,492)	(2,462)
Other expenses	(16,955)	(10,785)
Finance costs	(17,406)	(33,575)
Results from operating activities	63,867	53,382
One-off transaction costs arising from acquisitions of new ventures	(9,470)	–
Loss on partial disposal of interest in an associate	(6,172)	(27)
Share of profit of equity-accounted investees, net of tax	31,035	36,751
Profit before tax	79,260	90,106
Tax expense	(16,738)	(9,866)
Profit from continuing operations	62,522	80,240
Discontinued operation		
Profit from discontinued operation, net of tax	–	67,051
Profit for the period	62,522	147,291
Profit attributable to:		
Equity holders of the Company	59,911	146,078
Non-controlling interests	2,611	1,213
Profit for the period	62,522	147,291
Earnings per share		
Basic and diluted earnings per share (cents)	3.40	13.03

Consolidated statement of comprehensive income

For the six months ended 30 June

	Group	
	2020	2019
	\$'000	\$'000
Profit for the period	62,522	147,291
Other comprehensive income		
<i>Items that will not be reclassified to profit or loss:</i>		
Net fair value changes in financial assets carried at fair value through other comprehensive income ("FVOCI")	(135,140)	22,306
Share of fair value reserve of associates	(3,846)	1,515
<i>Items that are or may be reclassified subsequently to profit or loss:</i>		
Foreign currency translation differences relating to financial statements of foreign operations	56,856	(13,352)
Share of other comprehensive income of associates	3,793	153
Effective portion of changes in fair value of cash flow hedges	—	(1)
Other comprehensive income for the period, net of tax	(78,337)	10,621
Total comprehensive income for the period	(15,815)	157,912
Total comprehensive income attributable to:		
Equity holders of the Company	(11,946)	156,541
Non-controlling interests	(3,869)	1,371
Total comprehensive income for the period	(15,815)	157,912

There is no income tax attributable to the items in other comprehensive income.

Consolidated statement of cash flows

For the six months ended 30 June

	Group	
	2020	2019
	\$'000	\$'000
Cash flows from operating activities		
Profit for the period	62,522	147,291
Adjustments for:		
Amortisation of intangible assets	219	233
Depreciation of property, plant and equipment	3,492	2,462
Gain on unrealised foreign exchange	(2,245)	(1,379)
Distribution income	(17,781)	(44,141)
Net loss on fair value of financial assets	9,137	61
Loss/(gain) on disposal of financial assets	18	(3,057)
(Gain)/loss on disposal of plant and equipment	(3)	44
Intangible assets written off	258	–
Interest expense	8,251	32,919
Interest income	(3,595)	(2,329)
Loss on partial disposal of interest in an associate	6,172	27
Gain on disposal of discontinued operation	–	(61,456)
Management fees received/receivable in units of real estate investment trusts	(39,683)	(35,129)
Share of profit of associates and joint ventures	(31,035)	(36,751)
Tax expense	16,738	9,866
	12,465	8,661
Change in trade and other receivables	26,554	(52,831)
Change in trade and other payables	(47,148)	14,168
Cash used in operating activities	(8,129)	(30,002)
Distribution income received	17,860	44,194
Proceeds from sale of units in real estate investment trusts	436	49,030
Tax paid	(13,230)	(11,318)
Cash flows (used in)/from operating activities of continuing operations	(3,063)	51,904
Cash flows from operating activities of discontinued operation	–	22,506
Net cash (used in)/from operating activities	(3,063)	74,410

Consolidated statement of cash flows (cont'd)

For the six months ended 30 June

	Group	
	2020	2019
	\$'000	\$'000
Cash flows from investing activities		
Acquisition of interest in associates	(8,624)	(25,656)
Acquisition of subsidiary, net of cash acquired	(403,813)	–
Proceeds from disposal of discontinued operation, net of cash disposed	–	208,241
Proceeds from partial disposal of interest in an associate	20,678	337
Dividends received from associates	25,434	11,290
Interest received	998	2,329
Purchase of property, plant and equipment	(400)	(2,461)
Software development expenditure	(122)	(63)
Purchase of financial assets	(28,772)	(189,754)
Proceeds from capital returns of financial assets carried at FVOCI	8,782	89,178
Net cash (used in)/from investing activities	(385,839)	93,441
Cash flows from financing activities		
Dividends paid to non-controlling interests	(115)	(280)
Distribution paid to perpetual securities holders	(26,089)	(16,269)
Interest paid	(7,136)	(20,309)
Contribution from non-controlling interests	165,412	1,793
Advances from immediate holding company	870,965	–
Repayment of advances from immediate holding company	(563,884)	(106,388)
Payment of lease liabilities	(1,729)	(1,186)
Proceeds from loans and borrowings	70,908	109,074
Net cash from/(used in) financing activities	508,332	(33,565)
Net increase in cash and cash equivalents	119,430	134,286
Cash and cash equivalents at 1 January	219,920	125,336
Effect of exchange rate fluctuations on cash held	2,289	(1,326)
Cash and cash equivalents at 30 June	341,639	258,296

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