



JacTravel depreciation and amortisation update

No impact on reported 1H18 results or FY18 guidance

Webjet Limited (Webjet) has become aware of an error in the depreciation and amortisation (D&A) costs in the *pro forma Continuing Operations* table set out in the appendix to its 1H18 Financial Results presentation released on 22 February 2018. The error has no impact on reported results or guidance.

The previous owner of JacTravel incurred a \$3.1 million D&A charge in July and August 2017, immediately prior to selling the business to Webjet. This charge will not be part of JacTravel's ongoing costs but was inadvertently included and as a result, pro forma D&A was overstated.

Reclassifying the pro forma JacTravel D&A to reflect Webjet's ownership results in the following:

- EBIT (before Acquisition Amortisation (AA)) up 10%
- NPAT (before AA) up 12%
- NPAT up 10%
- EPS (both basic and diluted) up 10%

For clarity, the table below shows the impact of this change. Please note, \$1 million of D&A expense has been reclassified as Acquisition Amortisation to more accurately reflect the nature of that expense.

	Pro-Forma Continuing Operations (Jac) ^{(1) (2)}			
	Updated 1H18 \$m	Appendix to Results Presentation 1H18 \$m	Change	
			\$m	%
TTV	1,611	1,611	0	0%
Revenue	146.1	146.1	0.0	0%
Revenue as Principal	379.8	379.8	0.0	0%
Total Revenue	525.9	525.9	0.0	0%
EBITDA	51.8	51.8	0.0	0%
EBIT (before AA)	45.7	41.6	4.1	10%
PBT (before AA)	39.6	35.5	4.1	12%
NPAT (before AA)	30.0	26.7	3.3	12%
Acquisition Amortisation (AA) ⁽³⁾	(5.5)	(4.5)	(1.0)	23%
NPAT	24.5	22.3	2.2	10%
EPS (cents)			Cents	
- Basic	21.9	19.9	2.0	10%
- Diluted	21.6	19.7	2.0	10%
Margins				
Revenue Margin	9.1%	9.1%		0.0%
EBITDA Margin	35.4%	35.4%		0.0%
Effective Tax Rate (excl AA)	24.2%	24.7%		(0.5%)
Effective Tax Rate	28.2%	28.3%		(0.1%)

Footnotes:

- (1) **Continuing Operations** 1H18 exclude \$1.0m costs associated with acquisition of JacTravel.
- (2) **Pro-forma result** if JacTravel was acquired on 1 July 2017 and excludes costs which will not be continuing under Webjet ownership.
- (3) **Acquisition amortisation** includes charges relating to amortisation of intangibles acquired through acquisition.

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