

**ASX RELEASE**  
**30 August 2018**

**Clarification of Segment Information**  
**FY18 Annual Report**

Bellamy's Australia Limited (ASX: BAL) (**Bellamy's**) today provides additional information of the segment note included in its 2018 Annual Report.

The segment information reflects internal management reporting which predominantly follows a statutory format. To provide improved insight into segment financial performance, Bellamy's has reallocated the inter-company dividend included in the elimination column into the Australian segment. The impact of this adjustment is reflected as follows:

	<b>Australia Sales</b>	<b>Overseas Sales</b>	<b>Australia Manufacturing</b>	<b>Elims</b>	<b>Group Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>2018</b>					
Underlying segment EBITDA*	74,669	31,315	(1,408)	(26,458)	78,118
Adjustment	(25,300)	-	-	25,300	-
Revised Underlying segment EBITDA*	49,369	31,315	(1,408)	(1,158)	78,118

\*Underlying EBITDA excludes unallocated corporate costs, significant non-recurring items and intercompany dividends

The comparative has also been updated. Bellamy's considers this improves the understanding of underlying segment financial performance.

*Page 54 of the 2018 Annual Report is updated as follows:*

	<b>Australia Sales</b>	<b>Overseas Sales</b>	<b>Australia Manufacturing</b>	<b>Elims</b>	<b>Group Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>2018</b>					
<b>Segment revenues</b>	<b>248,252</b>	<b>95,887</b>	<b>13,090</b>	<b>(28,525)</b>	<b>328,704</b>
Underlying segment EBITDA *	49,369	31,315	(1,408)	(1,158)	78,118
Segment EBITDA %	19.9%	32.7%	(10.8)%		23.8%
<b>Total segment assets</b>	<b>181,486</b>	<b>10,145</b>	<b>43,300</b>	<b>(48,551)</b>	<b>186,380</b>
Total segment liabilities	60,345	7,961	49,430	(47,528)	70,208
<b>Other disclosures</b>					
Depreciation & amortisation	963	15	3,320	-	4,298
Income Tax	19,700	638	(1,933)	(25)	18,380
<b>2017</b>					
<b>Segment revenue</b>	<b>189,859</b>	<b>77,708</b>	-	<b>(27,385)</b>	<b>240,182</b>
Underlying segment EBITDA *	29,512	18,827	-	(700)	47,639
Segment EBITDA %	15.5%	24.2%	-		19.8%
<b>Total segment assets</b>	<b>130,838</b>	<b>7,980</b>	-	<b>(3,467)</b>	<b>135,351</b>
Total segment liabilities	38,198	4,955	-	(3,428)	39,725
<b>Other disclosures</b>					
Depreciation & amortisation	731	56	-	-	787
Income Tax	(606)	737	-	-	131

# Reconciliation of the underlying segment EBITDA to profit before tax

	2018 \$'000	2017 \$'000
Underlying segment EBITDA	78,118	47,639
Unallocated corporate costs *	(7,578)	(4,845)
	70,540	42,794
Significant items /non-recurring:		
Inventory provisions and write-down	(5,973)	(6,838)
Restructuring costs	-	(1,449)
Fonterra payment for supply chain reset	-	(27,500)
Costs associated with the acquisition of Camperdown Powder and indirect capital raising costs	-	(1,083)
Professional fees of a non-recurring nature	-	(2,980)
Ineffective foreign exchanges hedge losses	-	(1,564)
	64,567	1,380
Net interest revenue/(expense)	927	(1,270)
Depreciation & Amortisation	(4,298)	(787)
Profit/(loss) before tax	61,196	(677)

\*Excludes unallocated corporate costs, significant non-recurring items and intercompany dividends