



25 February 2019

PWR reports 1H FY19 NPAT up 52.5% to \$3.1 million

PWR Holdings Limited (ASX: PWH) and its wholly owned subsidiaries (**PWR Group**), an Australian-based global provider of customised cooling solutions to elite motorsports, high performance automotive, automotive aftermarket and emerging technology industries, today released its results for the period ended 31 December 2018.

FINANCIAL PERFORMANCE

A\$'000	1H FY 19	1H FY18	Variance
Revenue	24,762	20,371	21.6%
EBITDA ¹	5,038	3,832	31.5%
EBITDA margin	20.3%	18.8%	8.0%
Operating cash flow	3,693	2,387	54.7%
Net profit after tax	3,139	2,059	52.5%
Earnings per share (based on statutory NPAT)	3.14 cents	2.06 cents	52.5%
Interim dividend per share	1.60 cents	1.10 cents	45.5%

The first half has delivered total revenue growth of 21.6% comprising organic revenue growth of 16.6% primarily from European sales and favourable foreign exchange movements contributing 5%. Importantly, this revenue growth has come with efficient working capital utilisation resulting in a 55% improvement in operating cash flow compared to the prior corresponding period.

The hedging strategy and exchange rate movements have delivered a benefit of \$0.5 million at 31 December 2018.

The prior year NPAT was impacted by one-off non cash items including a provision for disposing of non core assets at C&R and the USA corporate tax rate changes. Adjusting for these prior year amounts, NPAT has increased by 15.7% compared to a statutory headline of 52.5%.

The capital investment program is largely complete with all new machinery acquired to date fully operational. This capital expenditure has been funded through both a revised multi currency finance facility expiring in 2023 and cash from retained earnings.

Managing Director, Kees Weel, said "PWR is now well positioned both operationally and financially for its anticipated growth in FY20 which will be driven by the application of current and new technologies to new and existing business segments including micro matrix and cold plate technologies."

The half-year accounts and results presentation have been lodged with the ASX and can also be found on PWR's website at www.pwr.com.au

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¹ Earnings Before Interest, Tax, Depreciation and Amortisation ("EBITDA") is a non-IFRS term which has not been subject to audit or review but has been determined using information presented in the Company's financial statements