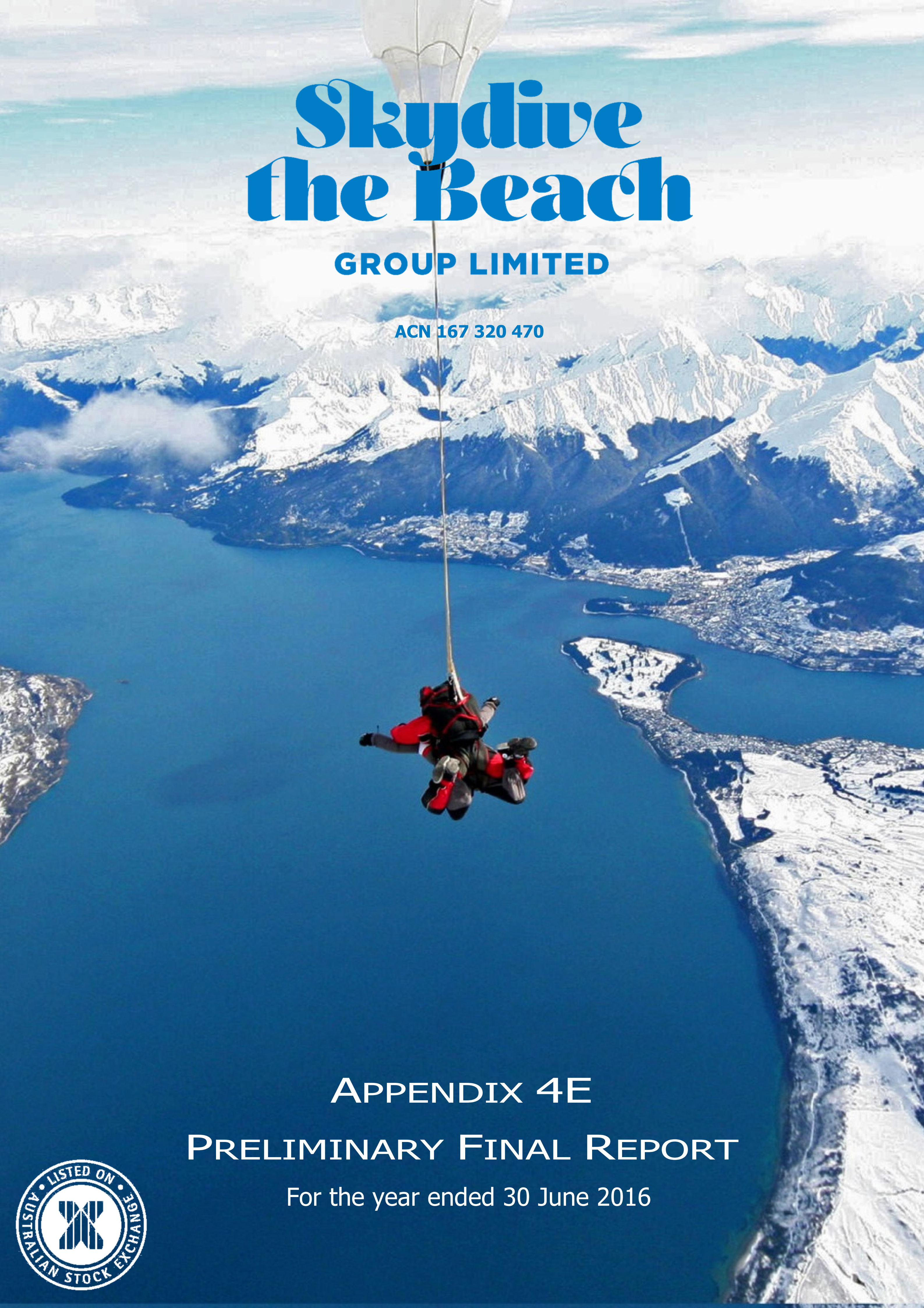

Skydive the Beach

GROUP LIMITED

ACN 167 320 470

Appendix 4E

Preliminary Final Report

For the year ended 30 June 2016

LISTED ON AUSTRALIAN STOCK EXCHANGE

Skydive the Beach Group Limited and Controlled Entities
ACN: 167 320 470

Appendix 4E - Preliminary Final Report
for the year ended 30 June 2016

Results for announcement to the market

	Year ended 30-Jun-16 $'000	Year ended 30-Jun-15 $'000	Variance %
Revenue from ordinary activities	**58,473**	26,320	122.2%
Earnings before interest, taxes, depreciation and amortisation (EBITDA)*	**13,458**	6,025	123.4%
Net profit after tax	**7,158**	2,468	190.0%
Profit after tax attributable to members of the parent entity	**7,158**	2,468	190.0%
Earnings per share (cents)			
- Basic	**2.10**	1.13	85.6%
- Diluted	**2.04**	1.10	85.1%
Cash and cash equivalents	**12,819**	9,235	38.8%

Dividends
On 30 October 2015, a fully franked dividend of $0.01 per share was paid out of retained profits at 30 June 2015, amounting to $2,937,297.

The Directors have declared a final and fully franked dividend of $0.01 per share, amounting to $3,963,014, payable on 30 September 2016 out of retained profits at 30 June 2016. For the purposes of determining any entitlement to the dividend, the record date has been set as 20 September 2016.

Acquisition of NZone Skydive
On 30 October 2015, Skydive (New Zealand) Ltd, a wholly-owned subsidiary, acquired all the shares in Skydive Queenstown Ltd, Skydive Glenorchy Ltd and Parachute Adventure Queenstown Ltd, being companies registered and trading within New Zealand and collectively known and marketed as NZone Skydive, for the consideration of NZ$17million, including the purchase of loan accounts of NZ$2,021,902.

Commentary on the Results
As at 30 June 2016, Skydive the Beach Group Limited operated 15 skydiving drop zones in Australia and 2 in New Zealand. In Australia, the skydiving drop zones are across New South Wales, Queensland, Victoria and Western Australia, while the two New Zealand skydiving drop zones are located in Queenstown and Glenorchy.

* EBITDA is a financial measure which is not prescribed by Australian Accounting Standards ("AAS") and represents the profit under AAS adjusted for specific non-cash and significant items. The directors consider EBITDA to reflect the core earnings of the consolidated entity. A reconciliation between EBITDA and profit after income tax for the financial year ended 30 June 2016 is included below.

	Year ended 30-Jun-16 $'000	Year ended 30-Jun-15 $'000
Earnings before interest, taxes, depreciation and amortisation (EBITDA)	**13,458**	6,025
Less: Depreciation and amortisation	**(3,599)**	(1,388)
Less: Finance costs	**(669)**	(582)
Profit before tax	**9,189**	4,055
Income tax expense	**(2,031)**	(1,587)
Net profit for the year after tax	**7,158**	2,468

Appendix 4E - Preliminary Final Report
for the year ended 30 June 2016

The EBITDA for the year ended 30 June 2016 increased by 123.4% when compared to the year ended 30 June 2015. When comparing the EBITDA for the 12 months to 30 June 2016 set out below is the number of months trading from acquisitions year on year:

	30-Jun-16	30-Jun-15
Australia Skydive Pty Ltd purchased on 31 March 2015	**12 months**	3 months
NZone Skydive purchased on 30 October 2015	**8 months**	NIL

Net Tangible Assets

	30-Jun-16	30-Jun-15
Net Assets (cents per share)	**0.18**	0.11
Net Tangible Assets (cents per share)	**0.13**	0.09

Events After the End of the Period
On 1 July 2016, the Group acquired all the share capital and assets of Skydive Wanaka Limited, being a skydiving operation in Wanaka, New Zealand. Consideration for this acquisition was NZ$10.4 million (of which AU$9.948 million was paid as a deposit prior to 30 June 2016, refer note 10).

Preliminary Final Report
The preliminary final report of Skydive the Beach Group Limited for the year ended 30 June 2016 is attached.

Audit status
The report is based on accounts that are in the process of being audited. It is not expected that the report is likely to contain an independent audit report that is subject to a modified opinion, emphasis of matter or other matter paragraph.

Anthony Boucaut	**Anthony Ritter**
Chief Executive Officer	*Chief Financial Officer*

29 August 2016

Skydive the Beach Group Limited and Controlled Entities
ACN: 167 320 470

Consolidated Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2016

	Note	Consolidated Group 30 June 2016 $000	Consolidated Group 30 June 2015 $000
Revenue	4	58,473	26,320
Cost of sales	5	(31,739)	(13,737)
Gross profit		26,734	12,583
Other income	4	1,262	666
Administration and corporate expenses		(11,294)	(2,888)
Occupancy expenses	5	(1,692)	(711)
Depreciation and amortisation expenses	5	(3,599)	(1,388)
Marketing, advertising and agents commission		(1,347)	(2,913)
Repairs and maintenance expenses		(176)	(271)
Finance costs	5	(669)	(582)
Other expenses		(29)	(441)
Profit before income tax		**9,189**	**4,055**
Income tax expense	6	(2,031)	(1,587)
Net profit for the year		**7,158**	**2,468**
Other comprehensive income / (losses), net of tax:			
Items that will not be reclassified to profit or loss:			
Revaluation of property, plant and equipment, net of tax		(458)	2,844
Exchange differences on translation of foreign operations		(101)	-
Total other comprehensive income		(559)	2,844
Total comprehensive income for the year		**6,599**	**5,312**
Earnings per share			
From continuing operations:			
Basic earnings per share (cents)	19	2.10	1.13
Diluted earnings per share (cents)	19	2.04	1.10

The accompanying notes form part of these financial statements.

Skydive the Beach Group Limited and Controlled Entities
ACN: 167 320 470

Consolidated Statement of Financial Position
as at 30 June 2016

	Note	Consolidated Group 30 June 2016 $000	Consolidated Group 30 June 2015 $000
ASSETS			
Current assets			
Cash and cash equivalents	7	12,819	9,235
Trade and other receivables	8	2,483	1,979
Inventories	9	1,486	1,244
Other current assets	10	11,999	417
Total current assets		28,787	12,875
Non-current assets			
Trade and other receivables	8	1,495	1,735
Other financial assets		27	27
Property, plant and equipment	11	39,503	26,883
Intangible assets	12	17,996	7,624
Total non-current assets		59,021	36,269
Total assets		87,808	49,144
LIABILITIES			
Current liabilities			
Trade and other payables	13	2,662	2,297
Deferred revenue	14	202	668
Borrowings	15	2,049	1,401
Provisions	16	606	391
Current tax liabilities	17	3,078	1,021
Total current liabilities		8,597	5,778
Non-current liabilities			
Borrowings	15	8,297	8,218
Deferred tax liabilities	17	793	1,930
Provisions	16	74	33
Total non-current liabilities		9,164	10,181
Total liabilities		17,761	15,959
Net assets		70,047	33,185
Equity			
Issued capital	18	65,231	32,039
Retained earnings		6,689	2,468
Reserves		(1,873)	(1,322)
Total equity		70,047	33,185

The accompanying notes form part of these financial statements.

Skydive the Beach Group Limited and Controlled Entities
ACN: 167 320 470

Consolidated Statement of Changes in Equity
for the year ended 30 June 2016

	Note	Issued Capital $000	Retained Earnings $000	Asset Revaluation Reserve $000	Common Control Reserve $000	Share Option Reserve $000	Foreign Currency Translation Reserve $000	Total $000
Consolidated Group								
Balance at 1 July 2014		27	-	-	-	-	-	27
Comprehensive income								
Profit for the year		-	2,468	-	-	-	-	2,468
Other comprehensive income for the year		-	-	2,844	-	-	-	2,844
Total comprehensive income for the year		-	2,468	2,844	-	-	-	5,312
Transactions with owners, in their capacity as owners, and other transfers								
Shares issued during the year	18	33,428	-	-	-	-	-	33,428
Transaction costs, net of tax impact		(1,416)	-	-	-	-	-	(1,416)
Common control group reorganisation		-	-	-	(4,171)	-	-	(4,171)
Employee share options issued		-	-	-	-	5	-	5
Total transactions with owners and other transfers		32,012	-	-	(4,171)	5	-	27,846
Balance as at 30 June 2015		32,039	2,468	2,844	(4,171)	5	-	33,185
Balance at 1 July 2015		32,039	2,468	2,844	(4,171)	5	-	33,185
Comprehensive income								
Profit for the year		-	7,158	-	-	-	-	7,158
Other comprehensive income for the year		-	-	(458)	-	-	(101)	(559)
Total comprehensive income for the year		-	7,158	(458)	-	-	(101)	6,599
Transactions with owners, in their capacity as owners, and other transfers								
Shares issued during the year	18	35,058	-	-	-	-	-	35,058
Transaction costs, net of tax impact		(1,866)	-	-	-	-	-	(1,866)
Dividends paid during the year	2	-	(2,937)	-	-	-	-	(2,937)
Employee share options issued		-	-	-	-	8	-	8
Total transactions with owners and other transfers		33,192	(2,937)	-	-	8	-	30,263
Balance as at 30 June 2016		65,231	6,689	2,386	(4,171)	13	(101)	70,047

The accompanying notes form part of these financial statements.

Skydive the Beach Group Limited and Controlled Entities
ACN: 167 320 470

Consolidated Statement of Cash Flows
for the year ended 30 June 2016

	Note	Consolidated Group Year Ended 30 June 2016 $000	 Year Ended 30 June 2015 $000
Cash flows from operating activities			
Receipts from customers		59,219	25,317
Payments to suppliers and employees		(50,213)	(20,115)
Finance costs		(669)	(582)
Income tax paid		(1,050)	(1,273)
Net cash provided by operating activities	20	7,289	3,347
Cash flows from investing activities			
Payments for property, plant and equipment		(12,288)	(5,049)
Proceeds/(payments) for other non-current assets		183	(253)
Proceeds from disposal of plant and equipment		1,060	60
Payments for business acquisitions	1	(23,662)	(8,621)
Cash acquired in the group reorganisation		-	1,192
Cash acquired in business acquisitions		243	195
Net cash used in investing activities		(34,464)	(12,476)
Cash flows from financing activities			
Proceeds from issued capital		34,522	25,000
Transaction costs associated with share issue		(1,803)	(2,023)
Dividends paid		(2,937)	-
Loans to related parties		(256)	(1,445)
Loan repayments from related parties		507	-
Repayment of borrowings		(1,609)	(4,781)
Proceeds from borrowings		2,335	1,596
Net cash provided by financing activities		30,759	18,347
Net increase in cash held		3,584	9,218
Cash at beginning of the year		9,235	17
Cash at end of the year	7	12,819	9,235

The accompanying notes form part of these financial statements.

1 Acquisition of Controlled Entities

(i) On 30 October 2015, Skydive (New Zealand) Ltd, a wholly-owned subsidiary, acquired all the shares in Skydive Queenstown Ltd, Skydive Glenorchy Ltd and Parachute Adventure Queenstown Ltd, being companies registered and trading within New Zealand and collectively known and marketed as NZone Skydive, for the consideration of NZ$17 million, including the purchase of loan accounts of NZ$2,021,902.

Fair value of purchase consideration:	
Consisting of:	
- Cash consideration	13,714
- Shares issued	473
Total consideration	14,187
Cash consideration	13,714
Cash outflow	13,714
Assets and liabilities held at acquisition date:	
- Current assets	542
- Non-current assets	11,459
- Current liabilities	(521)
- Non-current liabilities	(1,822)
	9,658
Goodwill on consolidation	4,529
Non-controlling equity interests in acquisition	-
	14,187

(ii) On 30 June 2016, a deposit of AU$9.948 million was paid for the acquisition of Skydive Wanaka Limited, being a skydiving operation in Wanaka, New Zealand, which was effective from 1 July 2016 (refer note 10 and note 25).

2 Dividends

A final fully franked dividend of $0.01 per share was paid on 30 October 2015 out of retained profits at 30 June 2015, amounting to $2,937,297.

The Directors have declared a final and fully franked dividend of $0.01 per share, amounting to $3,963,014, payable on 30 September 2016 out of retained profits at 30 June 2016. For the purposes of determining any entitlement to the dividend, the record date has been set as 20 September 2016.

	Consolidated Group	
	30-Jun-16	30-Jun-15
	$000	$000
3 Net tangible assets per share		
Net Assets	70,047	33,185
Net Assets (cents per share)	0.18	0.11
Net Tangible Assets	52,051	25,560
Net Tangible Assets (cents per share)	0.13	0.09
4 Revenue and Other Income		
Revenue		
Sale of goods and services	58,473	26,320
Other income		
Interest received	140	72
Other income	1,122	594
	1,262	666
5 Profit for the Year		
Profit before income tax from continuing operations includes the following specific expenses:		
Cost of sales	31,739	13,737
Finance costs	669	582
Occupancy costs	1,692	711
Depreciation and amortisation expenses	3,599	1,388

6 Tax Expense

	Consolidated Group	
	30-Jun-16	30-Jun-15
	$000	$000
The components of tax expense comprise:		
Current tax	2,970	1,176
Deferred tax	(939)	355
Under provision of tax from prior years	-	56
	2,031	1,587
Deferred tax included in income tax expense comprises:		
Movement in deferred tax assets	(11)	(8)
Movement in deferred tax liabilities	(928)	363
	(939)	355

The prima facie tax payable on profit before income tax is reconciled to the income tax expense as follows:

Prima facie tax payable on profit before income tax at 30% (2015: 30%)	2,757	1,216
Add tax effect of:		
Non-deductible depreciation and amortisation	182	7
Deductible acquisition costs	91	-
Assessable income received in advance	31	-
Deductible maintenance costs	(63)	-
Other non-allowable items	21	19
	3,019	1,242
Under provision of tax from prior years	-	56
Recognition of deferred tax balances	(937)	286
Impact of foreign exchange differences	8	-
Impact of lower tax rates applicable to New Zealand subsidiaries	(59)	-
Cancellation of prior year losses	-	3
Income tax attributable to the group	2,031	1,587

7 Cash and Cash Equivalents

Cash at bank and on hand	12,796	4,235
Short-term bank deposits	23	5,000
	12,819	9,235

Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cashflows is reconciled to the items in the statement of financial position as follows:

Cash and cash equivalents	12,819	9,235

8 Trade and Other Receivables

CURRENT		
Trade receivables	1,229	1,534
Provision for impairment	(3)	(16)
	1,226	1,518
Amounts due from other related parties	288	300
Other receivables	969	161
	2,483	1,979
NON CURRENT		
Amounts due from other related parties	1,495	1,735
	1,495	1,735

9 Inventories

CURRENT		
Raw materials, spares and stores - at cost	1,486	1,244

10 Other Current Assets

Prepayments	1,693	180
Deposit paid for business combinations	9,948	-
Other current assets	358	237
	11,999	417

11 Property, Plant and Equipment

	Consolidated Group As at 30-Jun-16 $000	Consolidated Group As at 30-Jun-15 $000
Plant and equipment:		
At cost	6,367	7,168
Accumulated depreciation	(1,508)	(1,127)
	4,859	6,041
Leasehold improvements:		
At cost	1,029	935
Accumulated depreciation	(354)	(299)
	675	636
Aircraft:		
At revalued amounts	34,135	19,239
Accumulated depreciation	(2,879)	(173)
	31,256	19,066
Motor vehicles:		
At cost	1,788	1,248
Accumulated depreciation	(476)	(237)
	1,312	1,011
Office equipment:		
At cost	696	429
Accumulated depreciation	(470)	(300)
	226	129
Land		
At cost	340	-
Accumulated depreciation	-	-
	340	-
Buildings		
At cost	844	-
Accumulated depreciation	(9)	-
	835	-
Total property, plant and equipment	39,503	26,883

a) Movements in Carrying Amounts

	Plant & Equipment $000	Leasehold Improvements $000	Aircraft $000	Motor Vehicles $000	Office Equipment $000	Land $000	Buildings $000	Total $000
Opening balance 1 July 2015	6,041	636	19,066	1,011	129	-	-	26,883
Additions through business combinations	99	8	5,397	55	2	-	237	5,798
Additions	1,513	68	8,454	515	88	340	607	11,585
Revaluations	(677)	-	26	(71)	-	-	-	(722)
Disposals	(162)	-	(552)	(30)	-	-	-	(744)
Transfers between classes	(1,363)	14	816	7	136	-	-	(390)
Depreciation expense	(592)	(51)	(1,951)	(175)	(129)	-	(9)	(2,907)
Closing balance 30 June 2016	4,859	675	31,256	1,312	226	340	835	39,503
Opening balance 1 July 2014	-	-	-	-	-	-	-	-
Assets acquired in group re-organisation	2,704	287	6,489	452	51			9,983
Additions through business combinations	1,853	316	6,109	300	64	-	-	8,642
Additions	1,919	51	2,699	344	36	-	-	5,049
Revaluations	-	-	4,606	-	-	-	-	4,606
Disposals	-	-	(60)	-	-	-	-	(60)
Depreciation expense	(435)	(18)	(777)	(85)	(22)	-	-	(1,337)
Closing balance 30 June 2015	6,041	636	19,066	1,011	129	-	-	26,883

12 Intangible Assets

	Consolidated Group	
	As at 30-Jun-16 $000	As at 30-Jun-15 $000
Goodwill:		
At cost	7,911	3,569
Accumulated impaired losses	-	-
	7,911	3,569
Trademarks, trade names and licences:		
At cost	5,344	2,000
Accumulated amortisation and impairment losses	-	-
	5,344	2,000
Computer software:		
At cost	813	301
Accumulated amortisation and impairment losses	(491)	(54)
	322	247
Customer relationships and other intangible assets:		
At cost	4,815	1,831
Accumulated amortisation	(396)	(23)
	4,419	1,808
Total property, plant and equipment	17,996	7,624

a) Movements in Carrying Amounts

	Goodwill $000	Trademarks, trade names & licences $000	Computer Software $000	Customer relationships and other $000	Total $000
Opening balance 1 July 2015	3,569	2,000	247	1,808	7,624
Additions through business combinations	4,550	3,344	7	2,303	10,204
Additions	-	-	159	519	678
Opening revaluation adjustment	(208)	-	-	-	(208)
Transfers between classes	-	-	210	180	390
Amortisation expense	-	-	(301)	(391)	(692)
Closing balance 30 June 2016	7,911	5,344	322	4,419	17,996
Opening balance 1 July 2014	-	-	-	-	-
Additions through group re-organisation	1,544	-	26	-	1,570
Additions through business combinations	2,025	2,000	45	1,820	5,890
Additions	-	-	204	11	215
Amortisation expense	-	-	(28)	(23)	(51)
Closing balance 30 June 2015	3,569	2,000	247	1,808	7,624

	Consolidated Group	
	30-Jun-16 $000	30-Jun-15 $000

13 Trade and Other Payables

CURRENT		
Trade payables	1,085	1,312
Sundry payables and accrued expenses	1,577	985
	2,662	2,297

14 Deferred Revenue

CURRENT		
Income received in advance	202	668

15 Borrowings

CURRENT		
Secured liabilities		
Bank loans	64	64
Finance lease liabilities	1,985	1,337
Total current borrowings	2,049	1,401
NON-CURRENT		
Secured liabilities		
Bank loans	763	697
Finance lease liabilities	5,330	5,289
	6,093	5,986
Unsecured liabilities		
Vendor finance loan	2,204	2,232
Total non-current borrowings	8,297	8,218
Total borrowings	10,346	9,619

16 Provisions

	Consolidated Group	
	30-Jun-16	30-Jun-15
	$000	$000
CURRENT		
Employee benefits	606	391
NON-CURRENT		
Employee benefits	74	33
Total provisions	680	424

17 Tax

CURRENT		
Income tax payable	3,078	1,021
NON-CURRENT LIABILITIES		
Deferred tax liabilities		
Property, plant and equipment	1,501	2,658
Intangible assets	(94)	-
Provisions	(185)	(204)
Capital raising costs	(358)	(497)
Future income tax benefits attributable to tax losses	-	(31)
Other	(71)	4
	793	1,930
Movements:		
Opening balance	1,930	-
Deferred tax liabilities acquired in group reorganisation	-	421
Charged/(credited) to income statement	(72)	355
Charged/(credited) to equity	(197)	1,154
Under/over provision from prior year	(867)	-
Foreign exchange differences	(2)	
Closing balance	793	1,930

18 Issued Capital

	Consolidated Group	
	30-Jun-16	30-Jun-15
	$000	$000
396,301,350 (2015: 293,729,700) fully paid ordinary shares	65,231	32,039
	No.	No.
At the beginning of the year	293,729,700	26,618,080
Shares issued during the year	102,571,650	267,111,620
Balance at the end of the year	396,301,350	293,729,700

On 20 October 2015, 62,042,836 shares were issued at $0.30 each to shareholders and institutional investors on the basis of 2 shares for every 9 shares held.

On 30 October 2015, 1,576,974 shares were issued at $0.30 each as part of the acquisition of skydiving operations in New Zealand.

On 2 November 2015, 3,230,431 shares were issued at $0.30 each to retail shareholders on the basis of 2 shares for every 9 shares held.

On 20 June 2016, 35,721,409 shares were issued at $0.42 each to institutional investors.

19 Earnings Per Share

	Consolidated Group	
	30-Jun-16	30-Jun-15
	$000	$000
Profit after tax attributable to members of the parent entity	7,158	2,468
	No.	No.
Weighted average number of shares used in calculating basic earnings per share	341,351,567	219,124,111
Adjustments for calculation of diluted earnings per share:		
Options granted	10,300,000	4,322,466
Weighted average number of shares used in calculating diluted earnings per	351,651,567	223,446,577
Basic earnings per share (cents)	2.10	1.13
Diluted earnings per share (cents)	2.04	1.10

20 Cash Flow Information

Reconciliation of cash flow from operations with profit after income tax

	Consolidated Group 30-Jun-16 $000	Consolidated Group 30-Jun-15 $000
Profit after income tax	7,158	2,468
Non-cash flows in profit:		
Depreciation and amortisation expense	3,599	1,388
Share option expense	9	5
Unrealised foreign currency exchange gains/losses	(101)	-
Changes in assets and liabilities:		
(Increase)/decrease in trade and other receivables	(348)	(378)
(Increase)/decrease in other current assets	(3,472)	21
(Increase)/decrease in derivative assets	-	-
(Increase)/decrease in inventories	(112)	(239)
Increase/(decrease) in trade and other payables	(683)	(435)
Increase/(decrease) in income taxes payable	2,118	(41)
Increase/(decrease) in deferred taxes payable	(1,136)	355
Increase/(decrease) in provisions	257	203
	7,289	3,347

21 Share Options

A summary of the movements of all company options issued is as follows:

	Consolidated Group Number	Consolidated Group Weighted average exercise price
Options outstanding as at 30 June 2015	10,300,000	0.25
Options outstanding as at 30 June 2016	10,300,000	$ 0.25
Options exercisable as at 30 June 2016:	4,966,666	
Options exercisable as at 30 June 2015:	Nil	

22 Interests in Subsidiaries

The subsidiaries listed below have share capital consisting of ordinary shares which are held directly by the Group. The proportion of ownership interests held equals the voting rights held by Group.

	Country of incorporation	2016 %	2015 %
Aircraft Maintenance Centre Pty Ltd	Australia	100	100
Australia Skydive Pty Ltd	Australia	100	100
B & B No 2 Pty Ltd	Australia	100	100
Bill & Ben Investments Pty Ltd	Australia	100	100
Skydive Holdings Pty Ltd	Australia	100	100
Skydive the Beach and Beyond Airlie Beach Pty Ltd	Australia	100	100
Skydive the Beach and Beyond BB Pty Ltd	Australia	100	100
Skydive the Beach and Beyond Central Coast Pty Ltd	Australia	100	100
Skydive the Beach and Beyond Great Ocean Road Pty Ltd	Australia	100	100
Skydive the Beach and Beyond Hunter Valley Pty Ltd	Australia	100	100
Skydive the Beach and Beyond Melbourne Pty Ltd	Australia	100	100
Skydive the Beach and Beyond Newcastle Pty Ltd	Australia	100	100
SBB Trading Pty Ltd (formerly known as Skydive the Beach and Beyond Perth Pty Ltd)	Australia	100	100
Skydive the Beach and Beyond Sydney Wollongong Pty Ltd	Australia	100	100
Skydive the Beach and Beyond Yarra Valley Pty Ltd	Australia	100	100
Skydive.com.au Pty Ltd	Australia	100	100
STBAUS Pty Ltd	Australia	100	100
Skydive International Holdings Pty Ltd	Australia	100	-
Skydive Investments Pty Ltd	Australia	100	-
Skydive (New Zealand) Limited	New Zealand	100	-
Skydive Queenstown Limited	New Zealand	100	-
Skydive Glenorchy Limited	New Zealand	100	-
Parachute Adventure Queenstown Limited	New Zealand	100	-

23 Segment information

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors in assessing performance and in determining the allocation of resources.

The Group's financial performance is examined primarily from a geographical perspective and operating segments have therefore been determined on the same basis.

The Group has identified the following reportable segments:

- Australia
- New Zealand

The following is an analysis of the Group's revenue and results by reportable operating segment for the period under review:

(i) Segment performance

30 June 2016	Australia $000	New Zealand $000	Total $000
Revenue			
Sales revenue	48,709	10,180	58,889
Inter-segment elimination			(416)
	48,709	10,180	58,473
Other income	1,710	30	1,740
Inter-segment elimination			(478)
	1,710	30	1,262
Reconciliation of segment result to group net profit / loss before tax			
Segment net profit/(loss) loss before tax	6,246	2,943	9,189
Inter-segment elimination			-
Net profit/(loss) before tax from continuing operations	6,246	2,943	9,189
Income tax expense	(1,136)	(895)	(2,031)
Total profit / (loss) after tax	**5,110**	**2,048**	**7,158**
Finance costs	688	460	1,148
Inter-segment elimination			(478)
Total finance costs	**688**	**460**	**669**
Depreciation and amortisation expense	**3,112**	**487**	**3,599**

30 June 2015	Australia $000	New Zealand $000	Total $000
Revenue			
Sales revenue	26,320	-	26,320
Other income	666	-	666
Reconciliation of segment result to group net profit / loss before tax			
Segment net profit/(loss) loss before tax	4,055	-	4,055
Income tax expense	(1,587)	-	(1,587)
Total profit / (loss) after tax	**2,468**	**-**	**2,468**
Finance costs	**(582)**	**-**	**(582)**
Depreciation and amortisation expense	**(1,388)**	**-**	**(1,388)**

(ii) Segment assets

30 June 2016	Australia $000	New Zealand $000	Total $000
Segment assets	84,717	27,091	111,808
Inter-segment eliminations			(24,000)
			87,808
30 June 2015			
Segment assets	49,144	-	49,144

(iii) Segment liabilities

30 June 2016	Australia $000	New Zealand $000	Total $000
Segment liabilities	16,617	19,121	35,739
Inter-segment eliminations			(17,978)
			17,761
30 June 2015			
Segment liabilities	15,959	-	15,959

24 Contingent Assets and Contingent Liabilities

The Group had no contingent assets or contingent liabilities as at 30 June 2016.

25 Events After the End of the Period

On 1 July 2016, the Group acquired all the share capital and assets of Skydive Wanaka Limited, being a skydiving operation in Wanaka, New Zealand. Consideration for this acquisition was NZ$10.4 million (of which AU$9.948million was paid as a deposit prior to 30 June 2016, refer note 10).

26 Company Details

The registered office and principal place of business is:

1/51 Montague Street
NORTH WOLLONGONG NSW 2500