

Move Logistics Limited

**Special Purpose Management Financial Statements
for the three month periods ended 30 June 2014, 30 June
2015 and 30 June 2016**

Special Purpose Management Financial Statements

MOVE Logistics Limited Statement of Financial Performance

\$000 (unless otherwise indicated)	3 Months - April, May and June 2014	3 Months - April, May and June 2015	3 Months - April, May and June 2016
Revenue	7,355	9,171	9,796
Expenses	6,741	8,982	9,315
EBITDA	614	190	481
Depreciation	291	215	250
Amortisation	-	-	-
Net Finance Costs	101	65	53
Operating Surplus / (Deficit) Before Income Tax	222	(90)	178
Share of Profit of Associates	-	-	-
Loss on Revaluation of Property	-	-	-
Profit / (Loss) Before Income Tax	222	(90)	178
Income Tax Expense/(Credit)	66	(20)	55
Profit / (Loss) for the Year	156	(70)	123
Gain on Revaluation of Property	-	-	-
Total Other Comprehensive Income	-	-	-
Total Comprehensive Income	156	(70)	123

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MOVE Logistics Limited Statement of Financial Position

\$000

(unless otherwise indicated)

	30 June 2015	30 June 2016
Cash and Cash Equivalents	(292)	280
Trade and Other Receivables	6,478	5,360
Total Current Assets	6,186	5,640
Property, Plant and Equipment	5,029	5,109
Intangible Assets	-	-
Other Non Current Assets	75	75
Total Non Current Assets	5,104	5,184
Total Assets	11,290	10,824
Trade and Other Payables	3,477	2,961
Deferred Tax Liabilities	80	36
Shareholder advances	461	414
Borrowings	-	227
Total Current Liabilities	4,018	3,639
Borrowings	3,603	3,073
Total Non-Current Liabilities	3,603	3,073
Total Liabilities	7,621	6,711
Net Assets	3,669	4,113
Equity		
Share Capital	-	-
Reserves	630	630
Retained Earnings	3,039	3,482
Total Equity	3,669	4,113



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MOVE Logistics Limited Statement of Changes in Equity

\$000 (unless otherwise indicated)	Share Capital	Reserves	Retained Earnings	Total Equity
Balance as at 31 March 2015 (per Statutory Financial Statements)	-	630	3,194	3,824
Less Deferred Tax Liability not Recorded in Financial Statements	-	-	(85)	(85)
	-	630	3,109	3,739
Profit / (Loss) for The Period	-	-	(70)	(70)
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	-	(70)	(70)
Transaction with Owners				
Subscription for Shares	-	-	-	-
Distribution to Owners	-	-	-	-
Total Transaction with Owners	-	-	-	-
Balance as at 30 June 2015	-	630	3,039	3,669
Balance as at 31 March 2016 (per Statutory Financial Statements)	-	630	3,400	4,031
Less Deferred Tax Liability not Recorded in Financial Statements	-	-	(41)	(41)
	-	630	3,359	3,990
Profit for The Period	-	-	123	123
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	-	123	123
Transaction with Owners				
Subscription for Shares	-	-	-	-
Distribution to Owners	-	-	-	-
Total Transaction with Owners	-	-	-	-
Balance as at 30 June 2016	-	630	3,482	4,113

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Statement of Cash Flows

\$000 (unless otherwise indicated)	3 Months for April, May and June 2014	3 Months for April, May and June 2015	3 Months for April, May and June 2016
Cash flows from operating activities			
Receipts from customers	7,790	8,446	9,615
Interest received			
Payments to suppliers and employees	(6,767)	(9,248)	(9,280)
Interest paid	(101)	(65)	(53)
Income tax paid	(208)	-	(196)
Net cash from operating activities	714	(866)	86
Cash flows from investing activities			
Purchase of property, plant and equipment	(439)	(648)	(54)
Proceeds from the sale of property, plant and equipment	-	-	-
Advances to associates	-	-	(146)
Net cash used in investing activities	(439)	(648)	(200)
Cash flows from financing activities			
Net proceeds from / (repayment of) borrowings	78	927	(248)
Advances to/from shareholders	(132)	(43)	(150)
Dividends paid to shareholders	-	-	-
Net cash from / (used in) financing activities	(54)	884	(398)
Net increase / (decrease) in cash and cash equivalents	220	(629)	(513)
Cash and cash equivalents at the beginning of year	(514)	338	793
Cash and cash equivalents at end of year	(294)	(292)	280

Move Logistics Limited

Notes to and forming part of the Management Financial Statements for the three month periods ended 30 June 2014, 30 June 2015 and 30 June 2016

1. Summary of Significant Accounting Policies

The management financial statements presented here are for the entity Move Logistics Limited.

Move Logistics Limited is a company incorporated under the Companies Act 1993.

This special purpose financial report has been approved for issue by the Board of Directors on 16 November 2017.

Basis of Preparation

These are special purpose management financial statements prepared at the request of the company's directors.

The accounting policies adopted in the preparation of these special purpose management financial statements are consistent with those followed in the March 2016 Annual Financial Statements for Move Logistics Limited, with the exception of those policies outlined below under 'specific accounting policies'.

The March 2016 Annual Financial Statements for Move Logistics Limited were not prepared in accordance with generally accepted accounting practice (GAAP), and accordingly these special purpose management financial statements have also not been prepared in accordance with GAAP. After the amendments to policies referred to in the Specific Accounting Policies below the Directors believe that the accounting policies adopted are not materially different from GAAP.

These financial statements have not been prepared in accordance with GAAP primarily due to the fact that they do not report the results of a full financial year or include the full note disclosure required under GAAP.

The preparation of these management financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the accounting policies. The areas where assumptions and estimates are significant to these management financial statements are disclosed in Note 2.

These financial statements are presented in New Zealand dollars and rounded to the nearest thousand (\$000).

Specific Accounting Policies

The following policies represent a departure from the accounting policies followed in the March 2016 Annual Financial Statements.

These departures from the 2016 accounting policies have been made as the Directors believe that these policies are the only material differences from GAAP policies.

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Notes to and forming part of the Management Financial Statements for the three month periods ended 30 June 2014, 30 June 2015 and 30 June 2016

(a) Deferred Income Tax

Deferred income tax is provided for in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements based on the applicable income tax rate.

Deferred income tax assets and liabilities were not recognised in the historical Annual Financial Statements.

2 Critical Accounting Estimates and Judgements

In calculating the tax expense for the current period, the company has treated certain expenditures as being deductible for tax purposes. The company has used a tax rate of 28% being the corporate tax rate in New Zealand.

Other than relating to the timing of lease incentive income, no material movement between the tax bases of assets and liabilities and their carrying values in the financial statements is understood to have occurred during each of the reporting periods. The deferred tax liability movement relating to the lease incentive income has been estimated based on the historical monthly trend.

3 Changes in Accounting Policies

There have been no material changes in accounting policies other than those detailed in Note 1. All policies, other than those detailed in Note 1, have been applied on bases consistent with those used in prior periods by Move Logistics Limited.

4 Disposal of Motor Vehicles

On 31 March 2015 Move Logistics Limited sold its fleet of vehicles to Southern Fleet Leasing Limited, an entity also being acquired by TIL Logistics Limited. The Fleet was sold at valuation, being \$7,673,149 with payment being made in May 2015. As payment was made by way of Southern Fleet Leasing Limited assuming liabilities of Move Logistics Limited, this transaction is not reflected in the Statement of Cash Flows to 30 June 2015.

Compilation Report to the Directors of Move Logistics Limited

Scope

On the basis of information provided by you we have compiled special purpose management financial statements of Move Logistics Limited for the 3 month periods ended 30 June 2014, 30 June 2015 and 30 June 2016 as set out on the previous pages.

These special purpose management financial statements have been materially calculated utilising accounting policies that are consistent with those that were applied in the completion of the March 2016 Annual Financial Statements of Move Logistics Limited, except as otherwise stated in the Notes to these Management Financial Statements.

Responsibilities

You are wholly responsible for the information contained in the special purpose management financial statements and have determined that the basis upon which they were prepared is appropriate to meet your needs and for the purpose for which the special purpose management financial statements were prepared.

The special purpose management financial statements have been prepared exclusively for your benefit. We do not accept responsibility to any other person for the accuracy and fairness of the contents of the special purpose management financial statements.

No audit or review engagement undertaken

Our procedures use accounting expertise to undertake the compilation of the special purpose management financial statements from information which you have provided. Our procedures do not include verification or validation procedures. No audit nor review engagement has been performed and accordingly no assurance is expressed by us.

Disclaimer of liability

As mentioned above, we have compiled the special purpose management financial statements based on information provided to us which has not been subject to an audit or review engagement. Accordingly, neither we nor any of our employees accept any responsibility for the reliability, accuracy or completeness of the compiled financial information nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of their placing reliance on the compiled financial information.



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