

# NBN Co Limited

## Unaudited Primary Financial Statements

For the 3 months ended 30 September 2018

ABN 86 136 533 741





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## Unaudited Statement of Profit or Loss and Other Comprehensive Income

For the three months ended	NBN Co Group	
	30 September 2018	30 September 2017
	\$m	\$m
Revenue	620	405
Direct network costs	(176)	(155)
Employee benefits expenses	(220)	(208)
Other operating expenses	(150)	(139)
Subscriber costs	(344)	(681)
Depreciation and amortisation expense	(610)	(486)
Other income	5	4
Net finance costs	(211)	(115)
<b>Loss before income tax</b>	<b>(1,086)</b>	<b>(1,375)</b>
Income tax expense	1	(1)
<b>Loss for the year</b>	<b>(1,085)</b>	<b>(1,376)</b>
<b>Loss attributable to the shareholder</b>	<b>(1,085)</b>	<b>(1,376)</b>
<b>Other comprehensive loss</b>		
<i>Items that may be reclassified to profit or loss</i>		
Changes in the fair value of cash flow hedges, net of tax	2	(1)
<b>Total other comprehensive loss for the period, net of tax</b>	<b>2</b>	<b>(1)</b>
<b>Total comprehensive loss for the period</b>	<b>(1,083)</b>	<b>(1,377)</b>
<b>Total comprehensive loss attributable to the shareholder</b>	<b>(1,083)</b>	<b>(1,377)</b>



## Unaudited Statement of Financial Position

As at	NBN Co Group	
	30 September 2018	30 June 2018
	\$m	\$m
<b>Current assets</b>		
Cash and cash equivalents	487	593
Trade and other receivables	320	338
Inventories	38	36
Derivative financial assets	4	2
Other current assets	143	108
<b>Total current assets</b>	<b>992</b>	<b>1,077</b>
<b>Non-current assets</b>		
Derivative financial assets	2	1
Property, plant and equipment	26,101	25,043
Intangible assets	2,058	2,025
Other non-current assets	51	57
<b>Total non-current assets</b>	<b>28,212</b>	<b>27,126</b>
<b>Total assets</b>	<b>29,204</b>	<b>28,203</b>
<b>Current liabilities</b>		
Trade and other payables	2,339	2,361
Other liabilities	22	20
Other financial liabilities	179	161
Provisions	91	121
<b>Total current liabilities</b>	<b>2,631</b>	<b>2,663</b>
<b>Non-current liabilities</b>		
Trade and other payables	9	3
Other liabilities	741	693
Other financial liabilities	7,308	7,037
Provisions	67	64
Borrowings	7,319	5,531
<b>Total non-current liabilities</b>	<b>15,444</b>	<b>13,328</b>
<b>Total liabilities</b>	<b>18,075</b>	<b>15,991</b>
<b>Net assets</b>	<b>11,129</b>	<b>12,212</b>
<b>Equity</b>		
Contributed equity	29,500	29,500
Other reserves	6	4
Accumulated losses	(18,377)	(17,292)
<b>Total equity</b>	<b>11,129</b>	<b>12,212</b>



## Unaudited Statement of Changes in Equity

	NBN Co Group			
	Accumulated losses	Contributed equity	Other reserves	Total equity
	\$m	\$m	\$m	\$m
Balance at 30 June 2017	(12,512)	27,465	6	14,959
Loss for the period	(1,376)	-	-	(1,376)
Other comprehensive loss	-	-	(1)	(1)
<b>Total comprehensive loss for the period</b>	<b>(1,376)</b>	<b>-</b>	<b>(1)</b>	<b>(1,377)</b>
<b>Transactions with owners in their capacity as owners:</b>				
Contributions of equity	-	2,035	-	2,035
<b>Balance at 30 September 2018</b>	<b>(13,888)</b>	<b>29,500</b>	<b>5</b>	<b>15,617</b>
<b>Balance at 30 June 2018</b>	<b>(17,292)</b>	<b>29,500</b>	<b>4</b>	<b>12,212</b>
Loss for the period	(1,085)	-	-	(1,085)
Other comprehensive loss	-	-	2	2
<b>Total comprehensive loss for the period</b>	<b>(1,085)</b>	<b>-</b>	<b>2</b>	<b>(1,083)</b>
<b>Transactions with owners in their capacity as owners:</b>				
Contributions of equity	-	-	-	-
<b>Balance at 30 September 2018</b>	<b>(18,377)</b>	<b>29,500</b>	<b>6</b>	<b>11,129</b>



## Unaudited Statement of Cash Flows

For the three months ended	NBN Co Group	
	30 September 2018	30 September 2017
	\$m	\$m
<b>Cash flows from operating activities</b>		
Receipts from customers	665	427
Payments to suppliers and employees	(1,019)	(1,012)
Interest received	3	8
<b>Net cash used in operating activities</b>	<b>(351)</b>	<b>(577)</b>
<b>Cash flows from investing activities</b>		
Receipts from held to maturity assets	-	109
Payments for property, plant and equipment	(1,237)	(1,192)
Payments for intangible assets	(169)	(178)
<b>Net cash used in investing activities</b>	<b>(1,406)</b>	<b>(1,261)</b>
<b>Cash flows from financing activities</b>		
Payments for finance leases and right of use licences	(75)	(74)
Proceeds from borrowings	1,788	-
Interest paid on borrowings	(62)	-
Equity injection for ordinary shares by the Commonwealth of Australia	-	2,035
<b>Net cash provided by financing activities</b>	<b>1,651</b>	<b>1,961</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(106)</b>	<b>123</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>593</b>	<b>1,184</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>487</b>	<b>1,307</b>