

Appendix 4D

Half Year Report to the Australian Stock Exchange

Name of Entity	Boom Logistics Limited
ABN	28 095 466 961
Half Year Ended	31 December 2016
Previous Corresponding Reporting Period	31 December 2015

Results for Announcement to the Market

	31 December 2016 \$'000	31 December 2015 \$'000	Percentage increase /(decrease) over previous corresponding period
Revenue from operations	73,065	79,963	(9%)
Profit / (loss) from continuing operations after tax attributable to members	(9,480)	(20,281)	(53%)
Net profit / (loss) for the period attributable to members	(9,480)	(20,281)	(53%)

Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend	NA	NA
Interim Dividend	Nil	Nil
Record date for determining entitlements to the dividends (if any)	NA	

Brief explanation of any of the figures reported above necessary to enable the figures to be understood:

Revenue declined \$6.8m (9%) from the prior comparative period due to:

- Impact of closed depots (two depots closed in FY16 H1) – (\$2.1m)
- Expected impact of wind down of LNG project activity – (\$3.3m)
- Decreased activity across remaining WA customer base – (\$5.3m); partly offset by
- Increased activity across East Coast customer base - \$3.9m

The operating environment remained difficult during the period. The performance of the Group during the period was markedly different across the geographical markets that it serves.

An improved result has been recorded across the East Coast businesses with revenue growth of 8% on the prior comparative period (FY16 H1). The growth has been achieved largely from improving profitability achieved on certain existing contracts and continuing to build critical mass through the acquisition of new contracts.

In contrast the results in the West Coast business suffered a sharp decline. The extremely difficult trading conditions were reflected through the following circumstances experienced in the period:

- Sharp (expected) decrease in revenue from the nearly completed Gorgon LNG project;
- Reduced maintenance spend from major customers;
- Decrease in wind farm maintenance activity in the period; and
- Intense competition for ad hoc work driving down price and volume of work won by Boom.

The impact of the decline in revenue from the Western Australian business has meant that despite operating costs continuing to fall, reducing by 6% compared to FY16 H1, the trading gross margin has fallen to 27.1% from 29.3% in FY16 H1.

The Group recorded a statutory net loss after tax for the half-year ended 31 December 2016 (FY17 H1) of \$9.5m (FY16 H1: net loss of \$20.3m).

Trading EBITDA (a non-IFRS financial measure) for the period was \$4.5m (FY16 H1: \$6.7m). This result included the following non-trading expenses:

- Restructure expenses of \$1.1m;
- Legal expenses in relation to the Group's glove and barrier legal claim of \$0.1m;
- Loss on sale of assets of \$0.1m; and

- Non-cash impairment expense of \$1.9m booked against the carrying cost of assets held for sale.

After allowing for non-trading costs the statutory earnings before interest expense, tax, depreciation and amortisation was a profit of \$1.3m (FY16 H1: loss of \$11.7m) whilst statutory earnings before interest expense and tax (EBIT) was a loss of \$7.6m (FY16 H1: loss of \$21.9m).

Further commentary on the results for the reporting period are contained in the ASX Release and the Market Presentation both dated 21 February 2017.

NTA Backing

	Current Period	Previous corresponding period
Net tangible asset backing per ordinary security (cents per share)	\$0.33	\$0.37

Other Categories

Dividends distribution	NA
Control gained over entities having material effect	NA
Loss of control gained over entities having material effect	NA
Details of associates and joint venture entities	NA
Foreign entities accounting framework	NA

Audit/Review Status

This report is based on accounts to which one of the following applies:

(Tick one)

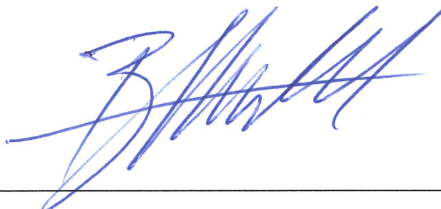
The accounts have been audited	<input type="checkbox"/>	The accounts have been subject to review	<input checked="" type="checkbox"/>
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If the accounts are subject to audit dispute or qualification, a description of the dispute or qualification:

The accounts have been reviewed and a copy of the Auditor's Review Report is included within the Half-Year Financial Report which accompanies this report. The review report contains an emphasis of matter paragraph from the auditors in relation to disclosures in the Half-Year Financial Report regarding the going concern basis of preparation of the accounts and the status of the Group's operating environment.

Attachments Forming Part of Appendix 4D

Attachment #	Details
1	Half-Year Financial Report
2	Audit Review Report

Signed By (Director/Company Secretary)	
Print Name	BRENDEN MITCHELL
Date	21 FEBRUARY 2017