

Other Information
Financial history

	\$ million				
	2017	2016	2015	2014	2013
Summary income statement					
Continuing operations					
Revenue	454.8	457.9	477.1	457.2	413.5
Cost of sales	(129.8)	(133.6)	(145.3)	(140.9)	(126.7)
Gross profit	325.0	324.3	331.8	316.3	286.8
Product development	(103.0)	(111.7)	(118.3)	(115.4)	(100.5)
Selling and marketing	(116.8)	(125.4)	(127.2)	(113.5)	(96.6)
Administration	(46.3)	(40.7)	(44.2)	(41.4)	(39.6)
Other items	(15.2)	(87.6)	(32.0)	(22.3)	(11.0)
Operating profit/(loss)	43.7	(41.1)	10.1	23.7	39.1
Share of loss of associate	–	(4.5)	(0.4)	–	–
Net finance income/(costs)	0.3	(0.4)	(0.1)	0.4	–
Gain on divestment	2.6	–	–	–	–
Profit/(loss) before tax	46.6	(46.0)	9.6	24.1	39.1
Tax	(17.6)	3.7	3.9	(3.5)	(6.4)
Profit/(loss) from continuing operations after tax	29.0	(42.3)	13.5	20.6	32.7
Discontinued operations	–	–	–	–	–
Profit/(loss) for the year	29.0	(42.3)	13.5	20.6	32.7
Summary balance sheet					
Intangible assets	163.6	169.8	251.6	273.3	198.8
Property, plant and equipment	42.3	47.3	51.1	52.2	39.6
Working capital (excluding cash and deferred tax)	5.5	15.6	8.8	13.9	(10.8)
Operating assets	211.4	232.7	311.5	339.4	227.6
Investment in associate	–	–	4.6	–	–
Net funds including long-term cash	128.4	96.2	102.1	99.8	216.3
Provisions and other liabilities	(6.8)	(6.8)	(11.3)	(8.3)	(6.5)
Deferred tax	23.1	33.0	25.0	18.0	18.3
Defined benefit pension plan deficit	(2.8)	(13.5)	(19.8)	(14.5)	(3.3)
Net assets	353.3	341.6	412.1	434.4	452.4
Total equity	353.3	341.6	412.1	434.4	452.4
Summary cash flows					
Cash flow from operating activities	69.3	42.7	60.4	41.7	67.4
Net interest received	0.6	0.3	0.4	0.6	0.8
Net capital expenditure	(13.5)	(17.1)	(25.5)	(31.6)	(24.3)
Free cash flow	56.4	25.9	35.3	10.7	43.9
Acquisitions and disposals and investment in associate	(2.7)	(2.7)	(6.7)	(85.9)	–
Share capital and share repurchase	–	–	0.1	(16.4)	(54.5)
Dividends paid	(24.6)	(24.2)	(23.5)	(22.2)	(22.2)
Transfer from long-term deposit and loan repayment	–	–	(0.1)	–	0.3
Net increase/(decrease) in cash and cash equivalents	29.1	(1.0)	5.1	(113.8)	(32.5)

	\$ million				
	2017	2016	2015	2014	2013
Other information – continuing operations					
Expenditure on property, plant and equipment	14.9	17.3	26.5	33.8	22.9
Depreciation	18.0	19.1	25.0	19.7	16.5
Product development	103.0	111.7	118.3	115.4	100.5
Share information					
Earnings/(loss) per share from continuing operations (cents)					
Basic	4.75	(6.93)	2.18	3.35	5.10
Diluted	4.71	(6.93)	2.17	3.35	5.09
Adjusted basic ^{1,2}	7.55	5.29	5.00	5.82	5.71
Dividend per Ordinary Share (cents)	4.08	3.89	3.89	3.89	3.54
Special dividend per Ordinary Share (cents)	5.00	–	–	–	–
Fully paid Ordinary Shares in issue at year end (number, million)	611.7	611.7	611.7	611.7	621.4
Segmental analysis – continuing operations					
Revenue³					
Networks & Security	261.0	262.2	239.2		
Lifecycle Service Assurance	109.2	99.2	112.2		
Connected Devices	84.6	96.5	125.7		
	454.8	457.9	477.1	457.2	413.5
Adjusted operating profit³					
Networks & Security	43.9	47.2	34.6		
Lifecycle Service Assurance	17.9	11.2	17.7		
Connected Devices	5.2	(4.4)	(4.4)		
Corporate – non-segmental	(8.1)	(7.5)	(5.8)	(6.3)	(5.9)
Adjusted operating profit ¹	58.9	46.5	42.1	46.0	50.1
Exceptional items	(6.7)	(4.8)	(12.5)	(4.1)	(3.8)
Acquisition related costs	–	–	(0.1)	(3.8)	–
Acquired intangible asset amortisation	(6.3)	(12.9)	(14.8)	(12.7)	(8.4)
Goodwill and acquired intangible asset impairment	–	(69.1)	(3.8)	(1.0)	–
Share-based payment	(2.2)	(0.8)	(0.8)	(0.7)	1.2
Operating profit/(loss)	43.7	(41.1)	10.1	23.7	39.1
Geographical information – continuing operations					
Revenue by market					
Americas	248.6	254.1	268.1	245.0	228.2
Asia Pacific	160.2	149.3	148.2	142.5	132.2
Europe, Middle East and Africa	46.0	54.5	60.8	69.7	53.1
	454.8	457.9	477.1	457.2	413.5

Notes

1. Before exceptional items, acquisition related costs, acquired intangible asset amortisation, goodwill and acquired intangible asset impairment and share-based payment.
2. Before impairment of investment in associate, items in note 1, tax effect of items in note 1, revaluation of deferred tax assets due to US tax reform and prior year tax.
3. Restated operating segment information is not available for corresponding amounts prior to 2015.