

FINANCIAL HISTORY

	\$ million				
	2018	Restated ¹ 2017	Restated ¹ 2016	2015	2014
Summary income statement					
Continuing operations					
Revenue	476.9	454.8	457.9	477.1	457.2
Cost of sales	(132.4)	(129.8)	(133.6)	(145.3)	(140.9)
Gross profit	344.5	325.0	324.3	331.8	316.3
Product development	(96.9)	(103.0)	(111.7)	(118.3)	(115.4)
Selling and marketing	(123.9)	(116.8)	(125.4)	(127.2)	(113.5)
Administration	(46.6)	(46.3)	(40.7)	(44.2)	(41.4)
Other items	(19.6)	(15.2)	(87.6)	(32.0)	(22.3)
Operating profit/(loss)	57.5	43.7	(41.1)	10.1	23.7
Share of loss of associate	-	-	(4.5)	(0.4)	-
Net finance income/(costs)	1.3	0.3	(0.4)	(0.1)	0.4
Gain on divestment	2.4	2.6	-	-	-
Profit/(loss) before tax	61.2	46.6	(46.0)	9.6	24.1
Tax	(5.4)	(17.6)	3.7	3.9	(3.5)
Profit/(loss) for the year	55.8	29.0	(42.3)	13.5	20.6
Summary balance sheet					
Intangible assets	158.0	163.6	169.8	251.6	273.3
Property, plant and equipment	36.1	42.3	47.3	51.1	52.2
Working capital (excluding cash and deferred tax)	33.2	10.2	18.9	8.8	13.9
Operating assets	227.3	216.1	236.0	311.5	339.4
Investment in associate	-	-	-	4.6	-
Net funds including long-term cash	121.6	128.4	96.2	102.1	99.8
Provisions and other liabilities	(14.0)	(6.8)	(6.8)	(11.3)	(8.3)
Deferred tax	22.0	22.9	32.8	25.0	18.0
Defined benefit pension plan deficit	(1.6)	(6.5)	(15.8)	(19.8)	(14.5)
Net assets	355.3	354.1	342.4	412.1	434.4
Total equity	355.3	354.1	342.4	412.1	434.4
Summary cash flows					
Cash flow from operating activities	60.2	69.3	42.7	60.4	41.7
Net interest received	1.3	0.6	0.3	0.4	0.6
Net capital expenditure	(10.6)	(13.5)	(17.1)	(25.5)	(31.6)
Free cash flow	50.9	56.4	25.9	35.3	10.7
Acquisitions and disposals and investment in associate	1.8	(2.7)	(2.7)	(6.7)	(85.9)
Share capital, share repurchase and ESOT	(2.5)	-	-	0.1	(16.4)
Dividends paid	(54.8)	(24.6)	(24.2)	(23.5)	(22.2)
Transfer from long-term deposit and loan repayment	-	-	-	(0.1)	-
Net (decrease)/increase in cash and cash equivalents	(4.6)	29.1	(1.0)	5.1	(113.8)

	\$ million				
	2018	2017	2016	2015	2014
Other information - continuing operations					
Expenditure on property, plant and equipment	12.0	14.9	17.3	26.5	33.8
Depreciation	16.5	18.0	19.1	25.0	19.7
Product development	96.9	103.0	111.7	118.3	115.4
Share information					
Earnings/(loss) per share from continuing operations (cents)					
Basic	9.14	4.75	(6.93)	2.18	3.35
Diluted	9.05	4.71	(6.93)	2.17	3.35
Adjusted basic ^{2,3}	10.86	7.55	5.29	5.00	5.82
Dividend per Ordinary Share (cents)	4.49	4.08	3.89	3.89	3.89
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	611.7
Segmental analysis - continuing operations					
Revenue⁴					
Networks & Security	285.1	261.0	262.2	239.2	
Lifecycle Service Assurance	112.8	109.2	99.2	112.2	
Connected Devices	79.0	84.6	96.5	125.7	
	476.9	454.8	457.9	477.1	457.2
Adjusted operating profit⁴					
Networks & Security	56.4	43.9	47.2	34.6	
Lifecycle Service Assurance	17.4	17.9	11.2	17.7	
Connected Devices	10.5	5.2	(4.4)	(4.4)	
Corporate - non-segmental	(7.2)	(8.1)	(7.5)	(5.8)	(6.3)
Adjusted operating profit ²	77.1	58.9	46.5	42.1	46.0
Exceptional items	(13.1)	(6.7)	(4.8)	(12.5)	(4.1)
Acquisition related costs	-	-	-	(0.1)	(3.8)
Acquired intangible asset amortisation	(3.7)	(6.3)	(12.9)	(14.8)	(12.7)
Goodwill and acquired intangible asset impairment	-	-	(69.1)	(3.8)	(1.0)
Share-based payment	(2.8)	(2.2)	(0.8)	(0.8)	(0.7)
Operating profit/(loss)	57.5	43.7	(41.1)	10.1	23.7
Geographical information - continuing operations					
Revenue by market					
Americas	265.4	248.6	254.1	268.1	245.0
Asia Pacific	159.1	160.2	149.3	148.2	142.5
Europe, Middle East and Africa	52.4	46.0	54.5	60.8	69.7
	476.9	454.8	457.9	477.1	457.2

Notes

- Balance sheet has been restated for the adoption of IFRS 15 on 1 January 2018, as per note 37 of Notes to the consolidated financial statements. Deferred compensation balance has been reclassified from trade and other payables to defined benefit pension plan deficit, as per note 2 of Notes to the consolidated financial statements.
- Before exceptional items, acquisition related costs, acquired intangible asset amortisation, goodwill and acquired intangible asset impairment and share-based payment.
- Before gain on divestment, impairment of investment in associate, items in note 2, tax effect of items in note 2, revaluation of deferred tax assets due to US tax reform (in 2017) and prior year tax.
- Restated operating segment information is not available for corresponding amounts prior to 2015.