Euromoney Institutional Investor PLC

Preliminary Statement

September 30 2016

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November 24 2016

Headlines	**2016**	**2015**	**Change**
Total revenue	**£403.1 m**	£403.4 m	-
Adjusted results			
• Adjusted operating profit	**£101.4 m**	£104.2 m	(3%)
• Adjusted profit before tax	**£102.5 m**	£107.8 m	(5%)
• Adjusted diluted earnings a share	**66.5 p**	70.1 p	(5%)
Statutory results			
• Operating profit	**£47.4 m**	£123.1 m	
• Profit before tax	**£43.9 m**	£123.3 m	
• Diluted earnings a share	**24.3 p**	83.4 p	
Net cash	**£83.8 m**	£17.7 m	£66.1m
Final dividend	**16.4 p**	16.4 p	-

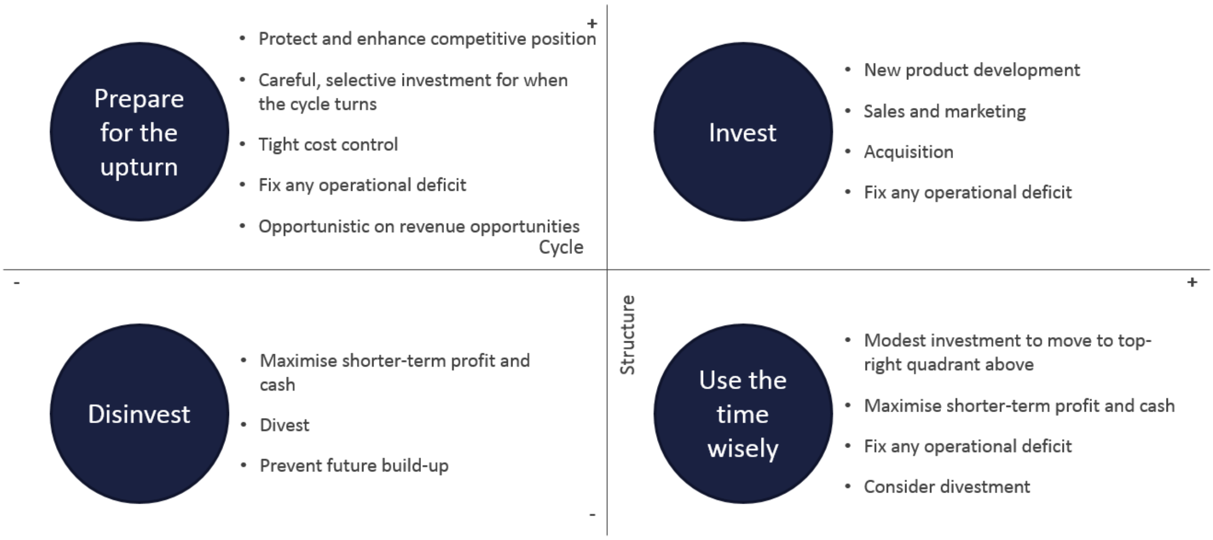
A detailed reconciliation of the group's adjusted and underlying results are set out in the appendix to this statement.

Headlines

- Strategy on track
- Performance in line with Board's expectations despite continuing tough trading conditions for some businesses
- Benefits from a strong dollar allowed accelerated investment in strategy
- Strategy delivering a return to robust subscription growth
- Total revenues flat on last year, underlying 4% down
- Adjusted profit before tax down 5% to £102.5m
- Decrease in statutory profit before tax due to exceptional charge of £37.3m (2015: exceptional gain £33.4m)
- Underlying operating cash conversion of 105%. Net cash at September 30 of £83.8m.
- Final dividend unchanged at 16.4p

Commenting on the results, Andrew Rashbass, CEO said: "The strategy we unveiled in March is working. It's a tough environment for our customers, and therefore for us, but we are beginning to see the results of the strategy, for instance in the acceleration in subscription growth, which constituted a record 58% of our business in 2016, and in the flow of successful product launches. Focusing the company on delivering growth through investing in areas of opportunity and disinvesting from areas that are structurally and cyclically challenged remains my priority. Our return to acquiring excellent businesses, like FastMarkets, after a break from acquisitions in 2015, also increases my optimism about the future. Despite lower year-on-year profits, our strong balance sheet means that we are recommending to shareholders that we maintain the dividend at 2015 levels. This is a mark of our measured confidence about the future."

Strategy
At the Investor Day in March 2016, we presented the new strategy for Euromoney. We categorise our businesses into four quadrants depending on the position in the business cycle of their customers and the strength of their business model and take necessary actions in each quadrant as follows:



This leads to three pillars of strategic activity:

1. Investing around big themes such as the information and services to support the asset management industry, price discovery and others.

2. Ensuring an effective operating model that marries the best of the company's entrepreneurial culture (closeness to customers, passion for brands, knowledge of products and accountability for revenue and profit) with, for example, modern marketing techniques, group-wide talent management, seeking economies of, and opportunities from, scale and adopting a strategic approach to developing each business.

3. Actively managing the portfolio, disinvesting in businesses where the market is weak and the business model structurally challenged and investing where the businesses are structurally strong and there are market tailwinds.

Progress with implementing the strategy has been good, partly because the organisation has adopted the strategy more effectively and more quickly than we had assumed and partly because we have been able to use the benefits of the strong dollar compared with sterling to accelerate investment while still delivering results in line with Board's expectations. This is despite tougher trading conditions than we had expected during the year and our bottom-left businesses performing worse than we had forecast 12 months ago.

Our three-pillar and four-quadrant strategy helped to identify the businesses that were dragging us backwards and the businesses where we have the greatest opportunities. We began to deal with the former and invest in the latter. We have removed the bottom-left profit drag from Gulf Publishing and Petroleum Economist (which we sold) and from Euromoney Learning Solutions (which we restructured). In addition, we began to reduce any operational deficit (as we call it) to get as many of our businesses as possible performing better (introducing, for example, sophisticated pricing policies and market-led product development techniques).

With this new focus on market-led product development, we launched numerous new products. Some examples:

- BCA research reports and analysis on US equities, US Equity Trading strategy and US Technology sector strategy;
- Institutional Investor RIA and European Alternative Investment Institutes created;
- Institutional Investor Research All-America Trading Team survey and rankings;
- Ned Davis Research research data solutions with access to all NDR's data and charts and Explorer which provides interactive content distribution; and
- Airfinance database and fleet analysis tools for Airfinance Fleet Analyst.

As well as disposals, we have become more active once again in our search for excellent businesses to add to our existing ones but with a greater focus on their strategic fit than before. During the year, we acquired FastMarkets, a metals news and prices platform which becomes part of the Metal Bulletin Group and accelerates its strategy of becoming the leading metals price reporting agency. We also bought Reinsurance Security, which rates reinsurance companies, and which now sits alongside, and complements, Insurance Insider. We also acquired a fleet database which now sits at the heart of our fleet-valuation toolset.

The continuing strong cash generation – conversion of adjusted operating profit to cash in the year at 105% continues our decades-long record – shows that, in the face of tough market conditions, the business can be both strategic and tightly and effectively managed.

Priorities for 2017

In the year ahead we expect to continue to implement the strategy, investing in our big themes, making sure we have an effective operating model which combines Euromoney's entrepreneurial culture with a more strategic approach, sharing best practice and achieving economies of scale. We will continue to manage the portfolio actively, buying where we see value-creating and strategically sensible opportunities to do so and selling when we believe a business is more valuable to someone else than to us.

Outlook

We do not expect markets to improve in the year ahead and our plans are built around them not doing so. We said at the Investor Day, that our strategy would not change the trajectory in 2016; that we expected, subject to the usual caveats, to return to growth in 2018; and that 2017 would be a year of transition. This remains our view.

Operating and Financial Review

Trading and business review
Total revenue for the year of £403.1m was in line with 2015. The pressures on banking and finance and on commodity events, which together constituted 26% of revenue, continued to offset the improving performance in the group's businesses focused on price discovery, data and market intelligence and those serving the asset management sector. Trading conditions have remained challenging throughout the year, but the group is starting to reap the benefits from strategic initiatives focussed on new products, pricing and sales. On a reported basis, the drag from businesses in the disinvest quadrant has been offset by favourable exchange rates. Underlying revenue decreased by 4%.

Revenue (£m)*	Subscriptions/ Content		Advertising		Sponsorship		Delegates		Other		**Total**	
Asset management	132.0	2%	14.3	(7%)	14.3	1%	3.7	6%	0.2	(25%)	**164.5**	**1%**
Pricing, data and market intelligence	89.9	2%	15.2	(10%)	11.1	(6%)	17.2	1%	1.4	-	**134.9**	**-**
Banking and finance	10.5	(6%)	9.8	(17%)	29.9	-	22.9	(22%)	1.5	(50%)	**74.6**	**(13%)**
Commodity events	N/A		N/A		5.7	(12%)	22.9	(19%)	0.6	(19%)	**29.3**	**(18%)**
	232.4	**1%**	**39.3**	**(11%)**	**61.0**	**(2%)**	**66.8**	**(14%)**	**3.7**	**(32%)**	**403.2**	**-**
Sold/closed businesses											5.1	**-**
Foreign exchange losses on forward contracts											(5.2)	**-**
Total revenue											**403.1**	**(4%)**

* Figures are 2016 reported revenues and percentages are underlying growth rates.

Underlying subscriptions and content revenues increased by 1%. Asset management subscription revenues were up an underlying 2% largely from the strategic initiatives undertaken for new products, pricing and sales. Institutional Investor's subscription-based memberships performed strongly throughout 2016, while BCA and NDR ended the year on a positive note with Q4 performance showing encouraging signs of returning to growth. Pricing, data and market intelligence subscription revenues were up an underlying 2% reflecting strong performances from the group's insurance and financial data businesses together with the emerging market information and data provider, CEIC.

Underlying advertising revenues remained weak and declined by 11%. The largest decline was felt by the group's banking and finance businesses, reflecting the cost pressures on global investment banks.

Underlying event revenues fell by 9%, with the banking and finance and commodity events segments creating a significant drag on revenue growth due to the structural and cyclical headwinds in those markets. The steep first half decline of 13% was followed by a lower rate of decline of 4% in the second, reflecting easier comparatives after the commodities crisis in the first half of 2015. Underlying event sponsorship was down 2%. Large events, particularly in the structured finance and telecoms sectors, remained robust but smaller events fared less well. Underlying delegate revenues fell by 14%, largely due to weakness in the financial training business. Following a strategic review, the decision was taken to focus on in-house training and reduce significantly the number of public training courses held. Revenue from event delegates (excluding the drag from training) fell by an underlying 2% in the second half after a 13% decline in the first.

The adjusted operating margin fell from 25.8% to 25.2% due to the accelerated investment in the strategy. The drag from the bottom-left-quadrant businesses was offset by the favourable currency mix. Adjusted operating profit fell by £2.8m to £101.4m.

Adjusted and statutory results
Adjusted profit before tax decreased by 5% to £102.5m, consistent with the fall in adjusted operating profit and the adjusted diluted earnings per share also fell by a similar amount. Underlying adjusted profit before tax fell by 13%.

The statutory profit before tax of £43.9m is lower than the adjusted profit before tax due to exceptional items of £37.3m and acquired intangible amortisation of £16.7m. The exceptional items mostly arise from goodwill impairment charges, an overseas sales tax dispute and restructuring costs associated with the group's strategic review in 2016, partly offset by profits realised on businesses sold during the period. A detailed reconciliation of the group's adjusted and statutory results is set out in the appendix to this statement.

Tax
The adjusted effective tax rate based on adjusted profit before tax and excluding deferred tax movements on intangible assets, prior year items and exceptional items is 18% (2015: 18%). The group continues to benefit from reductions in the UK corporate tax rate and the tax effects of acquisitions made prior to July 2015. The tax rate in each year depends mainly on the geographic mix of profits and applicable tax rates. The group's reported effective tax rate increased to 29% compared to 14% in 2015. A reconciliation is set out in note 5 to this statement.

Net cash, cash flow and dividend
Net cash at September 30 2016 was £83.8m compared with £55.9m at March 31 and £17.7m at last year end. This balance sheet position reflects the group's strong operating cash flows, as well as the £14.4m proceeds from the redemption of preference shares as part of the Dealogic transaction and the £10.8m cash consideration from the disposal of Gulf Publishing and Petroleum Economist. This was offset by acquisition spend of £14.3m for FastMarkets and Reinsurance Security. The underlying operating cash conversion rate was 105% (2015: 104%).

In April 2016, the group extended its $160m multi-currency borrowing facility from DMGT, the group's parent, to November 2018 (see Consolidated Statement of Cash Flows). The group has no significant outstanding acquisition commitments payable in 2017.

The company's policy is to distribute a third of its adjusted after-tax earnings by way of dividends. Although adjusted earnings have declined, the company's strong balance sheet means the board is able to recommend an unchanged final dividend of 16.4p a share to be paid to shareholders on February 9 2017, giving a total dividend for the year of 23.4p a share (2015: 23.4p).

Currency
The group generates approximately two thirds of both its revenues, including approximately a third of its UK revenues, and profit before tax in US dollars. The exposure to US dollar revenues in its UK businesses is hedged using forward contracts to sell US dollars, which delays the impact of movements in exchange rates for at least a year. However, the group does not hedge the foreign exchange risk on the translation of overseas profits.

The average sterling-US dollar rate for the year to September 30 was $1.41 (2015: $1.55). This improved headline revenue growth rates for the year by approximately five percentage points and adjusted profit before tax by £6.7m. Each one cent movement in the US dollar rate has an impact on profits on translation of approximately £0.6m on an annualised basis. The group also benefitted from the revaluation of non-sterling denominated balance sheet items resulting in a gain of £1.9m (2015: £2.5m loss).

Further trading updates
Further coverage of these full-year results will be provided to analysts at a presentation starting at 9am on November 24 at the offices of UBS. The group intends to provide a brief 2017 first-quarter trading update on January 26.

END

For further information, please contact:

Euromoney Institutional Investor PLC
Colin Jones, Finance Director: +44 20 7779 8666; cjones@euromoneyplc.com

FTI Consulting
Charles Palmer: +44 20 3727 1400; charles.palmer@fticonsulting.com

NOTE TO EDITORS
Euromoney Institutional Investor PLC (www.euromoneyplc.com) is listed on the London Stock Exchange and is a member of the FTSE 250 share index. It is an international business-to-business media group focused primarily on the asset management, banking and commodities sectors under brands including Euromoney, Institutional Investor and Metal Bulletin. It is a leading provider of economic and investment research and data under brands including BCA Research, Ned Davis Research, and the emerging market information providers, EMIS and CEIC. The group also runs an extensive portfolio of events for the financial and commodities markets. Its main offices are in London, New York, Montreal, Hong Kong and Sofia, and more than a third of its revenues are derived from emerging markets.

Appendix to Preliminary Statement

Reconciliation of Consolidated Income Statement to adjusted results for the year ended September 30 2016
The directors believe that the adjusted profit and earnings per share measures provide additional useful information for shareholders to evaluate the performance of the business. The group's non-IFRS measures are intended to remove from reported earnings volatility associated with the following types of one-off income and charges:

Adjusted figures are presented before the impact of amortisation of acquired intangible assets (comprising trademarks and brands, databases and customer relationships), exceptional items, share of associates and joint ventures' acquired intangibles amortisation, exceptional items and tax, and net movements in deferred consideration and acquisition commitments. In respect of earnings, adjusted amounts reflect a tax rate that includes the current tax effect of the goodwill and intangible assets. Many of the group's acquisitions, particularly in the US, give rise to significant tax savings as the amortisation of goodwill and intangible assets on acquisition is deductible for tax purposes. The group considers that the resulting adjusted effective tax rate is therefore more representative of its tax payable position. Further analysis of the adjusting items is presented in notes 3, 4, 5, 7, 9 and 10 to the Preliminary Statement.

The group has consistently applied this definition of adjusted measures as it has reported on its financial performance in the past and it is the group's intention to continue to consistently apply this definition in the future.

Underlying results
When assessing the performance of our businesses, the board considers the adjusted results. The year-on-year change in adjusted results may not, however, be a fair like-for-like comparison as there are a number of factors which can influence growth rates but which do not reflect underlying performance.

When calculating underlying growth, adjustments are made to give a like-for-like comparison. For example, the adjusted results in 2016 benefitted from the strengthening of the US dollar relative to sterling. To calculate underlying growth, the prior year comparatives are restated using 2016 exchange rates. Similarly, adjustments are made to exclude acquisitions and disposals from both years. The timing of events can also be a distortion. To give a fair like-for-like comparison when calculating underlying growth, biennial events are excluded from the year in which they were held.

The reconciliation below sets out the adjusted and underlying results of the group and the related adjustments to the statutory Income Statement that the directors consider necessary to provide useful information about the group's trading performance.

2016		**Statutory**	**Adjusted**			**Underlying**			
	Notes	**£m**	**Adjust-ments £m**	**Adjusted £m**	**Year-on year %**	**M&A £m**	**Timing differences £m**	**Underlying £m**	**Year-on year %**
Total revenue	2	**403.1**	**-**	**403.1**	**-**	**(5.5)**	**(4.5)**	**393.1**	**(4%)**
Adjusted operating profit	2	**101.4**	**-**	**101.4**	**(3%)**	**(0.2)**	**(2.2)**	**99.0**	**(11%)**
Acquired intangible amortisation	9	**(16.7)**	**16.7**	**-**		**-**	**-**	**-**	
Long-term incentive credit		**-**	**-**	**-**		**-**	**-**	**-**	
Exceptional items	3	**(37.3)**	**37.3**	**-**		**-**	**-**	**-**	
Operating profit		**47.4**	**54.0**	**101.4**	**(5%)**	**(0.2)**	**(2.2)**	**99.0**	**(13%)**
Share of results in associates and joint ventures	10	**(1.8)**	**4.0**	**2.2**		**-**	**-**	**2.2**	
Finance income	4	**0.7**	**-**	**0.7**		**-**	**-**	**0.7**	
Finance expense	4	**(2.4)**	**0.6**	**(1.8)**		**-**	**-**	**(1.8)**	
Net finance (costs)/income	4	**(1.7)**	**0.6**	**(1.1)**		**-**	**-**	**(1.1)**	
Profit before tax		**43.9**	**58.6**	**102.5**	**(5%)**	**(0.2)**	**(2.2)**	**100.1**	**(13%)**
Tax expense on profit	5	**(12.9)**	**(5.2)**	**(18.1)**					
Profit for the year		**31.0**	**53.4**	**84.4**					
Attributable to:									
Equity holders of the parent		**30.7**	**53.4**	**84.1**					
Equity non-controlling interests		**0.3**	**-**	**0.3**					
		31.0	**53.4**	**84.4**					
Diluted earnings per share	7	**24.29p**	**42.22p**	**66.51p**					

2015	Notes	Statutory £m	Adjusted Adjust-ments £m	Adjusted Adjusted £m	Underlying M&A £m	Underlying Foreign exchange £m	Underlying Underlying £m
Total revenue	2	403.4	-	403.4	(13.7)	18.1	407.8
Adjusted operating profit	2	104.2	-	104.2	(4.4)	11.1	110.9
Acquired intangible amortisation	9	(17.0)	17.0	-	-	-	-
Long-term incentive credit		2.5	-	2.5	-	-	2.5
Exceptional items	3	33.4	(33.4)	-	-	-	-
Operating profit		123.1	(16.4)	106.7	(4.4)	11.1	113.4
Share of results in associates and joint ventures	10	(0.3)	2.7	2.4	-	-	2.4
Finance income	4	5.1	(4.7)	0.4	-	-	0.4
Finance expense	4	(4.6)	2.9	(1.7)	-	-	(1.7)
Net finance income/(costs)	4	0.5	(1.8)	(1.3)	-	-	(1.3)
Profit before tax		123.3	(15.5)	107.8	(4.4)	11.1	114.5
Tax expense on profit	5	(17.6)	(1.3)	(18.9)			
Profit for the year		105.7	(16.8)	88.9			
Attributable to:							
Equity holders of the parent		105.5	(16.8)	88.7			
Equity non-controlling interests		0.2	-	0.2			
		105.7	(16.8)	88.9			
Diluted earnings per share	7	83.38	(13.26)	70.12			

Cash conversion	**2016 £m**	2015 £m
Adjusted operating profit	**101.4**	104.2
Cash generated from operations	**103.8**	109.5
Exceptional items	**3.7**	3.2
Other working capital movements	**(1.4)**	(4.3)
Underlying cash generated from operations	**106.1**	108.4
Cash conversion %	**102%**	105%
Underlying cash conversion %	**105%**	104%

Cash conversion measures the percentage by which cash generated from operations covers adjusted operating profit. The underlying basis is after adjusting for significant timing differences affecting the movement on working capital and exceptional items. Exceptional items are the payments relating to the strategic review including one-off acquisition and integration costs, the major reorganisation of certain businesses and other professional fees relating to development of the group's new strategy. The other working capital movements relate to the favourable effect of the rent-free period in the London offices. The 2015 underlying cash conversion has been restated for the impact of exceptional items.

Consolidated Income Statement
for the year ended September 30 2016

	Notes	2016 £000	2015 £000
Total revenue	2	**403,112**	403,412
Operating profit before acquired intangible amortisation, long-term incentive credit and exceptional items	2	**101,450**	104,234
Acquired intangible amortisation	9	**(16,733)**	(17,027)
Long-term incentive credit		**-**	2,490
Exceptional items	3	**(37,264)**	33,421
Operating profit		**47,453**	123,118
Share of results in associates and joint ventures	10	**(1,823)**	(381)
Finance income	4	**694**	5,127
Finance expense	4	**(2,402)**	(4,579)
Net finance (costs)/income	4	**(1,708)**	548
Profit before tax		**43,922**	123,285
Tax expense on profit	5	**(12,909)**	(17,599)
Profit for the year		**31,013**	105,686
Attributable to:			
Equity holders of the parent		**30,744**	105,444
Equity non-controlling interests		**269**	242
		31,013	105,686
Basic earnings per share	7	**24.31p**	83.42p
Diluted earnings per share	7	**24.29p**	83.38p
Adjusted basic earnings per share	7	**66.57p**	70.16p
Adjusted diluted earnings per share	7	**66.51p**	70.12p
Dividend per share (including proposed dividends)	6	**23.40p**	23.40p

A detailed reconciliation of the group’s statutory results to the adjusted results is set out in the appendix to the Preliminary Statement on page 5.

Consolidated Statement of Comprehensive Income

for the year ended September 30 2016

	2016 £000	2015 £000
Profit for the year	**31,013**	105,686
Items that may be reclassified subsequently to profit or loss:		
Change in fair value of cash flow hedges	**(5,202)**	(5,000)
Transfer of gains on cash flow hedges from fair value reserves to Income Statement:		
Foreign exchange (losses)/gains in total revenue	**(819)**	1,657
Foreign exchange losses in operating profit	**(1,214)**	(375)
Net exchange differences on translation of net investments in overseas subsidiary undertakings	**86,984**	24,305
Net exchange differences on foreign currency loans	**(43,401)**	(8,788)
Translation reserves recycled to Income Statement	**(636)**	-
Tax on items that may be reclassified	**1,437**	581
Items that will not be reclassified to profit or loss:		
Actuarial (losses)/gains on defined benefit pension schemes	**(7,215)**	2,421
Tax credit/(charge) on actuarial losses/gains on defined benefit pension schemes	**1,227**	(484)
Other comprehensive income for the year	**31,161**	14,317
Total comprehensive income for the year	**62,174**	120,003
Attributable to:		
Equity holders of the parent	**60,575**	119,429
Equity non-controlling interests	**1,599**	574
	62,174	120,003

Consolidated Statement of Financial Position

as at September 30 2016

	Notes	2016 £000	2015 £000
Non-current assets			
Intangible assets			
Goodwill	9	**396,105**	381,993
Other intangible assets	9	**155,034**	149,386
Property, plant and equipment		**10,472**	9,171
Investment in associates	10	**29,810**	32,437
Investment in joint ventures	10	**215**	30
Available-for-sale investments	10	**5,835**	5,835
Deferred consideration	13	**526**	258
Deferred tax assets		**3,886**	20
Derivative financial instruments		**9**	9
		601,892	579,139
Current assets			
Trade and other receivables		**73,491**	69,840
Preference shares		**-**	13,546
Deferred consideration		**-**	331
Current income tax assets		**7,112**	7,712
Group relief receivable		**121**	515
Cash deposit with DMGT group company		**73,639**	9,799
Cash and cash equivalents (excluding bank overdrafts)		**10,561**	8,889
Derivative financial instruments		**410**	1,313
Total assets of businesses held for sale	8	**5,013**	-
		170,347	111,945
Current liabilities			
Acquisition commitments	13	**(326)**	-
Deferred consideration	13	**(480)**	-
Trade and other payables		**(23,866)**	(24,011)
Current income tax liabilities		**(21,905)**	(15,843)
Accruals		**(73,375)**	(55,743)
Deferred income		**(113,446)**	(106,165)
Loan notes		**(185)**	(267)
Bank overdrafts		**(233)**	(741)
Derivative financial instruments		**(9,671)**	(3,346)
Provisions		**(353)**	(835)
Total liabilities of businesses held for sale	8	**(5,549)**	-
		(249,389)	(206,951)
Net current liabilities		**(79,042)**	(95,006)
Total assets less current liabilities		**522,850**	484,133
Non-current liabilities			
Acquisition commitments	13	**(11,445)**	(9,171)
Other non-current liabilities		**(486)**	(641)
Preference shares		**(10)**	(10)
Deferred income		**(5,340)**	(5,964)
Deferred tax liabilities		**(14,179)**	(18,424)
Net pension deficit		**(9,995)**	(1,973)
Derivative financial instruments		**(778)**	(661)
Provisions		**(3,116)**	(2,345)
		(45,349)	(39,189)
Net assets		**477,501**	444,944
Shareholders' equity			
Called up share capital	12	**321**	320
Share premium account		**102,835**	102,557
Other reserve		**64,981**	64,981
Capital redemption reserve		**8**	8
Own shares		**(21,005)**	(21,582)
Reserve for share-based payments		**37,334**	37,169
Fair value reserve		**(34,741)**	(27,506)
Translation reserve		**95,037**	53,420
Retained earnings		**224,218**	228,823
Equity shareholders' surplus		**468,988**	438,190
Equity non-controlling interests		**8,513**	6,754
Total equity		**477,501**	444,944

Approved by the board on November 24 2016.

Consolidated Statement of Changes in Equity

for the year ended September 30 2016

	Share capital £000	Share premium account £000	Other reserve £000	Capital redemp-tion reserve £000	Own shares £000	Reserve for share-based pay-ments £000	Fair value reserve £000	Trans-lation reserve £000	Retained earnings £000	Total £000	Non-control-ling interests £000	Total equity £000
At September 30 2014	320	102,011	64,981	8	(21,582)	39,158	(22,259)	36,706	149,564	348,907	7,616	356,523
Profit for the year	-	-	-	-	-	-	-	-	105,444	105,444	242	105,686
Other comprehensive (expense)/income for the year	-	-	-	-	-	-	(5,247)	16,714	2,518	13,985	332	14,317
Total comprehensive income for the year	-	-	-	-	-	-	(5,247)	16,714	107,962	119,429	574	120,003
Derecognition of non-controlling interest	-	-	-	-	-	-	-	-	1,079	1,079	(1,079)	-
Adjustment arising from change in non-controlling interest	-	-	-	-	-	-	-	-	(226)	(226)	82	(144)
Credit for share-based payments	-	-	-	-	-	(1,989)	-	-	-	(1,989)	-	(1,989)
Cash dividend paid	-	-	-	-	-	-	-	-	(29,064)	(29,064)	(439)	(29,503)
Exercise of share options	-	546	-	-	-	-	-	-	-	546	-	546
Tax relating to items taken directly to equity	-	-	-	-	-	-	-	-	(492)	(492)	-	(492)
At September 30 2015	**320**	**102,557**	**64,981**	**8**	**(21,582)**	**37,169**	**(27,506)**	**53,420**	**228,823**	**438,190**	**6,754**	**444,944**
Profit for the year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**30,744**	**30,744**	**269**	**31,013**
Other comprehensive (expense)/income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**(7,235)**	**41,617**	**(4,551)**	**29,831**	**1,330**	**31,161**
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**(7,235)**	**41,617**	**26,193**	**60,575**	**1,599**	**62,174**
Recognition of acquisition commitments	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(665)**	**(665)**	**-**	**(665)**
Non-controlling interest recognised on acquisition	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**363**	**363**
Exercise of acquisition option commitments	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**40**	**40**	**(40)**	**-**
Adjustment arising from change in non-controlling interest	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(356)**	**(356)**	**228**	**(128)**
Credit for share-based payments	**-**	**-**	**-**	**-**	**-**	**742**	**-**	**-**	**-**	**742**	**-**	**742**
Cash dividend paid	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(29,592)**	**(29,592)**	**(391)**	**(29,983)**
Exercise of share options	**1**	**278**	**-**	**-**	**577**	**(577)**		**-**	**-**	**279**	**-**	**279**
Tax relating to items taken directly to equity	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(225)**	**(225)**	**-**	**(225)**
At September 30 2016	**321**	**102,835**	**64,981**	**8**	**(21,005)**	**37,334**	**(34,741)**	**95,037**	**224,218**	**468,988**	**8,513**	**477,501**

Consolidated Statement of Changes in Equity *continued*

for the year ended September 30 2016

The investment in own shares is held by the Euromoney Employees' Share Ownership Trust (ESOT) and Euromoney Employee Share Trust (EEST). The trusts waived the rights to receive dividends. Interest and administrative costs are charged to the profit and loss account of the trusts as incurred.

	2016	2015
	Number	Number
Euromoney Employees' Share Ownership Trust	**58,976**	58,976
Euromoney Employee Share Trust	**1,700,777**	1,747,631
Total	**1,759,753**	1,806,607
Nominal cost per share (p)	**0.25**	0.25
Historical cost per share (£)	**11.94**	11.95
Market value (£000)	**19,516**	17,163

The other reserve represents the share premium arising on the shares issued for the purchase of Metal Bulletin plc in October 2006.

Consolidated Statement of Cash Flows

for the year ended September 30 2016

	2016 £000	2015 £000
Cash flow from operating activities		
Operating profit	**47,453**	123,118
Long-term incentive expense/(credit)	**1,198**	(2,490)
Acquired intangible amortisation	**16,733**	17,027
Licences and software amortisation	**3,675**	2,680
Depreciation of property, plant and equipment	**2,806**	2,643
Profit on disposal of property, plant and equipment	**(4)**	(4,168)
Goodwill impairment	**26,987**	18,458
Intangibles impairment	**1,652**	-
Investment in associate impairment	**111**	-
Recognition of deficit on defined benefit scheme	**1,249**	-
Profit on disposal of associate	**-**	(2,921)
Profit on disposal of available-for-sale investment	**-**	(45,502)
Profit on disposal of business	**(7,094)**	(2,446)
Decrease in provisions	**(387)**	(1,757)
Operating cash flows before movements in working capital	**94,379**	104,642
Decrease in receivables	**1,719**	1,169
Increase in payables	**7,666**	3,641
Cash generated from operations	**103,764**	109,452
Income taxes paid	**(17,242)**	(13,670)
Group relief tax received/(paid)	**549**	(1,116)
Net cash generated from operating activities	**87,071**	94,666
Investing activities		
Dividends received from associate	**83**	123
Interest received	**699**	401
Purchase of intangible assets	**(2,402)**	(1,760)
Purchase of property, plant and equipment	**(3,231)**	(6,487)
Proceeds from disposal of property, plant and equipment	**20**	15,837
Purchase of available-for-sale investments	**-**	(5,835)
Purchase of subsidiary undertaking, net of cash acquired	**(14,092)**	-
Proceeds from disposal of business	**10,796**	40
Purchase of associates and joint venture	**(180)**	(934)
Proceeds from disposal of associate and joint venture	**-**	2,912
Proceeds from redemption of preference share capital in investment	**14,370**	-
Net cash from investing activities	**6,063**	4,297
Financing activities		
Dividends paid	**(29,592)**	(29,064)
Dividends paid to non-controlling interests	**(391)**	(439)
Interest paid	**(1,121)**	(904)
Issue of new share capital	**279**	546
Receipt/(payment) of deferred consideration	**662**	(11,558)
Purchase of additional interest in subsidiary undertakings	**(367)**	(252)
Redemption of loan notes	**(82)**	(223)
Deposit/loan repaid to DMGT group company	**(62,326)**	(56,735)
Net cash used in financing activities	**(92,938)**	(98,629)
Net increase in cash and cash equivalents	**196**	334
Cash and cash equivalents at beginning of year	**8,148**	8,571
Effect of foreign exchange rate movements	**1,984**	(757)
Cash and cash equivalents at end of year	**10,328**	8,148

Cash and cash equivalents include bank overdrafts.

Note to the Consolidated Statement of Cash Flows

Net cash	**2016**	2015
	£000	£000
At October 1	**17,680**	(37,596)
Net increase in cash and cash equivalents	**196**	334
Deposit/loan repaid to DMGT group company	**62,326**	56,735
Redemption of loan notes	**82**	223
Effect of foreign exchange rate movements	**3,498**	(2,016)
At September 30	**83,782**	17,680
Net cash comprises:		
Cash at bank and in hand	**10,561**	8,889
Bank overdrafts	**(233)**	(741)
Total cash and cash equivalents	**10,328**	8,148
Cash deposit with DMGT group company	**73,639**	9,799
Loan notes	**(185)**	(267)
Net cash	**83,782**	17,680

The group's access to debt funding is provided through a committed multi-currency revolving credit facility from Daily Mail and General Trust plc (DMGT). The total maximum borrowing capacity is US$160m (£123m). The facility was extended during the financial year and is available to the group until November 28 2018. Interest is payable on this facility at a variable rate of between 1.35% and 2.35% above LIBOR dependent on the ratio of adjusted net debt to adjusted EBITDA. The facility's covenant requires the group's net debt to be no more than three times adjusted EBITDA on a rolling 12 month basis. Failure to maintain the covenant requirement would result in the group being in breach of the facility, potentially resulting in the facility being withdrawn or impediment of management decision making by the lender. Management regularly monitors the covenant and prepares detailed forecasts to ensure that sufficient headroom is available and that the covenants are not close or potentially close to breach. At September 30 2016, the group's net cash to adjusted EBITDA was (0.76) times and the committed undrawn facility available to the group was £123m.

There is a risk that the undrawn portion of the facility, or that the additional funding, may be unavailable or withdrawn if DMGT experiences funding difficulties themselves. However, if DMGT were unable to fulfil its funding commitment to the group, the directors are confident that the group would be in a position to secure adequate external facilities, although at a higher cost of funding.

The group's strategy is to use excess operating cash to deposit with DMGT or pay down its debt. As at September 30 2016 the facility was undrawn and has not been utilised during the financial year (2015: £nil). The group generally has an annual cash conversion rate (the percentage by which cash generated from operations covers adjusted operating profit before acquired intangible amortisation and exceptional items) of 100% or more due to much of its subscription, sponsorship and delegate revenue being paid in advance. The group's operating cash conversion rate was 102%. The underlying operating cash conversion rate is 105% compared to 104% in 2015.

Notes to the Preliminary Statement

1 Basis of preparation

While the financial information contained in this preliminary announcement has been prepared in accordance with the recognition and measurement criteria of International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as adopted by the European Union, this announcement does not itself contain sufficient information to comply with IFRS.

The information for the year ended 30 September 2016 does not constitute statutory accounts for the purposes of section 435 of the Companies Act 2006. A copy of the accounts for the year ended 30 September 2015 has been delivered to the Registrar of Companies. The auditor's report on those accounts was not qualified and did not contain statements under section 498(2) or 498(3) of the Companies Act 2006. These accounts will be finalised on the basis of the financial information presented by the directors in this preliminary announcement and will be delivered to the Registrar of Companies following the company's annual general meeting.

The directors have restated the segmental information to more accurately reflect the operations and the group strategy. The group is organised into four business divisions: Asset management; Pricing, data and market intelligence; Banking and finance; and Commodity events.

Accounting policies

The consolidated financial statements have been prepared under the historical cost convention, except for the revaluation of certain financial instruments.

The same accounting policies, presentation and methods of computation are followed in these financial statements as were applied in the group's 2015 annual audited financial statements, except as described below.

- IFRS 9 'Financial Instruments' – subject to EU endorsement, the expected mandatory effective date of implementation is January 1 2018
- IFRS 15 'Revenue from Contracts with Customers' – subject to EU endorsement, the expected mandatory effective date of implementation is January 1 2018
- IFRS 16 'Leases – subject to EU endorsement, the expected mandatory effective date of implementation is January 1 2019
- Amendments to IAS 38 on Intangible Assets
- Annual Improvements 2012-2014 Cycle

Going concern

Having assessed the principal risks and the other matters discussed in connection with the viability statement, the directors consider it appropriate to adopt the going concern basis of accounting in preparing this Preliminary Statement.

2 Segmental analysis

Segmental information is presented in respect of the group's business divisions and reflects the group's management and internal reporting structure. The directors have restated the segmental information to reflect the changes in the group's operations following the implementation of the new group strategy. The group is organised into four business divisions: Asset management; Pricing, data and market intelligence; Banking and finance; and Commodity events.

Asset management and pricing, data and market intelligence consist primarily of subscription revenue. Banking and finance consists mainly of both sponsorship income and delegates revenue. Commodity events consists primarily of delegates revenue. A breakdown of the group's revenue by type is set out below.

In April 2016, the group disposed of 100% of the equity share capital of Gulf Publishing Company, Inc. (Gulf) and The Petroleum Economist Limited (PE). As a result segment information from the disposal of Gulf and PE has been reclassified as sold/closed businesses and the comparative split of divisional revenues, revenue by type and operating profits have been restated.

Analysis of the group's three main geographical areas is also set out to provide additional information on the trading performance of the businesses.

Inter-segment sales are charged at prevailing market rates and shown in the eliminations columns.

2016	Subscriptions and content £000	Advertising £000	Sponsorship £000	Delegates £000	Other £000	Total revenue £000
Revenue by division and type:						
Asset management	**131,991**	**14,285**	**14,282**	**3,745**	**232**	**164,535**
Pricing, data and market intelligence	**89,920**	**15,166**	**11,127**	**17,247**	**1,426**	**134,886**
Banking and finance	**10,456**	**9,833**	**29,895**	**22,879**	**1,500**	**74,563**
Commodity events	**45**	**10**	**5,739**	**22,902**	**565**	**29,261**
	232,412	**39,294**	**61,043**	**66,773**	**3,723**	**403,245**
Sold/closed businesses						**5,085**
Foreign exchange losses on forward contracts						**(5,218)**
Total revenue						**403,112**

2015	Subscriptions and content £000	Advertising £000	Sponsorship £000	Delegates £000	Other £000	Total revenue £000
Revenue by division and type:						
Asset management	119,905	14,159	13,183	3,266	303	150,816
Pricing, data and market intelligence	84,538	15,908	11,004	16,165	1,377	128,992
Banking and finance	10,372	11,153	27,945	28,213	2,820	80,503
Commodity events	-	-	6,363	22,453	733	29,549
	214,815	41,220	58,495	70,097	5,233	389,860
Sold/closed businesses						12,929
Foreign exchange gains on forward contracts						623
Total revenue						403,412

2 Segmental analysis *continued*

	United Kingdom		North America		Rest of World		Total	
	2016	2015	**2016**	2015	**2016**	2015	**2016**	2015
	£000	£000	**£000**	£000	**£000**	£000	**£000**	£000
Adjusted operating profit[1] by division and source:								
Asset management	**1,697**	1,055	**53,579**	50,298	**672**	611	**55,948**	51,964
Pricing, data and market intelligence	**29,835**	29,576	**9,170**	5,692	**5,292**	5,903	**44,297**	41,171
Banking and finance	**3,012**	8,432	**7,538**	7,830	**313**	1,065	**10,863**	17,327
Commodity events	**5,583**	8,938	**-**	(12)	**2,433**	40	**8,016**	8,966
Sold/closed businesses	**(85)**	1,536	**261**	2,692	**-**	(14)	**176**	4,214
Unallocated corporate costs	**(12,386)**	(15,138)	**(3,782)**	(2,535)	**(1,682)**	(1,735)	**(17,850)**	(19,408)
Operating profit before acquired intangible amortisation, long-term incentive credit and exceptional items	**27,656**	34,399	**66,766**	63,965	**7,028**	5,870	**101,450**	104,234
Acquired intangible amortisation[2] (note 9)	**(6,886)**	(6,822)	**(9,610)**	(9,645)	**(237)**	(560)	**(16,733)**	(17,027)
Long-term incentive credit	**-**	1,269	**-**	757	**-**	464	**-**	2,490
Exceptional items (note 3)	**(31,297)**	36,781	**(4,409)**	1,752	**(1,558)**	(5,112)	**(37,264)**	33,421
Operating profit	**(10,527)**	65,627	**52,747**	56,829	**5,233**	662	**47,453**	123,118
Share of results in associates and joint ventures							**(1,823)**	(381)
Finance income (note 4)							**694**	5,127
Finance expense (note 4)							**(2,402)**	(4,579)
Profit before tax							**43,922**	123,285
Tax expense (note 5)							**(12,909)**	(17,599)
Profit for the year							**31,013**	105,686

1. Operating profit before acquired intangible amortisation, long-term incentive credit and exceptional items (refer to the appendix to the Preliminary Statement).
2. Acquired intangible amortisation represents amortisation of acquisition-related non-goodwill assets such as trademarks and brands, customer relationships and databases (note 9).

	United Kingdom		North America		Rest of World		Eliminations		Total	
	2016	2015	**2016**	2015	**2016**	2015	**2016**	2015	**2016**	2015
	£000	£000	**£000**	£000	**£000**	£000	**£000**	£000	**£000**	£000
Revenue by division and source:										
Asset management	**11,327**	12,598	**151,532**	136,571	**2,531**	2,767	**(855)**	(1,120)	**164,535**	150,816
Pricing, data and market intelligence	**92,529**	88,742	**21,477**	19,410	**26,286**	25,627	**(5,406)**	(4,787)	**134,886**	128,992
Banking and finance	**43,584**	49,523	**26,828**	25,369	**5,434**	6,886	**(1,283)**	(1,275)	**74,563**	80,503
Commodity events	**20,206**	24,525	**-**	-	**9,055**	5,024	**-**	-	**29,261**	29,549
Sold/closed businesses	**1,070**	3,561	**4,122**	9,700	**-**	-	**(107)**	(332)	**5,085**	12,929
Foreign exchange (losses)/gains on forward contracts	**(5,218)**	623	**-**	-	**-**	-	**-**	-	**(5,218)**	623
Total revenue	**163,498**	179,572	**203,959**	191,050	**43,306**	40,304	**(7,651)**	(7,514)	**403,112**	403,412
Revenue by destination	**50,893**	62,228	**183,587**	172,809	**168,632**	168,375	**-**	-	**403,112**	403,412

	Acquired intangible amortisation		Long-term incentive credit		Exceptional items		Depreciation and amortisation	
	2016	2015	**2016**	2015	**2016**	2015	**2016**	2015
	£000	£000	**£000**	£000	**£000**	£000	**£000**	£000
Other segmental information by division:								
Asset management	**(10,189)**	(9,950)	**-**	324	**(10,810)**	(9,683)	**(1,458)**	(940)
Pricing, data and market intelligence	**(3,862)**	(4,470)	**-**	-	**(9,222)**	(989)	**(323)**	(275)
Banking and finance	**(209)**	(193)	**-**	-	**(280)**	(30)	**(7)**	(13)
Commodity events	**(2,186)**	(1,810)	**-**	-	**(13,056)**	(10,699)	**(65)**	(31)
Sold/closed businesses	**-**	-	**-**	-	**7,094**	2,429	**(13)**	(25)
Unallocated corporate (costs)/income	**(287)**	(604)	**-**	2,166	**(10,990)**	52,393	**(4,615)**	(4,039)
	(16,733)	(17,027)	**-**	2,490	**(37,264)**	33,421	**(6,481)**	(5,323)

2 Segmental analysis *continued*

	United Kingdom		North America		Rest of World		Total	
	2016	2015	**2016**	2015	**2016**	2015	**2016**	2015
	£000	£000	**£000**	£000	**£000**	£000	**£000**	£000
Non-current assets (excluding derivative financial instruments, deferred consideration and deferred tax assets)								
by location:								
Goodwill	**99,751**	122,037	**288,680**	253,560	**7,674**	6,396	**396,105**	381,993
Other intangible assets	**66,519**	64,773	**86,972**	83,913	**1,543**	700	**155,034**	149,386
Property, plant and equipment	**6,894**	7,274	**2,785**	1,340	**793**	557	**10,472**	9,171
Investments	**35,860**	38,302	**-**	-	**-**	-	**35,860**	38,302
Non-current assets	**209,024**	232,386	**378,437**	338,813	**10,010**	7,653	**597,471**	578,852
Additions to property, plant and equipment	**(993)**	(5,622)	**(2,275)**	(493)	**(494)**	(372)	**(3,762)**	(6,487)

The group has taken advantage of paragraph 23 of IFRS 8 ‘Operating Segments’ and does not provide segmental analysis of net assets as this information is not used by the directors in operational decision making or monitoring of business performance.

3 Exceptional items

Exceptional items are items of income or expense considered by the directors, either individually or if of a similar type in aggregate, as being significant and which require additional disclosure in order to provide an indication of the underlying trading performance of the group.

	2016	2015
	£000	£000
Profit on disposal of associate	**-**	2,921
Profit on disposal of available-for-sale investment	**-**	45,502
Profit on disposal of business and recycled cumulative translation differences	**7,094**	2,446
Profit on disposal of property, plant and equipment	**-**	4,181
	7,094	55,050
Goodwill impairment	**(26,987)**	(18,458)
Intangibles impairment	**(1,652)**	-
Investment in associate impairment	**(111)**	-
Provision for overseas sales tax	**(7,851)**	-
Recognition of deficit on defined benefit scheme	**(1,249)**	-
Restructuring and other exceptional costs	**(6,508)**	(3,171)
	(37,264)	33,421

For the year ended September 30 2016 the group recognised an exceptional charge of £37.3m.

In April 2016, the group sold 100% of the equity share capital of Gulf Publishing Company, Inc. (Gulf) and The Petroleum Economist Limited (PE) which gave rise to a profit on disposal of £7.1m (note 11).

The group recognised a goodwill impairment charge of £12.9m (2015: £10.7m) relating to Mining Indaba in the half year results. This was due to the continued challenging market conditions and the depreciation of the South African Rand, having a significant impact on the long-term outlook for this business. A goodwill impairment charge of £5.9m relates to HedgeFund Intelligence (HFI), the group’s information and events business serving the hedge fund industry. The intangibles impairment charge of £1.7m relates to Euromoney Indices. HFI and Euromoney Indices have been classified as assets held for sale (note 8). The goodwill and intangibles have been valued at fair value less cost to sell resulting in the impairment. The remaining £8.2m charge for goodwill impairment relates to Total Derivatives, the prime source of real-time news and analysis of the global fixed income derivatives markets. The continued challenging market conditions for this sector has had a significant impact on the long-term outlook for this business.

During the year, the group acquired a further 17% of the equity share capital of World Bulk Wine increasing the group’s equity shareholding to 57%. The transfer from associate to a subsidiary resulted in an impairment of associate of £0.1m (note 11).

The provision for overseas sales tax of £7.9m reflects the group’s best estimate of the additional provision required for a potential sales tax exposure (including interest) following an adverse tax ruling in June 2016. The group is in the process of challenging this judgement.

At September 30 2016, the group recognised its share of the deficit in the Harmsworth Pension Scheme (HPS), a defined benefit scheme. This is the result of the change in accounting policy by the group’s parent company, Daily Mail and General Trust plc (DMGT), to allocate the assets and liabilities of the DMGT group’s defined benefit plan on a buy-out basis.

Restructuring and other exceptional costs mostly comprise one-off costs incurred as a result of the strategic review undertaken during the year and professional fees from the legal dispute with the previous owners of Centre for Investor Education (CIE). The costs relating to the strategic review include one-off acquisition and integration costs (note 11), the major reorganisation of certain businesses and other professional fees relating to development of the group’s new strategy.

The group’s tax charge includes a related tax credit on these exceptional items of £5.3m (note 5).

3 Exceptional items *continued*

For the year ended September 30 2015 the group recognised an exceptional credit of £33.4m.

The group disposed of its interests in a number of assets generating a gain on sale of £55.1m. Most of this relates to the sale of group's interests in Capital DATA and Capital NET as part of the Dealogic transaction.

The goodwill impairment charge consists of HFI (£4.8m), CIE (£3.0m) and Mining Indaba (£10.7m).

Restructuring and other exceptional costs cover the major reorganisation of certain businesses, costs relating to the relocation of the group's London headquarters, and professional fees resulting from the CIE dispute.

The group's tax charge includes a related tax charge on these exceptional items of £1.0m (note 5).

4 Finance income and expense

	2016	2015
	£000	£000
Finance income		
Interest on cash deposit with DMGT group company	**391**	-
Interest receivable from short-term investments	**303**	379
Movements in acquisition commitments (note 13)	**-**	4,748
	694	5,127
Finance expense		
Interest payable on committed borrowings with DMGT group company	**(1,346)**	(1,120)
Net interest expense on defined benefit liability	**(66)**	(170)
Movements in acquisition commitments (note 13)	**(601)**	-
Movements in deferred consideration (note 13)	**-**	(2,851)
Interest on tax	**(389)**	(438)
	(2,402)	(4,579)
Net finance (costs)/income	**(1,708)**	548

	2016	2015
	£000	£000
Reconciliation of net finance (costs)/income in Income Statement to adjusted net finance costs		
Total net finance (costs)/income in Income Statement	**(1,708)**	548
Add back:		
Movements in acquisition commitments	**601**	(4,748)
Movements in deferred consideration	**-**	2,851
	601	(1,897)
Adjusted net finance costs	**(1,107)**	(1,349)

The reconciliation of net finance (costs)/income in the Income Statement has been provided since the directors consider it necessary in order to provide an indication of the adjusted net finance costs.

5 Tax expense on profit

	2016	2015
	£000	£000
Current tax expense		
UK corporation tax expense	**2,350**	7,989
Foreign tax expense	**20,682**	12,949
Adjustments in respect of prior years	**(14)**	(1,083)
	23,018	19,855
Deferred tax expense		
Current year	**(11,076)**	(1,764)
Adjustments in respect of prior years	**967**	(492)
	(10,109)	(2,256)
Total tax expense in Income Statement	**12,909**	17,599
Effective tax rate	**29%**	14%

The adjusted effective tax rate for the year is set out below:

	2016	2015
	£000	£000
Reconciliation of tax expense in Income Statement to adjusted tax expense		
Total tax expense in Income Statement	**12,909**	17,599
Add back:		
Tax on acquired intangible amortisation	**4,397**	4,096
Tax on exceptional items	**5,267**	(983)
	9,664	3,113
Tax on goodwill and intangible amortisation	**(4,210)**	(4,113)
Share of tax on profits of associates and joint ventures	**656**	716
Adjustments in respect of prior years	**(953)**	1,575
	5,157	1,291
Adjusted tax expense	**18,066**	18,890
Adjusted profit before tax (refer to the appendix to the Preliminary Statement)	**102,529**	107,810
Adjusted effective tax rate	**18%**	18%

The group presents the above adjusted effective tax rate to help users of this report better understand its tax charge. In arriving at this rate, the group removes the tax effect of items which are adjusted for in arriving at the adjusted profit disclosed in the appendix to the Preliminary Statement. However, the current tax effect of goodwill and intangible items is not removed. The current tax benefit of tax deductible goodwill and intangibles is recognised in the adjusted effective tax rate as the group considers that this more accurately reflects its expected cash tax payable position as the deferred tax effect on the goodwill and intangible items is not expected to crystallise. The deferred tax effect on goodwill and intangible items would only crystallise in the event of a disposal, and that is not expected.

5 Tax expense on profit *continued*

The actual tax expense for the year is different from 20% of profit before tax for the reasons set out in the following reconciliation:

	2016	2015
	£000	£000
Profit before tax	**43,922**	123,285
Tax at 20% (2015: 20.5%)	**8,784**	25,273
Factors affecting tax charge:		
Different tax rates of subsidiaries operating in overseas jurisdictions	**4,386**	4,521
Share of tax on associates and joint ventures	**365**	(84)
Non-taxable income	**(400)**	(6,356)
Goodwill and intangibles	**2,591**	197
Disallowable expenditure	**1,964**	1,734
Other items deductible for tax purposes	**(5,340)**	(5,515)
Tax impact of consortium relief	**(544)**	(596)
Impact of change in rate	**150**	-
Adjustments in respect of prior years	**953**	(1,575)
Total tax expense for the year	**12,909**	17,599

The non-taxable income of £0.4m (2015: £6.4m) consists of a non-taxable gain on disposal of shares in a subsidiary. This is a non-recurring item. The prior year non-taxable income of £6.4m mainly consisted of a non-taxable gain on disposal of shares and gains on disposals of fixed assets covered by unrecognised capital losses brought forward partially offset by non-deductible goodwill impairment. These were non-recurring items.

The goodwill and intangibles of £2.6m (2015: £0.2m) arises as a result of non-deductible goodwill impairment. This is a non-recurring item.

The other items deductible for tax purposes of £5.3m (2015: £5.5m) arise as a result of financing arrangements that result in asymmetrical tax treatment in the territories involved. It arises primarily as a result of debt financing provided to US affiliates. These items are expected to recur in the short to medium term. The other items deductible for tax purposes in the prior year of £5.5m arise from the same financing arrangements.

Adjustments in respect of prior years of £1.0m (2015: £1.6m) reflect several small items across numerous jurisdictions that mainly relate to changes in estimates.

In addition to the amount charged to the Income Statement, the following amounts relating to tax have been directly recognised in other comprehensive income and equity:

	Other comprehensive income		Equity	
	2016	2015	2016	2015
	£000	£000	£000	£000
Deferred tax	**(2,664)**	(97)	**225**	492

6 Dividends

	2016	2015
	£000	£000
Amounts recognisable as distributable to equity holders in year		
Final dividend for the year ended September 30 2015 of 16.40p (2014: 16.00p)	**21,033**	20,501
Interim dividend for year ended September 30 2016 of 7.00p (2015: 7.00p)	**8,981**	8,977
	30,014	29,478
Employee share trusts dividend	**(422)**	(414)
	29,592	29,064
Proposed final dividend for the year ended September 30	**21,043**	21,033
Employee share trusts dividend	**(289)**	(296)
	20,754	20,737

A final dividend of 16.40p per ordinary share (2015:16.40p) is proposed for the year ended September 30 2016. Subject to shareholder approval at the AGM on January 26 2017, this would be paid on Thursday February 9 2017 to shareholders on the register on Friday December 2 2016. It is expected that the shares will be marked ex-dividend on Thursday December 1 2016.

The proposed final dividend has not been included as a liability in these financial statements in accordance with IAS 10 'Events after the balance sheet date'.

7 Earnings per share

	2016	2015
	£000	£000
Basic earnings attributable to equity holders of the parent	**30,744**	105,444
Adjustments (refer to the appendix to the Preliminary Statement)	**53,450**	(16,766)
Adjusted earnings	**84,194**	88,678

	2016	2015
	Number	Number
	000	000
Weighted average number of shares	**128,280**	128,202
Shares held by the employee share trusts	**(1,807)**	(1,807)
Weighted average number of shares	**126,473**	126,395
Effect of dilutive share options	**111**	65
Diluted weighted average number of shares	**126,584**	126,460

	Pence	Pence
Basic earnings per share	**24.31**	83.42
Adjustments per share	**42.26**	(13.26)
Adjusted basic earnings per share	**66.57**	70.16
Diluted earnings per share	**24.29**	83.38
Adjustments per share	**42.22**	(13.26)
Adjusted diluted earnings per share	**66.51**	70.12

The adjusted diluted earnings per share figure has been disclosed since the directors consider it provides additional useful information on evaluating the performance of the group.

8 Total assets and liabilities of business held for sale

Following the strategic review, a number of businesses met the IFRS 5 'Non-current Assets Held for Sale and Discontinued Operations' criteria to be classified as held for sale at September 30 2016. These businesses are Institutional Investor Intelligence (II Intelligence), Euromoney Indices and HedgeFund Intelligence (HFI). The assets and liabilities of these businesses have been disclosed separately on the face of the Consolidated Statement of Financial Position. The assets and liabilities held for sale were written down to their fair value less costs to sell. This is a non-recurring fair value which has been measured using indicative prices of other similar businesses, and is therefore within level 2 of the fair value hierarchy. None of these businesses met the IFRS 5 criteria to be treated as discontinued operations due to their size and the fact that they do not constitute major lines of the group's business.

On October 31 2016, the group entered into an asset purchase agreement between Institutional Investor LLC and Pageant Media Limited for the sale of assets of II Intelligence for an initial cash consideration of US$0.7m, royalty consideration receivable of up to US$0.3m over a 24 month period from the completion date and will assume the expected deferred income on completion. The deal is set for completion by the end of November 2016. This has been disclosed as an event after the balance sheet date (note 15).

An intangibles impairment for Euromoney Indices of £1.7m is recognised as an exceptional item in the Income Statement for the year ended September 30 2016 (note 3).

For HFI, the group's information and events business serving the hedge fund industry, a goodwill impairment charge of £5.9m has been recognised as an exceptional item (note 3).

The main classes of assets and liabilities comprising the businesses classified as held for sale are set out in the table below. These assets and liabilities are recorded at their fair values.

	II Intelligence £000	Euromoney Indices £000	HFI £000	Total £000
Book value				
Goodwill	-	**-**	**4,020**	**4,020**
Intangible assets	**-**	**313**	**-**	**313**
Trade and other receivables	**-**	**486**	**194**	**680**
Total assets of businesses held for sale	**-**	**799**	**4,214**	**5,013**
Trade and other payables	**-**	**-**	**(263)**	**(263)**
Accruals	**(31)**	**(533)**	**(173)**	**(737)**
Deferred income	**(1,751)**	**(601)**	**(2,197)**	**(4,549)**
Total liabilities of businesses held for sale	**(1,782)**	**(1,134)**	**(2,633)**	**(5,549)**
Net (liabilities)/assets (100%)	**(1,782)**	**(335)**	**1,581**	**(536)**

9 Goodwill and other intangibles

2016	Acquired intangible assets: Trademarks & brands 2016 £000	Customer relation-ships 2016 £000	Databases 2016 £000	Total acquired intangible assets 2016 £000	Licences & software 2016 £000	Intangible assets in develop-ment 2016 £000	Goodwill 2016 £000	Total 2016 £000
Cost/carrying amount								
At October 1 2015	171,861	102,777	12,616	**287,254**	15,165	-	429,272	**731,691**
Additions	3,834	6,874	886	**11,594**	1,445	957	8,919	**22,915**
Disposals	-	-	-	**-**	(69)	-	-	**(69)**
Balance at disposal of company	-	-	-	**-**	(33)	-	(7,217)	**(7,250)**
Exchange differences	19,387	10,477	1,271	**31,135**	1,207	23	45,155	**77,520**
Classified as held-for-sale	(1,203)	(3,369)	-	**(4,572)**	-	-	(11,816)	**(16,388)**
At September 30 2016	**193,879**	**116,759**	**14,773**	**325,411**	**17,715**	**980**	**464,313**	**808,419**
Amortisation and impairment								
At October 1 2015	73,510	63,147	8,769	**145,426**	7,607	-	47,279	**200,312**
Amortisation charge	7,956	7,764	1,013	**16,733**	3,675	-	-	**20,408**
Impairment	1,022	630	-	**1,652**	-	-	26,987	**28,639**
Disposals	-	-	-	**-**	(62)	-	-	**(62)**
Balance at disposal of company	-	-	-	**-**	(33)	-	(1,935)	**(1,968)**
Exchange differences	9,649	6,700	1,248	**17,597**	736	-	3,673	**22,006**
Classified as held-for-sale	(1,203)	(3,056)	-	**(4,259)**	-	-	(7,796)	**(12,055)**
At September 30 2016	**90,934**	**75,185**	**11,030**	**177,149**	**11,923**	**-**	**68,208**	**257,280**
Net book value/carrying amount at September 30 2016	**102,945**	**41,574**	**3,743**	**148,262**	**5,792**	**980**	**396,105**	**551,139**

2015	Acquired intangible assets: Trademarks & brands 2015 £000	Customer relation-ships 2015 £000	Databases 2015 £000	Total acquired intangible assets 2015 £000	Licences & software 2015 £000	Intangible assets in develop-ment 2015 £000	Goodwill 2015 £000	Total 2015 £000
Cost/carrying amount								
At October 1 2014	164,843	98,713	12,083	**275,639**	12,923	62	411,815	**700,439**
Additions	-	-	-	**-**	1,324	436	-	**1,760**
Transfer	-	-	-	**-**	498	(498)	-	**-**
Exchange differences	7,018	4,064	533	**11,615**	420	-	17,457	**29,492**
At September 30 2015	**171,861**	**102,777**	**12,616**	**287,254**	**15,165**	**-**	**429,272**	**731,691**
Amortisation and impairment								
At October 1 2014	62,144	53,059	7,225	**122,428**	4,687	-	27,881	**154,996**
Amortisation charge	8,209	7,737	1,081	**17,027**	2,680	-	-	**19,707**
Impairment	-	-	-	**-**	-	-	18,458	**18,458**
Exchange differences	3,157	2,351	463	**5,971**	240	-	940	**7,151**
At September 30 2015	**73,510**	**63,147**	**8,769**	**145,426**	**7,607**	**-**	**47,279**	**200,312**
Net book value/carrying amount at September 30 2015	**98,351**	**39,630**	**3,847**	**141,828**	**7,558**	**-**	**381,993**	**531,379**

10 Investments

	Investment in associates £000	Investment in joint ventures £000	Available-for-sale investments £000	Total £000
At October 1 2014	72	-	-	72
Additions	32,855	34	5,835	38,724
Disposals	10	-	-	10
Share of losses after tax retained	(377)	(4)	-	(381)
Dividends	(123)	-	-	(123)
At September 30 2015	**32,437**	**30**	**5,835**	**38,302**
Repayment/additions	**(52)**	**180**	**-**	**128**
Impairment (note 3)	**(111)**	**-**	**-**	**(111)**
Transfer to subsidiary (note 11)	**(629)**	**-**	**-**	**(629)**
Revaluation	**-**	**12**	**-**	**12**
Provision against investment losses	**-**	**64**	**-**	**64**
Share of losses after tax retained	**(1,752)**	**(71)**	**-**	**(1,823)**
Dividends	**(83)**	**-**	**-**	**(83)**
At September 30 2016	**29,810**	**215**	**5,835**	**35,860**

All of the above investments in associates and joint ventures are accounted for using the equity method in these consolidated financial statements.

	2016 £000	2015 £000
Reconciliation of share of results in associates and joint ventures in Income Statement to adjusted share of results in associates and joint ventures		
Total share of results in associates and joint ventures in Income Statement	**(1,823)**	(381)
Add back:		
Share of tax on profits	**656**	716
Share of tax on acquired intangible amortisation and exceptional items	**(1,437)**	(632)
Share of acquired intangible amortisation	**4,427**	2,732
Share of exceptional items[1]	**363**	-
	4,009	2,816
Adjusted share of results in associates and joint ventures	**2,186**	2,435

[1] The share of exceptional items relates to one-off restructuring and earn-out costs in Dealogic. As required by IFRS, it is group policy to treat exceptional earn-out payments as a compensation cost. These payments are in substance part of the cost of an investment and are thus excluded from the share of adjusted profit.

The reconciliation of share of results in associates and joint ventures in the Income Statement has been provided since the directors consider it necessary in order to provide an indication of the adjusted share of results in associates and joint ventures.

Information on investment in associates, investment in joint ventures and available-for-sale investments:

	Principal activity	Year ended	Date of acquisition	Type of holding	Group interest	Country of incorporation
Investment in associates						
Diamond TopCo Limited (Dealogic)	Capital market software solutions	Dec 31	Dec 2014	Ordinary	15.5%	UK
Investment in joint ventures						
Institutional Investor Zanbato Limited (II Zanbato)	Hedge fund manager trading signals	Sept 30	Nov 2014	Ordinary	50.0%	UK
Sanostro Institutional AG (Sanostro)	Hedge fund manager trading signals	Dec 31	Dec 2014	Ordinary	50.0%	Switzerland
EIIZ Discovery LLC[2]	Private capital placement and workflow	Sept 30	Nov 2015	Ordinary	50.0%	Delaware, US
Available-for-sale investments						
Estimize, Inc (Estimize)	Financial estimates platform	Dec 31	July 2015	Ordinary	10.0%	Delaware, US
Zanbato, Inc (Zanbato)	Private capital placement and workflow	Dec 31	Sept 2015	Ordinary	9.9%	California, US

The group interests in the above investments remained unchanged since their respective dates of acquisition.

In June 2016, the group acquired an additional 17% of the equity share capital of World Bulk Wine (note 11). The group previously held an associate interest of 40% of the equity share capital. The group disposed of its initial associate investment in World Bulk Wine of 40% and has disclosed its increased equity shareholding in World Bulk Wine of 57% as a subsidiary. Prior to the transfer to subsidiary, a dividend of £83,000 was received from World Bulk Wine.

[2] In November 2015 the group acquired 50% of the equity share capital of EIIZ Discovery LLC for a cash consideration of $0.3m (£0.2m). The group has joint control over the company.

11 Acquisitions and disposals

Purchase of new business

Reinsurance Security (Consultancy).Co.UK Limited (ReSec)

On August 1 2016, the group acquired 100% of the equity share capital of ReSec and extended its insurance portfolio into the high-value counterparty risk market, for a cash consideration of £1.7m. ReSec is a provider of risks ratings for the reinsurance sector. The acquisition of ReSec is consistent with the group's strategy of expanding its presence and analytics in the global insurance and reinsurance sectors.

The acquisition accounting is set out below and is provisional pending final determination of the fair value of the assets and liabilities acquired:

	Book value £000	Fair value adjustments £000	Provisional fair value £000
Net assets:			
Intangible assets	**-**	**770**	**770**
Trade and other payables	**(209)**	**(131)**	**(340)**
	(209)	**639**	**430**
Net assets acquired (100%)			**430**
Goodwill			**1,310**
Total consideration			**1,740**
Consideration satisfied by:			
Cash			**1,740**
Net cash outflow arising on acquisition:			
Cash consideration			**1,740**

Intangible assets represent customer relationships of £0.8m, for which amortisation of £13,000 has been charged for the year. The customer relationships will be amortised over their useful economic lives of ten years.

Goodwill arises from the anticipated profitability and future operating synergies from integrating the acquired operations within the group. All of the goodwill recognised is expected to be deductible for income tax purposes.

ReSec contributed £74,000 to the group's revenue, £40,000 to the group's operating profit and £32,000 to the group's profit after tax for the period between the date of acquisition and September 30 2016. In addition, acquisition related costs of £67,000 were incurred and recognised as an exceptional item in the Income Statement for the year ended September 30 2016 (note 3). If the acquisition had been completed on the first day of the financial year, ReSec would have contributed £0.5m to the group's revenue and £0.2m to the group's operating profit (excluding exceptional costs above).

FastMarkets Limited (FastMarkets)

On September 2 2016, the group acquired 100% of the shares of FastMarkets, a leading provider of real-time metals market information, for a cash consideration of £13.3m and a deferred consideration of £0.5m (note 13). The acquisition of FastMarkets is consistent with the group's strategy and it enhances the depth of information that Metal Bulletin can provide its clients across the metals and mining markets supply chain.

The acquisition accounting is set out below and is provisional pending final determination of the fair value of the assets and liabilities acquired:

11 Acquisitions and disposals *continued*

	Book value £000	Fair value adjustments £000	Provisional fair value £000
Net assets:			
Intangible assets	**-**	**10,097**	**10,097**
Property, plant and equipment	**91**	**(91)**	**-**
Trade and other receivables	**680**	**(12)**	**668**
Trade and other payables	**(3,106)**	**(1,765)**	**(4,871)**
Cash and cash equivalents	**710**	**-**	**710**
	(1,625)	**8,229**	**6,604**
Net assets acquired (100%)			**6,604**
Goodwill			**7,194**
Total consideration			**13,798**
Consideration satisfied by:			
Cash			**13,318**
Deferred consideration			**480**
			13,798
Net cash outflow arising on acquisition:			
Cash consideration			**13,318**
Less: cash and cash equivalent balances acquired			**(710)**
			12,608

Intangible assets represent a brand of £3.7m, customer relationships of £5.5m and technology of £0.9m, for which amortisation of £77,000 has been charged for the year. The brand will be amortised over its useful life of 20 years. The customer relationships will be amortised over their useful economic lives of ten years. The technology will be amortised over its useful life of five years.

Goodwill arises from the anticipated profitability and future operating synergies from integrating the acquired operations within the group. All of the goodwill recognised is expected to be deductible for income tax purposes.

The fair value of the assets acquired includes net trade receivables of £0.5m, all of which are contracted and are expected to be collectable.

FastMarkets contributed £0.4m to the group's revenue, £24,000 to the group's operating profit and £19,000 to the group's profit after tax for the period between the date of acquisition and September 30 2016. In addition, acquisition related costs of £0.7m were incurred and recognised as an exceptional item in the Income Statement for the year ended September 30 2016 (note 3). If the acquisition had been completed on the first day of the financial year, FastMarkets would have contributed £4.5m to the group's revenue and £0.1m to the group's operating profit (excluding exceptional costs above).

Transfer to subsidiary

World Bulk Wine Exhibition, S.L (World Bulk Wine)

In June 2016, the group acquired an additional 17% of the equity share capital of World Bulk Wine, an event for the commercialisation of bulk wine, for a cash consideration of €0.3m (£0.3m). The group previously held an associate interest of 40% of the equity share capital. The group disposed of its initial associate investment in World Bulk Wine of 40% and has disclosed its increased equity shareholding in World Bulk Wine of 57% as a subsidiary. At the acquisition date, the non-controlling interest of 43% is measured using the proportion of net assets method.

The disposal resulted in an impairment of associate of £0.1m which is recognised as an exceptional item in the Income Statement for the year ended September 30 2016 (note 3). The fair value of the associate when disposed of was £0.6m.

The acquisition accounting is set out below and is provisional pending final determination of the fair value of the assets and liabilities acquired:

11 Acquisitions and disposals *continued*

	Book value £000	Fair value adjustments £000	Provisional fair value £000
Net assets:			
Intangible assets	**1,884**	**(1,157)**	**727**
Property, plant and equipment	**6**	**-**	**6**
Trade and other receivables	**89**	**-**	**89**
Trade and other payables	**(320)**	**(181)**	**(501)**
Cash and cash equivalents	**523**	**-**	**523**
	2,182	**(1,338)**	**844**
Net assets acquired (57%)			**481**
Goodwill			**415**
Total consideration			**896**
Consideration satisfied by:			
Cash			**267**
Fair value of associate			**629**
			896
Net cash inflow arising on acquisition:			
Cash consideration			**267**
Less: cash and cash equivalent balances acquired			**(523)**
			(256)

Intangible assets represent a brand of £0.3m and customer relationships of £0.4m, for which amortisation of £13,000 has been charged for the year. The brand will be amortised over its useful life of 20 years. The customer relationships will be amortised over their useful economic lives of ten years.

Goodwill arises from the anticipated profitability and future operating synergies from integrating the acquired operations within the group. All of the goodwill recognised is expected to be deductible for income tax purposes.

The fair value of the assets acquired includes trade receivables of £48,000, all of which are contracted and are expected to be collectable.

World Bulk Wine contributed £nil to the group's revenue, £2,000 loss to the group's operating profit and £1,000 loss to the group's profit after tax for the period between the date of acquisition and September 30 2016. The event takes place annually in November. In addition, the World Bulk Wine impairment of associate of £0.1m and acquisition related costs of £4,000 were incurred and recognised as an exceptional item in the Income Statement for the year ended September 30 2016 (note 3). If the acquisition had been completed on the first day of the financial year, World Bulk Wine would have contributed £0.9m to the group's revenue and £0.3m to the group's operating profit (excluding exceptional costs above).

Increase in equity holdings
Ned Davis Research (NDR)
In November 2015, the group acquired 0.47% of the equity of NDR for a cash consideration of $0.4m (£0.2m). The group's equity shareholding in NDR increased to 85.01%.

Euromoney Consortium 2 Limited
In May 2016, the group acquired 0.3% of the equity of Euromoney Consortium 2 Limited for a cash consideration of £0.1m. This transaction was enacted by purchasing 49,900 B ordinary shares of £1 each from DMG Charles Limited. The group's equity shareholding in Euromoney Consortium 2 Limited increased to 100%.

Sale of business
Gulf Publishing Company, Inc. and The Petroleum Economist Limited
On April 19 2016, the group sold 100% of the equity share capital of Gulf Publishing Company, Inc. (Gulf) and The Petroleum Economist Limited (PE), part of the business publishing division, for a consideration of US$17.2m (£12.0m), offset by a working capital adjustment of US$1.3m (£1.0m). At the date of disposal deferred consideration of US$0.8m (£0.5m) was recognised (note 13). In September 2016 deferred consideration of US$0.3m (£0.2m) was paid in addition to an amount of US$0.3m (£0.2m) which was paid to adjust for the original working capital adjustment. The disposal of Gulf and PE gave rise to a profit on disposal of US$10.2m (£7.1m), after deducting disposal costs incurred, which was recognised as an exceptional item (note 3) in the Income Statement.

The net assets of Gulf and PE at the date of disposal were as follows:

11 Acquisitions and disposals *continued*

	Gulf £000	PE £000	Final fair value £000
Net assets:			
Goodwill	**5,046**	**236**	**5,282**
Property, plant and equipment	**27**	**-**	**27**
Trade and other receivables	**1,011**	**252**	**1,263**
Bank overdraft	**(21)**	**-**	**(21)**
Trade and other payables	**(252)**	**(126)**	**(378)**
Deferred income	**(646)**	**(760)**	**(1,406)**
	5,165	**(398)**	**4,767**
Net assets disposed (100%)	**5,165**	**(398)**	**4,767**
Directly attributable costs	**268**	**77**	**345**
Recycled cumulative translation differences	**(636)**	**-**	**(636)**
Profit on disposal (note 3)	**5,360**	**1,734**	**7,094**
Total consideration	**10,157**	**1,413**	**11,570**
Consideration satisfied by:			
Cash	**9,832**	**2,258**	**12,090**
Working capital adjustments	**(17)**	**(953)**	**(970)**
Deferred consideration	**342**	**108**	**450**
	10,157	**1,413**	**11,570**
Net cash inflow arising on disposal:			
Cash consideration (net of working capital adjustments and directly attributable costs)	**9,547**	**1,228**	**10,775**
Less: cash and cash equivalent balances disposed	**21**	**-**	**21**
	9,568	**1,228**	**10,796**

12 Called up share capital

	2016 £000	2015 £000
Allotted, called up and fully paid		
128,313,356 ordinary shares of 0.25p each (2015: 128,248,894 ordinary shares of 0.25p each)	**321**	320

During the year, 64,462 ordinary shares of 0.25p each (2015: 115,477 ordinary shares) with an aggregate nominal value of £161 (2015: £289) were issued following the exercise of share options granted under the company's share option schemes for a cash consideration of £0.3m (2015: £0.5m).

13 Acquisition commitments and deferred consideration

The group is party to contingent consideration arrangements in the form of acquisition commitments, acquisition deferred consideration payments and deferred consideration receipts on disposal. The group recognises the discounted present value of the contingent consideration. This discount is unwound as a notional interest charge to the Income Statement. The group regularly performs a review of the underlying businesses to assess the impact on the fair value of the contingent consideration. Any resultant change in these fair values is reported as a finance income or expense in the Income Statement.

	Acquisition commitments		Deferred consideration payments		Deferred consideration receipts	
	2016 £000	2015 £000	**2016 £000**	2015 £000	**2016 £000**	2015 £000
At October 1	**9,171**	13,365	**-**	-	**(589)**	8,503
Reduction from disposals during the year	**-**	-	**-**	-	**(450)**	(269)
Receipt/(payment) during the year	**-**	-	**-**	-	**662**	(11,558)
Net movements in finance income and expense during the year (note 4)	**601**	(4,748)	**-**	-	**-**	2,851
Exercise of commitments	**(239)**	(109)	**-**	-	**-**	-
Additions from acquisitions during the year	**665**	-	**480**	-	**-**	-
Exchange differences to reserves	**1,573**	663	**-**	-	**(149)**	(116)
At September 30	**11,771**	9,171	**480**	-	**(526)**	(589)
Within one year	**326**	-	**480**	-	**-**	(331)
In more than one year	**11,445**	9,171	**-**	-	**(526)**	(258)
	11,771	9,171	**480**	-	**(526)**	(589)

Exchange differences to reserves were recorded within net exchange differences on translation of net investments in overseas subsidiary undertakings in the Statement of Comprehensive Income.

Reconciliation of finance income and expense (note 4):

	Acquisition commitments		Deferred consideration	
	2016 £000	2015 £000	**2016 £000**	2015 £000
Fair value adjustment during the year	**(258)**	(5,727)	**-**	2,617
Imputed interest	**859**	979	**-**	234
Net movements in finance income and expense during the year	**601**	(4,748)	**-**	2,851

The discounted acquisition commitments, acquisition deferred consideration payments and deferred consideration receipts on disposal are based on pre-determined multiples of future profits of the businesses, and have been estimated on an acquisition-by-acquisition basis using available performance forecasts. The directors derive their estimates from internal business plans and financial due diligence. At September 30 2016, the weighted average growth rates used in estimating the expected profits range was 13%.

A one percentage point increase or decrease in growth rate in estimating the expected profits, results in the acquisition commitment at September 30 2016 increasing or decreasing by £0.1m with the corresponding change to the value charged or credited to the Income Statement in future periods.

14 Related party transactions

The group has taken advantage of the exemption allowed under IAS 24 'Related Party Disclosures' not to disclose transactions and balances between group companies that have been eliminated on consolidation. Other related party transactions and balances are detailed below:

(i) The group had a US$160m multi-currency facility with Daily Mail and General Holdings Limited (DMGH), a Daily Mail and General Trust plc (DMGT) group company:

	2016 £000	2015 £000
Fees on the available facility for the year	**525**	733

(ii) On August 3 2015, the group entered into a deposit agreement with DMGH. On May 25 2016, the group entered into a new agreement with DMGH and DMGB Limited, a DMGT group company:

	2016 £000	2015 £000
Deposits	**73,639**	9,799

(iii) During the year, the group expensed services provided by DMGT, the group's parent, and other fellow group companies, as follows:

	2016 £000	2015 £000
Services expensed	**960**	849

(iv) During the year, DMGT group companies surrendered tax losses to Euromoney Consortium Limited under an agreement between the two groups. These tax losses are relievable against UK taxable profits of the group under HMRC's consortium relief rules:

	2016 £000	2015 £000
Amounts payable	**1,633**	1,787
Tax losses with tax value	**2,177**	2,383
Amounts owed by DMGT group at September 30	**(121)**	(313)

(v) DMGT group companies have an agreement to surrender tax losses to Euromoney Consortium 2 Limited. These tax losses are relievable against UK taxable profits of the group under HMRC's consortium relief rules:

	2016 £000	2015 £000
Amounts owed by DMGT group at September 30	**-**	(202)

(vi) During the year, the group received dividends from its associate undertakings:

	2016 £000	2015 £000
Capital NET Limited	-	123
World Bulk Wine	**83**	-

(vii) During the year, Estimize Inc provided services to BCA for US$25,000 (2015: £nil).

(viii) NF Osborn serves as an advisor to the boards of both DMG Events and dmgi, fellow group companies, for which he received a combined fee of US$23,250 (2015: US$18,600).

(ix) The directors who served during the year received dividends of £0.2m (2015: £0.2m) in respect of ordinary shares held in the company.

(x) Gulf and PE was disposed of during the year for £10.8m (note 15) to Gulf Publishing Holdings LLC, in which the former president of Gulf and PE, John Royall, holds 11%.

15 Events after the balance sheet date

The directors propose a final dividend of 16.40p per share (2015: 16.40p) totalling £20.8m (2015: £20.7m) for the year ended September 30 2016. The dividend will be submitted for formal approval at the AGM to be held on January 26 2017. In accordance with IAS 10 'Events after the Reporting Period', these financial statements do not reflect this dividend payable but will be accounted for in shareholders' equity as an appropriation of retained earnings in the year ending September 30 2017.

On October 31 2016, the group entered into an asset purchase agreement between Institutional Investor LLC and Pageant Media Limited for the sale of assets of Institutional Investor Intelligence for an initial cash consideration of US$0.7m, royalty consideration receivable of up to US$0.3m over a 24 month period from the completion date and will assume the expected deferred income on completion. The deal is set for completion by the end of November 2016. Given that the IFRS 5 'Non-current Assets Held for Sale and Discontinued Operations' criteria to be classified as held for sale have been met at September 30 2016, the assets and liabilities of Institutional Investor Intelligence have been disclosed separately on the face of the Consolidated Statement of Financial Position. As such, the additional IAS 10 'Events after the Reporting Period' disclosures are not provided as the disposal was not completed at the time this report is authorised for issue.

There were no other events after the balance sheet date.