

25 February 2016

AMA delivers strong growth

The Directors of AMA Group Limited (ASX Code "AMA") are pleased to announce strong profit growth and operating cash flows in the first half of the 2016 financial year.

Financial highlights for the half year ended 31 December 2015:

- Revenue increased by 155.1% to \$107.83 million
- Reported EBITDA increased 43.2% to \$9.57 million
- Normalised EBITDA increased 87.1% to \$12.51 million
- Net profit before tax increased by 23.1% to \$7.54 million
- Normalised basic earnings per share increased 12.9% to 1.48 cents

Chief Executive Officer, Ray Malone, said the results flowed from organic growth as well as AMA's strategy of successfully identifying, acquiring and integrating complementary businesses in the vehicle panel repair market.

Upon finalising the half year report, the Directors are pleased to announce they have decided to declare an interim dividend, fully franked, of 0.5 cents per share with a record date of 3 March 2016 and a payment date of 7 April 2016.

Each of our business segments have performed well in the half, considering the industries segments in which they operate.

During the six month period, AMA acquired the businesses of Gemini Accident Repair Centres (contributed to the results for three months, including December) and Woods Auto Shops. The Gemini acquisition has resulted in a major geographical diversity in the smash repair business most notably in Western Australia and Queensland. The Vehicle Panel Repair division now operates nationally in 70 sites. As previously announced, the M.D. of Gemini, Mr Andy Hopkins, has joined the Board as an executive director, further broadening the management depth of the company. In addition, Mr Ashley Killick has taken the role of CFO of the AMA Group.

The expansion in the Vehicle Panel Repair division has continued post half year end with the announcement of the further acquisitions of Micra Accident Repair Centre, BDS Panels and Keswick Crash Repairs.

The Board is delighted with the performance of the Vehicle Panel Repair division. The integration of the recently acquired businesses is proceeding according to plan and the potential synergy benefits are exceeding our initial expectations. We are also excited with the opportunities to add further sites to our growing family of Vehicle Panel Repair businesses. We expect that this division will continue to provide excellent growth opportunities in the short term.

Outlook

"While market conditions in our industry are expected to remain subdued during the second half, our strategy of identifying high quality businesses to acquire, in what are fragmented markets, and then successfully integrating those business into the AMA family, makes us confident of being able to continue to deliver strong growth for our shareholders", Mr Malone said.

AMA is expected to generate in the range of \$28m-29m EBITDA, on a normalised basis, for the full year.

If you have a query about any matter covered by this announcement, please contact Mr Ashley Killick.