

Travelex Card Services Limited Financial Information

This information forms part of the product disclosure statement dated 7 November 2016 which relates to an offer of OneSmart, a prepaid payment facility, by Travelex Card Services Limited (TCSL).

This table provides selected financial information about TCSL. Full financial statements are available on the offer register at <https://disclose-register.companiesoffice.govt.nz/disclose>. TCSL's financial performance and position is critical to TCSL's ability to meet its obligations, including those owed to you. If you do not understand this type of financial information, you can seek professional advice.

Selected financial information and ratios			
HK\$'000	FY17	FY16	FY15
Revenue	2,878	2,233	2,192
EBITDA (from continuing operations)	1,602	274	739
Net profit/(loss) after tax	1,381	256	578
Net cash flows from operating activities	142,562	304,936	(5,870)
Cash and cash equivalents	1,596,259	1,453,697	1,148,761
Total assets	1,643,692	1,495,277	1,163,932
Total debt	0	0	0
Total liabilities	1,615,349	1,468,315	1,162,076
Equity	28,343	26,962	1,856
Debt/EBITDA (from continuing operations)	n/a	n/a	n/a
Debt/EBITDA is an indicator of the degree to which an entity has borrowed against earnings. The higher the number, the greater the risk that the entity will not be able to pay off its debts.			
Interest expense	0	0	0
EBITDA/interest expense (from continuing operations)	n/a	n/a	n/a
EBITDA/interest expense is a measure of the ability of an entity to pay interest on borrowings. The lower the number, the greater the risk that the entity will not be able to pay interest.			
Total tangible assets	1,643,692	1,495,277	1,163,962
Net tangible assets	28,343	26,962	1,856

Notes:

1. 'EBITDA' refers to earnings before interest, tax, depreciation and amortisation from continuing operations. EBITDA from continuing operations can be calculated directly from the Income statement by taking the 'Operating profit'.
2. All numbers in this table are taken from, or calculated from, full year financial statements that have been audited by TCSL's external auditor.

Ranking

This information forms part of the product disclosure statement dated 7 November 2016 (**PDS**) which relates to an offer of OneSmart, a prepaid payment facility, by Travelex Card Services Limited (**TCSL**).

OneSmart constitutes unsecured, unsubordinated obligations of TCSL. On a liquidation of TCSL, amounts owing to holders of OneSmart rank equally with all other unsecured, unsubordinated obligations of TCSL.

Apart from the Trust Account arrangements described in the PDS, there are no limitations on TCSL's ability to create further liabilities in the Trust Deed (also described in the PDS) or otherwise that rank equally with, or in priority to, OneSmart in a liquidation of TCSL

The ranking of OneSmart based upon a liquidation of TCSL is summarised in the below diagram.

Ranking on the liquidation of TCSL	Liabilities	Indicative amount of existing liabilities and equity of TCSL as at 31 December 2017
Higher ranking/earlier priority		
Liabilities that rank in priority to OneSmart	None	NZ\$ 0
Liabilities that rank equally with OneSmart (including other holders of OneSmart)	Cardholder funds held in Trust for all other Mastercard programs under TCSL and Cardholder funds held for the Travelex Nihao card programme in Hong Kong	NZ\$ 282,859,434*
	Amounts due to the Mastercard Prepaid Management Services	NZ\$ 0**
	Amounts due to Mastercard/UPI for scheme settlement	NZ\$ 6,801,817**
	Taxation	NZ\$ 61,683
	Legal and professional fees including Audit costs	NZ\$ 121,080
Liabilities that rank below OneSmart	Related Party liabilities	NZ\$ 704,772
Equity		NZ\$ 5,098,039
Lower ranking/later priority		

* Under the Trust Account arrangement discussed in the PDS, an amount equal to this amount (as determined by reference to the net balance standing to all prepaid cards issued on the previous day), is required to be held in trust for the benefit of Mastercard in respect of amounts owing to holders of all prepaid cards (including OneSmart). If the Trust Account arrangements operate as intended, the amount held on trust for the benefit of holders of Mastercard branded prepaid cards issued by TCSL should always be sufficient to discharge TCSL's liabilities to those holders.

**Under the Trust Account arrangement discussed in the PDS, an amount equal to this amount (as determined by reference to the net balance standing to amounts due to Mastercard, Mastercard scheme members and relevant merchants on the previous day), is required to be held in trust for the benefit of MasterCard in respect of amounts owing to Mastercard, Mastercard scheme members and relevant merchants. If the Trust Account arrangements operate as intended, the amount held on trust for the benefit of Mastercard, Mastercard scheme members and relevant merchants should always be sufficient to discharge TCSL's liabilities to those parties.