

## Macquarie Telecom Group Limited

### 2016 tax transparency report

The following tax information relates to Macquarie Telecom Group Limited (MTGL) as head company of the MTGL Australian tax consolidated group for the financial year ended 30 June 2016. This information is disclosed pursuant to Part A of the Voluntary Tax Transparency Code released by the Federal Government on 3 May 2016. All MTGL subsidiaries including Macquarie Hosting (Singapore) Pte Ltd are included in the MTGL tax consolidated group.

#### RECONCILIATION OF ACCOUNTING PROFIT TO INCOME TAX EXPENSE

	\$'000
<b>Profit / (loss) from continuing operations before income tax expense</b>	<b>\$7,374</b>
Prima facie tax at the Australian tax rate of 30%	2,212
Tax effect of amounts which are not deductible/(taxable) in calculating taxable income:	
Expenditure not allowable for income tax purposes	192
Income not assessable for income tax purposes	(186)
Research and development incentive	(217)
Adjustments to tax in respect of prior years	124
Other	(5)
<b>Income tax (revenue) expense</b>	<b>\$2,120</b>

#### EFFECTIVE TAX RATE

The effective tax rate for the financial year ended 30 June 2016 is 29%, determined by dividing tax expense by profit before tax:

Profit / (loss) from continuing operations before income tax expense	\$7,374
Income tax expense	\$2,120
Effective tax rate	29%

#### RECONCILIATION OF INCOME TAX EXPENSE TO INCOME TAX PAYABLE

Income tax expense	\$2,120
Income tax instalments paid	-
Adjustments to non temporary differences	(390)
Temporary differences	(801)
Income tax paid per 2016 income tax return	\$929

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#### About Macquarie Telecom Group

We're Australia's data centre, cloud, cyber security and telecom company for mid to large business and government customers. The way we do this is completely different from our competitors... we provide the best customer service in Australia.