



ASX Release

AGL Segment Reclassification

13 December 2017

On 24 May 2017, AGL Energy Limited (AGL) announced it would split its Energy Markets operating segment into two new operating segments, Wholesale Markets and Customer Markets, effective 1 July 2017.

Consistent with Australian accounting standards, AGL's financial reporting will reflect this change commencing with the financial results for the six months ending 31 December 2017.

To assist analysts, attached to this release are the operating segment results for the past five financial years restated to be consistent with the new structure. The restated figures also include the incorporation of the New Energy Services business within Customer Markets and a minor update to reflect the transfer of the Health, Safety & Environment function from Group Operations to Centrally Managed Expenses (People & Culture).

There are no changes to reported profits in any periods, only movements between segments.

Investor enquiries

James Hall
General Manager, Capital Markets
T: +61 2 9921 2789
M: +61 401 524 645
E: jbhall@agl.com.au

Chris Kotsaris
Senior Manager, Investor Relations
T: +61 2 9921 2256
M: +61 402 060 508
E: ckotsaris@agl.com.au

About AGL

AGL is committed to helping shape a sustainable energy future for Australia. We operate the country's largest electricity generation portfolio, we're its largest ASX-listed investor in renewable energy, and we have more than 3.6 million customer accounts. Proudly Australian, with more than 180 years of experience, we have a responsibility to provide sustainable, secure and affordable energy for our customers. Our aim is to prosper in a carbon-constrained world and build customer advocacy as our industry transforms. That's why we have committed to exiting our coal-fired generation by 2050 and why we will continue to develop innovative solutions for our customers.

Appendix – Operating EBIT reconciliations by segment



Table 1 - AGL Group

| \$ million | Half-year | | Half-year | | Half-year | | Half-year | | Half-year | |
|----------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|
| | Year ended 30 June 2017 | ended 31 December 2016 | Year ended 30 June 2016 | ended 31 December 2015 | Year ended 30 June 2015 | ended 31 December 2014 | Year ended 30 June 2014 | ended 31 December 2013 | Year ended 30 June 2013 | ended 31 December 2012 |
| Revised Structure | | | | | | | | | | |
| Customer Markets | 446 | 229 | 446 | 225 | 379 | 189 | 385 | 168 | 448 | 186 |
| Wholesale Markets | 1,967 | 985 | 1,828 | 966 | 1,675 | 798 | 1,223 | 601 | 1,120 | 600 |
| Group Operations | (814) | (410) | (834) | (425) | (704) | (337) | (431) | (228) | (395) | (214) |
| Investments | 17 | 11 | 25 | 17 | 26 | 12 | 23 | 13 | 26 | 16 |
| Centrally Managed Expenses | (248) | (130) | (254) | (133) | (250) | (114) | (196) | (99) | (168) | (85) |
| Underlying EBIT | 1,368 | 685 | 1,211 | 650 | 1,126 | 548 | 1,004 | 455 | 1,031 | 503 |
| Previous Structure | | | | | | | | | | |
| Energy Markets | 2,413 | 1,214 | 2,274 | 1,191 | 2,054 | 987 | 1,608 | 769 | 1,568 | 786 |
| Group Operations | (825) | (416) | (842) | (429) | (710) | (340) | (436) | (230) | (397) | (215) |
| Investments | 17 | 11 | 25 | 17 | 26 | 12 | 23 | 13 | 26 | 16 |
| Centrally Managed Expenses | (237) | (124) | (246) | (129) | (244) | (111) | (191) | (97) | (166) | (84) |
| Underlying EBIT | 1,368 | 685 | 1,211 | 650 | 1,126 | 548 | 1,004 | 455 | 1,031 | 503 |

Table 2 - Customer Markets

| \$ million | Half-year | | Half-year | | Half-year | | Half-year | | Half-year | |
|----------------------------------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|-------------------------------|---------------------------------|
| | Year ended 30 June 2017 | ended 31 December 2016 | Year ended 30 June 2016 | ended 31 December 2015 | Year ended 30 June 2015 | ended 31 December 2014 | Year ended 30 June 2014 | ended 31 December 2013 | Year ended 30 June 2013 | ended 31 December 2012 |
| Previous Customer Underlying EBIT | 449 | 230 | 458 | 230 | 388 | 195 | 396 | 172 | 455 | 188 |
| Add: New Energy Services | (3) | (1) | (12) | (5) | (9) | (6) | (11) | (4) | (7) | (2) |
| Revised Customer Markets Underlying EBIT (Note 1) | 446 | 229 | 446 | 225 | 379 | 189 | 385 | 168 | 448 | 186 |

Note 1: The Customer business unit within Energy Markets has been renamed to Customer Markets as part of this change.

Table 3 – Group Operations

| \$ million | Year ended 30 June 2017 | Half-year ended 31 December 2016 | Year ended 30 June 2016 | Half-year ended 31 December 2015 | Year ended 30 June 2015 | Half-year ended 31 December 2014 | Year ended 30 June 2014 | Half-year ended 31 December 2013 | Year ended 30 June 2013 | Half-year ended 31 December 2012 |
|--------------------------------------------------|----------------------------|----------------------------------------------|----------------------------|----------------------------------------------|-------------------------------|----------------------------------------------|-------------------------------|----------------------------------------------|-------------------------------|----------------------------------------------|
| Previous Group Operations Underlying EBIT | (825) | (416) | (842) | (429) | (710) | (340) | (436) | (230) | (397) | (215) |
| Less: Health, Safety & Environment | 11 | 6 | 8 | 4 | 6 | 3 | 5 | 2 | 2 | 1 |
| Revised Group Operations Underlying EBIT | (814) | (410) | (834) | (425) | (704) | (337) | (431) | (228) | (395) | (214) |

Table 4 – Centrally Managed Expenses

| \$ million | Year ended 30 June 2017 | Half-year ended 31 December 2016 | Year ended 30 June 2016 | Half-year ended 31 December 2015 | Year ended 30 June 2015 | Half-year ended 31 December 2014 | Year ended 30 June 2014 | Half-year ended 31 December 2013 | Year ended 30 June 2013 | Half-year ended 31 December 2012 |
|------------------------------------------------------------|----------------------------|----------------------------------------------|----------------------------|----------------------------------------------|-------------------------------|----------------------------------------------|-------------------------------|----------------------------------------------|-------------------------------|----------------------------------------------|
| Previous Centrally Managed Expenses Underlying EBIT | (237) | (124) | (246) | (129) | (244) | (111) | (191) | (97) | (166) | (84) |
| Add: Health, Safety & Environment | (11) | (6) | (8) | (4) | (6) | (3) | (5) | (2) | (2) | (1) |
| Revised Centrally Managed Expenses Underlying EBIT | (248) | (130) | (254) | (133) | (250) | (114) | (196) | (99) | (168) | (85) |