

**PERFORM GROUP LIMITED
QUARTERLY FINANCIAL REPORT**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF THE TOTAL GROUP
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

**PERFORM GROUP LIMITED
QUARTERLY FINANCIAL REPORT**

DISCLAIMER

This document is for information purposes only and does not constitute an offer to sell or the solicitation of an offer to buy securities in Perform Group Limited or any of its subsidiaries (collectively the "Group"). Furthermore, it does not constitute a recommendation by Perform Group Limited or any other party to sell or buy securities in any member of the Group or any other securities. All forward-looking statements attributable to Perform Group Limited or persons acting on their behalf are qualified in their entirety by these cautionary statements.

PERFORM GROUP LIMITED

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

	12 months ended		3 months ended	
	31 December 2018 £'000	31 December 2017 £'000	31 December 2018 £'000	31 December 2017 £'000
Revenue	577,282	438,576	184,471	136,665
Cost of sales	(551,808)	(360,790)	(201,594)	(122,600)
Gross profit	25,474	77,786	(17,123)	14,065
Administrative expenses	(477,087)	(291,934)	(190,684)	(70,430)
Group operating loss	(451,613)	(214,148)	(207,807)	(56,365)
Finance income	1,401	710	389	305
Finance costs	(28,056)	(43,625)	(5,995)	(14,770)
Revaluation of option to convert loan to equity	-	(112,689)	-	(9,773)
Group loss before tax	(478,268)	(370,259)	(213,413)	(80,603)
Taxation charge	(7,245)	(507)	10,618	2,752
Group loss for the period after tax	(485,513)	(370,259)	(202,795)	(77,851)
<i>Group loss for the period attributable to:</i>				
Owners of the Parent	(485,922)	(370,083)	(203,204)	(77,853)
Non-controlling interests	409	(176)	409	2
	(485,513)	(370,259)	(202,795)	(77,851)

PERFORM GROUP LIMITED

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

	12 months ended		3 months ended	
	31 December 2018 £'000	31 December 2017 £'000	31 December 2018 £'000	31 December 2017 £'000
Group loss for the period	(485,513)	(370,259)	(202,794)	(77,851)
<i>Items that may be reclassified subsequently to loss:</i>				
Exchange differences on translating foreign operations, goodwill and acquisition intangibles held in foreign currencies	3,375	1,455	(3,033)	(766)
Total comprehensive loss for the period	(482,138)	(368,804)	(205,827)	(78,617)
<i>Total comprehensive loss for the period attributable to:</i>				
Owners of the Parent	(482,547)	(368,628)	(206,236)	(78,619)
Non-controlling interest	409	(176)	409	2
	(482,138)	(368,804)	(205,827)	(78,617)

PERFORM GROUP LIMITED

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

	Called up share capital £'000	Share premium £'000	Merger relief reserve £'000	Capital redemption reserve £'000	Retained earnings/ (accumulated deficit) £'000	Foreign exchange reserve £'000	Equity attributable to owners of the Parent £'000	Non- controlling interests £'000	Total equity £'000
At 1 January 2017	7,485	102,310	93,533	38,342	(23,321)	1,495	219,844	(613)	219,231
Loss for the year	-	-	-	-	(370,083)	-	(370,083)	(176)	(370,259)
FX on translating foreign operations, goodwill and intangible assets	-	-	-	-	-	1,455	1,455	-	1,455
Total comprehensive (loss)/profit for the year	-	-	-	-	(370,083)	1,455	(368,628)	(176)	(368,804)
Issuance of option to convert loan to equity	-	-	-	-	(83,566)	-	(83,566)	-	(83,566)
At 31 December 2017	7,485	102,310	93,533	38,342	(476,970)	2,950	(232,350)	(789)	(233,139)
At 1 January 2018	7,485	102,310	93,533	38,342	(476,970)	2,950	(232,350)	(789)	(233,139)
Loss for the period	-	-	-	-	(485,922)	-	(485,922)	409	(485,514)
FX on translating foreign operations, goodwill and intangible assets	-	-	-	-	-	3,376	3,376	-	3,376
Total comprehensive (loss)/profit for the period	-	-	-	-	(485,922)	3,376	(482,546)	409	(482,138)
Share capital/premium issued	5,831	1,224,727	-	-	-	-	1,230,558	-	1,230,558
Redenomination of share capital	(26)	26	-	-	-	-	-	-	-
Exercise of option to convert loan to equity	-	-	-	-	204,255	-	204,255	-	204,255
Recognition of non- controlling interest profits prior to full acquisition	-	-	-	-	(380)	-	(380)	380	-
At 31 December 2018	13,290	1,327,063	93,533	38,342	(759,017)	6,326	719,537	-	719,537

PERFORM GROUP LIMITED

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018 (UNAUDITED)**

	31 December 2018 £'000	31 December 2017 £'000
Non-current assets		
Goodwill	214,996	213,590
Acquisition intangibles	40,900	46,995
Other intangible assets	67,447	42,468
Property, plant and equipment	38,618	33,076
Deferred tax asset	10,796	8,945
	372,757	345,074
Current assets		
Trade and other receivables	93,394	54,832
Prepayments and accrued income	601,087	294,065
Cash and cash equivalents	176,412	197,568
	870,893	546,465
Total assets	1,243,650	891,539
Current liabilities		
Trade and other payables	(298,833)	(153,976)
Derivative liabilities	-	(204,255)
Current borrowings	(2,284)	(537,342)
Current tax liabilities	(6,442)	(2,121)
	(307,559)	(897,694)
Net current assets/(liabilities)	563,334	(351,229)
Non-current liabilities		
Non-current borrowings	(209,188)	(218,505)
Deferred tax liability	(7,366)	(8,479)
	(216,554)	(226,984)
Total liabilities	(524,113)	(1,124,678)
Net assets/(liabilities)	719,537	(233,139)
Equity		
Called up share capital	13,290	7,485
Share premium	1,327,063	102,310
Merger relief reserve	93,533	93,533
Capital redemption reserve	38,342	38,342
Accumulated deficit	(759,017)	(476,970)
Foreign exchange reserve	6,326	2,950
Equity attributable to owners of the Parent	719,537	(232,350)
Non-controlling interests	-	(789)
Total equity	719,537	(233,139)

PERFORM GROUP LIMITED

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

	12 months ended		3 months ended	
	31 December 2018 £'000	31 December 2017 £'000	31 December 2018 £'000	31 December 2017 £'000
Operating activities				
Group operating loss	(451,613)	(214,148)	(207,807)	(56,365)
Increase in trade and other receivables and prepayments and accrued income	(345,584)	(147,524)	(118,569)	(23,110)
(Decrease)/increase in trade and other payables	125,927	19,286	28,608	4,803
Depreciation and amortisation (including acquisition intangibles amortisation)	53,975	39,008	18,859	10,823
Employee long-term incentive scheme charges	6,209	6,047	1,009	1,314
Employee long-term incentive scheme payments	(3,162)	(5,329)	-	-
Exceptional items	24,038	16,664	23,496	372
Payments in respect of exceptional items	(13,666)	(8,377)	(7,115)	(2,183)
Corporation tax payments	(3,555)	(6,847)	(794)	(920)
Cash outflow from operating activities	(607,431)	(300,220)	(262,313)	(65,266)
Investing activities				
Purchases of property, plant and equipment	(23,567)	(25,160)	(13,021)	(7,446)
Purchases of intangible assets	(50,796)	(25,626)	(14,763)	(3,017)
Acquisition of subsidiaries	-	(2,345)	-	(2,345)
Investment income	1,401	710	389	305
Cash outflow from investing activities	(72,962)	(52,421)	(27,395)	(12,503)
Financing activities				
Borrowings and drawdowns	187,636	434,000	-	120,000
Repayment of borrowings	(60,000)	-	-	-
Proceeds from issues of shares and other equity securities	548,053	-	99,687	-
Interest and finance lease charges paid	(18,083)	(16,505)	(9,325)	(8,007)
Cash inflow from financing activities	657,607	417,495	90,362	111,993
Net decrease/(increase) in cash and cash equivalents in the period	(22,786)	64,854	(199,346)	34,224
Cash and cash equivalents at start of period	197,568	134,880	375,623	164,715
Effect of foreign currency exchange rates	1,630	(2,166)	135	(371)
Cash and cash equivalents at end of period	176,412	197,568	176,412	197,568

PERFORM GROUP LIMITED

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)

Disaggregation of the Restricted and Unrestricted groups

A disaggregation of the Group's results and financial condition between the Restricted and Unrestricted Group for the three months ended 31 December 2018 is set out in the following tables.

Income Statement	12 months to 31 December 2018			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Revenue	398,740	212,767	(34,225)	577,282
Cost of sales	(225,825)	(359,817)	33,834	(551,808)
Gross profit/(loss)	172,915	(147,050)	(391)	25,474
Administrative expenses	(188,115)	(289,223)	251	(477,087)
Group operating profit/(loss)	(15,200)	(436,273)	(140)	(451,613)
Finance income	80,645	768	(80,012)	1,401
Finance costs	(21,618)	(86,450)	80,012	(28,056)
Group profit/(loss) before tax	43,827	(521,955)	(140)	(478,268)
Taxation (charge)/credit	(6,860)	(385)	-	(7,245)
Group profit/(loss) after tax	36,967	(522,340)	(140)	(485,513)
Adjusted EBITDA	38,199	(405,200)	(390)	(367,391)
Exceptional items	(19,596)	(4,442)	-	(24,038)
Long-term incentive schemes	(6,775)	566	-	(6,209)
EBITDA	11,828	(409,076)	(390)	(397,638)
Amortisation and depreciation	(20,413)	(27,197)	250	(47,360)
Acquisition-related amortisation	(6,615)	-	-	(6,615)
Group operating profit/(loss)	15,200	(436,273)	(140)	(451,613)

PERFORM GROUP LIMITED

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Income Statement	12 months to 31 December 2017			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Revenue	377,400	90,822	(29,646)	438,576
Cost of sales	(210,279)	(178,794)	28,283	(360,790)
Gross profit/(loss)	167,121	(87,972)	(1,363)	77,786
Administrative expenses	(161,774)	(130,493)	333	(291,934)
Group operating loss	5,347	(218,465)	(1,030)	(214,148)
Finance income	14,996	133	(14,419)	710
Finance costs	(19,108)	(38,936)	14,419	(43,625)
Revaluation of option to convert loan to equity	(112,689)	-	-	(112,689)
Group loss before tax	(111,454)	(257,268)	(1,030)	(369,752)
Taxation charge	1,024	(1,531)	-	(507)
Group loss after tax	(110,430)	(258,799)	(1,030)	(370,259)
Adjusted EBITDA	53,958	(205,024)	(1,363)	(152,429)
Exceptional items	(16,664)	-	-	(16,664)
Long-term incentive schemes	(4,409)	(1,638)	-	(6,047)
EBITDA	32,885	(206,662)	(1,363)	(175,140)
Amortisation and depreciation	(20,795)	(11,803)	333	(32,265)
Acquisition-related amortisation	(6,743)	-	-	(6,743)
Group operating loss	5,347	(218,465)	(1,030)	(214,148)

PERFORM GROUP LIMITED

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Income Statement	3 months to 31 December 2018			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Revenue	114,972	81,188	(11,689)	184,471
Cost of sales	(67,592)	(145,981)	11,979	(201,594)
Gross profit/(loss)	47,380	(64,793)	(290)	(17,123)
Administrative expenses	(71,528)	(119,219)	63	(190,684)
Group operating profit/(loss)	(24,148)	(184,012)	353	(207,807)
Finance income	31,601	201	(31,414)	389
Finance costs	(5,981)	(31,428)	31,414	(5,995)
Group profit/(loss) before tax	1,472	(215,238)	353	(213,413)
Taxation (charge)/credit	17,805	(7,186)	-	10,619
Group profit/(loss) after tax	19,277	(222,424)	353	(202,794)
Adjusted EBITDA	4,959	(169,692)	290	(164,443)
Exceptional items	(19,054)	(4,442)	-	(23,496)
Long-term incentive schemes	(2,575)	1,566	-	(1,009)
EBITDA	(16,670)	(172,568)	290	(188,948)
Amortisation and depreciation	(5,857)	(11,444)	63	(17,238)
Acquisition-related amortisation	(1,621)	-	-	(1,621)
Group operating profit/(loss)	(24,148)	(184,012)	353	(207,807)

PERFORM GROUP LIMITED

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Income Statement	3 months to 31 December 2017			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Revenue	106,650	37,953	(7,937)	136,665
Cost of sales	(57,748)	(72,458)	7,607	(122,600)
Gross profit/(loss)	48,901	(34,505)	(330)	14,066
Administrative expenses	(39,285)	(31,207)	63	(70,430)
Group operating profit/(loss)	9,616	(65,713)	(267)	(56,364)
Finance income	3,711	85	(3,491)	305
Finance costs	(4,917)	(13,344)	3,491	(14,770)
Revaluation of option to convert loan to equity	(9,773)	-	-	(9,773)
Group loss before tax	(1,363)	(78,971)	(267)	(80,602)
Taxation charge	2,923	(171)	-	2,752
Group loss after tax	1,560	(79,143)	(267)	(77,850)
Adjusted EBITDA	17,748	(61,273)	(330)	(43,855)
Exceptional items	(373)	-	-	(373)
Long-term incentive schemes	(905)	(409)	-	(1,314)
EBITDA	16,470	(61,682)	(330)	(45,542)
Amortisation and depreciation	(5,355)	(4,031)	63	(9,323)
Acquisition-related amortisation	(1,500)	-	-	(1,500)
Group operating profit/(loss)	9,616	(65,713)	(267)	(56,364)

PERFORM GROUP LIMITED

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Balance Sheet	As at 31 December 2018			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Non-current assets				
Goodwill	214,996	-	-	214,996
Acquisition intangibles	40,900	-	-	40,900
Other intangible assets	21,120	46,494	(167)	67,447
Property, plant and equipment	13,738	24,880	-	38,618
Loan to Unrestricted Group	1,464,349	-	(1,464,349)	-
Deferred tax asset	10,525	272	-	10,796
	1,765,628	71,646	(1,464,516)	372,757
Current assets				
Trade and other receivables	57,542	35,582	-	93,394
Prepayments and accrued income	89,606	513,233	(1,753)	601,087
Cash and cash equivalents	26,092	150,320	-	176,412
	173,240	699,135	(1,753)	870,893
Total assets	1,938,868	770,781	(1,466,102)	1,243,650
Current liabilities				
Trade and other payables	(126,498)	(172,335)	-	(298,833)
Current borrowings	(2,284)	-	-	(2,284)
Current tax liabilities	(7,753)	1,311	-	(6,442)
	(136,535)	(171,024)	-	(307,559)
Net current assets	36,705	528,382	(1,753)	563,334
Non-current liabilities				
Non-current borrowings	(209,188)	-	-	(209,188)
Payable to Restricted Group	-	(1,464,349)	1,464,349	-
Deferred tax liability	(7,366)	-	-	(7,366)
	(216,554)	(1,464,349)	1,464,349	(216,554)
Total liabilities	(353,089)	(1,635,373)	1,464,349	(524,113)
Net assets/(liabilities)	1,585,778	(864,322)	(1,920)	719,537
Equity				
Called up share capital	13,289	1	-	13,290
Share premium	1,327,064	-	-	1,327,063
Merger relief reserve	93,533	-	-	93,533
Capital redemption reserve	38,342	-	-	38,342
Retained earnings/(accumulated deficit)	110,507	(867,607)	(1,920)	(759,017)
Foreign exchange reserve	3,042	3,284	-	6,326
Total equity	1,585,778	(864,322)	(1,920)	719,537

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**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Balance Sheet	As at 31 December 2017			Total Group £'000
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	
Non-current assets				
Goodwill	213,590	-	-	213,590
Acquisition intangibles	46,995	-	-	46,995
Other intangible assets	22,042	20,843	(417)	42,468
Property, plant and equipment	14,645	18,431	-	33,076
Loan to Unrestricted Group	167,634	-	(167,634)	-
Deferred tax asset	8,679	266	-	8,945
	473,585	39,540	(168,051)	345,074
Current assets				
Trade and other receivables	42,285	12,547	-	54,832
Prepayments	81,956	213,472	(1,363)	294,065
Cash and cash equivalents	49,353	148,215	-	197,568
	173,594	374,234	(1,363)	546,465
Total assets	647,179	413,774	(169,414)	891,539
Current liabilities				
Trade and other payables	(99,851)	(54,125)	-	(153,976)
Derivative liabilities	(204,255)	-	-	(204,255)
Current borrowings	(2,060)	(535,282)	-	(537,342)
Current tax liabilities	(2,031)	(90)	-	(2,121)
	(308,197)	(589,497)	-	(897,694)
Net current liabilities	(134,603)	(215,263)	(1,363)	(351,229)
Non-current liabilities				
Non-current borrowings	(218,505)	-	-	(218,505)
Payable to Restricted Group	-	(167,634)	167,634	-
Deferred tax liability	(8,479)	-	-	(8,479)
	(226,984)	(167,634)	167,634	(226,984)
Total liabilities	(535,181)	(757,131)	167,634	(1,124,678)
Net assets/(liabilities)	111,998	(343,357)	(1,780)	(233,139)
Equity				
Called up share capital	7,485	-	-	7,485
Share premium	102,310	-	-	102,310
Merger relief reserve	93,533	-	-	93,533
Capital redemption reserve	38,342	-	-	38,342
Accumulated deficit	(129,931)	(345,259)	(1,780)	(476,970)
Foreign exchange reserve	1,048	1,902	-	2,950
Equity attributable to owners of the Parent	112,787	(343,357)	(1,780)	(232,350)
Non-controlling interest	(789)	-	-	(789)
Total equity	111,998	(343,357)	(1,780)	(233,139)

PERFORM GROUP LIMITED

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Cash Flows	12 months to 31 December 2018			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Operating activities				
Group operating profit/(loss)	(15,200)	(436,273)	(140)	(451,613)
Increase in trade and other receivables and prepayments	(1,749,320)	(566,350)	1,970,086	(345,584)
Decrease in trade and other payables	1,743,249	352,375	(1,969,697)	125,927
Depreciation and amortisation (including acquisition intangibles amortisation)	27,028	27,197	(250)	53,975
Employee long-term incentive scheme charges	6,775	(566)	-	6,209
Employee long-term incentive scheme payments	(2,728)	(434)	-	(3,162)
Exceptional items	19,596	4,442	-	24,038
Payments in respect of exceptional items	(13,093)	(573)	-	(13,666)
Corporation tax payments	(3,352)	(202)	-	(3,555)
Cash inflow/(outflow) from operating activities	12,955	(620,385)	-	(607,431)
Investing activities				
Purchases of property, plant and equipment	(7,725)	(15,842)	-	(23,567)
Purchases of intangible assets	(10,418)	(40,378)	-	(50,796)
Acquisition of subsidiaries	-	-	-	-
Investment income	633	768	-	1,401
Cash outflow from investing activities	(17,510)	(55,452)	-	(72,962)
Financing activities				
Repayment of borrowings	(60,000)	-	-	(60,000)
Proceeds from borrowings	47,636	140,000	-	187,636
Proceeds from issues of shares and other equity securities	548,053	-	-	548,053
Loan to Unrestricted Group from Restricted Group	(536,970)	536,970	-	-
Interest and finance lease charges paid	(18,035)	(48)	-	(18,083)
Cash (outflow)/inflow from financing activities	(19,316)	676,922	-	657,607
Net (decrease)/increase in cash and cash equivalents in the period	(23,871)	1,085	-	(22,786)
Cash and cash equivalents at start of period	49,353	148,215	-	197,568
Effect of foreign currency exchange rates	610	1,020	-	1,630
Cash and cash equivalents at end of period	26,092	150,320	-	176,412

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**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Cash Flows	12 months to 31 December 2017			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Operating activities				
Group operating loss	5,347	(218,465)	(1,030)	(214,148)
Increase in trade and other receivables and prepayments	(15,822)	(132,065)	1,363	(147,524)
(Increase)/decrease in trade and other payables	(2,955)	22,242	-	19,286
Depreciation and amortisation (including acquisition-related amortisation)	27,538	11,803	(333)	39,008
Employee long-term incentive scheme charges	4,409	1,638	-	6,047
Employee long-term incentive scheme payments	(4,500)	(829)	-	(5,329)
Exceptional items	16,664	-	-	16,664
Payments in respect of exceptional items	(8,377)	-	-	(8,377)
Corporation tax payments	(5,263)	(1,584)	-	(6,847)
Cash inflow/(outflow) operating activities	17,040	(317,260)	-	(300,220)
Investing activities				
Purchases of property, plant and equipment	(8,153)	(17,007)	-	(25,160)
Purchases of intangible assets	(9,844)	(15,782)	-	(25,626)
Acquisition of subsidiaries (net of cash acquired)	(2,345)	-	-	(2,345)
Investment income	577	133	-	710
Cash outflow from investing activities	(19,765)	(32,656)	-	(52,421)
Financing activities				
Borrowings	24,000	410,000	-	434,000
Loan to unrestricted group	14,000	(14,000)	-	-
Interest and finance lease charges paid	(16,455)	(50)	-	(16,505)
Cash inflow from financing activities	21,545	395,950	-	417,495
Net increase in cash and cash equivalents in the period	18,820	46,034	-	64,854
Cash and cash equivalents at start of period	31,489	103,391	-	134,880
Effect of foreign currency exchange rates	(956)	(1,210)	-	(2,166)
Cash and cash equivalents at end of period	49,353	148,215	-	197,568

PERFORM GROUP LIMITED

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Cash Flows	3 months to 31 December 2018			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Operating activities				
Group operating profit/(loss)	(24,148)	(184,012)	353	(207,807)
Decrease/(increase) in trade and other receivables and prepayments	(1,721,438)	(366,537)	1,969,406	(118,569)
Decrease in trade and other payables	1,722,628	275,677	(1,969,697)	28,608
Depreciation and amortisation (including acquisition intangibles amortisation)	7,479	11,442	(62)	18,859
Employee long-term incentive scheme charges	2,575	(1,566)	-	1,009
Exceptional items	19,054	4,442	-	23,496
Payments in respect of exceptional items	(6,542)	(573)	-	(7,115)
Corporation tax payments	(871)	77	-	(794)
Cash inflow/(outflow) from operating activities	(1,263)	(261,050)	-	(262,313)
Investing activities				
Purchases of property, plant and equipment	(3,762)	(9,259)	-	(13,021)
Purchases of intangible assets	(1,669)	(13,094)	-	(14,763)
Acquisition of subsidiaries	-	-	-	-
Investment income	187	202	-	389
Cash outflow from investing activities	(5,244)	(22,151)	-	(27,395)
Financing activities				
Repayment of Borrowings	-	-	-	-
Proceeds from issues of shares and other equity securities	99,687	-	-	99,687
Loan to Unrestricted Group from Restricted Group	(89,579)	89,579	-	-
Interest, bank fees and related charges	(9,317)	(8)	-	(9,325)
Cash (outflow)/inflow from financing activities	791	89,571	-	90,362
Net increase/(decrease) in cash and cash equivalents in the period	(5,716)	(193,630)	-	(199,346)
Cash and cash equivalents at start of period	31,083	344,540	-	375,623
Effect of foreign currency exchange rates	726	(591)	-	135
Cash and cash equivalents at end of period	26,093	150,319	-	176,412

PERFORM GROUP LIMITED

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (UNAUDITED)**

Disaggregation of the Restricted and Unrestricted groups (continued)

Cash Flows	3 months to 31 December 2017			
	Restricted Group £'000	Unrestricted Group £'000	Elimination £'000	Total Group £'000
Operating activities				
Group operating profit/(loss)	9,615	(65,713)	(267)	(56,365)
Increase in trade and other receivables and prepayments	1,161	(24,601)	330	(23,110)
(Increase)/decrease in trade and other payables	(2,175)	6,978	-	4,803
Depreciation and amortisation (including acquisition-related amortisation)	6,856	4,030	(63)	10,823
Employee long-term incentive scheme charges	904	410	-	1,314
Exceptional items	372	-	-	372
Payments in respect of exceptional items	(2,183)	-	-	(2,183)
Corporation tax payments	(818)	(102)	-	(920)
Cash inflow/(outflow) operating activities	13,732	(78,998)	-	(65,266)
Investing activities				
Purchases of property, plant and equipment	(2,578)	(4,868)	-	(7,446)
Purchases of intangible assets	(1,581)	(1,436)	-	(3,017)
Acquisition of subsidiaries (net of cash acquired)	(2,345)	-	-	(2,345)
Finance income	220	85	-	305
Cash outflow from investing activities	(6,284)	(6,219)	-	(12,503)
Financing activities				
Borrowings (net of bank fees and costs)	10,000	110,000	-	120,000
Loan to unrestricted group	6,000	(6,000)	-	-
Interest and finance lease charges paid	(8,042)	35	-	(8,007)
Cash inflow from financing activities	7,958	104,035	-	111,993
Net increase in cash and cash equivalents in the period				
	15,406	18,818	-	34,224
Cash and cash equivalents at start of period	34,115	129,600	-	163,715
Effect of foreign currency exchange rates	(168)	(203)	-	(371)
Cash and cash equivalents at end of period	49,353	148,215	-	197,568