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Tox Free Solutions Limited
ABN 27 058 596 124

20 August 2015

ASX Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir / Madam

**RESULTS COMMENTARY, APPENDIX 4E AND ANNUAL REPORT
FINAL RESULTS FOR THE YEAR ENDED 30 JUNE 2015**

Tox Free Solutions Limited (**Toxfree**) is pleased to present the results commentary, Appendix 4E and Annual Report containing details of Toxfree's audited financial results for the year ended 30 June 2015.

Yours faithfully
TOX FREE SOLUTIONS LIMITED

DAVID MCARTHUR
Company Secretary



ASX ANNOUNCEMENT

Results for FY15

- Revenue up 10% to \$407.3 M
- Underlying net profit after tax of \$23.0M*
- Strong cash conversion – 102% of EBITDA
- Dividend increased by 42% to 8.5 cents per share

20 August 2015

ASX Limited

The Directors of Tox Free Solutions Ltd (“Toxfree”, the “Company” or “Group”) (ASX: TOX) are pleased to announce the Company’s financial results for the year ended 30 June 2015.

The Company delivered sound growth in earnings to record Earnings before Interest, Tax, Depreciation and Amortisation (EBITDA) of \$ 71.9m* up 8% on FY14 and Net Profit after Tax (NPAT) of \$23.0m*.

The Board is pleased to announce a final dividend of 4.5 cents per share which will be fully franked based on tax paid of 30%, bringing the total dividend for the 2015 financial year to 8.5 cents per share fully franked. This is a 42% increase on the previous year’s dividend. The 8.5 cent dividend represents a 50% (2014: 35%) return of underlying net profit after tax to ordinary shareholders.

The dividend record date to determine entitlements is 7 September 2015 and the payment date is 29 September 2015. The company dividend reinvestment plan is available for all shareholders wishing to participate.



The key highlights of the financial year were:

Financial

Group results	FY15 \$'000	FY14 \$'000	% Change
Revenue - Services	407,278	369,997	10%
EBITDA *	71,876	66,639	8%
EBIT *	40,148	39,197	2%
Profit before tax *	33,643	32,692	3%
Profit after tax *	22,970	22,982	0%
Underlying earnings per share (cents) *	17.00	17.27	(2)%
Dividend (cents per share)	8.5	6	42%
Cash Conversion as a % of Statutory EBITDA	102%	90%	1200bps

(*Non-IFRS Financial Information - Normalised for non-operational adjustments – refer table 1 page 9 for further detail)

Safety

- Safety performance continues to improve as we strive for our “Harmfree” vision of zero tolerance to any injury and our belief that all injuries can be prevented.
- Significant improvement in all key metrics ^ with a Lost Time Injury Frequency Rate of zero, Total Recordable Injury Frequency Rate of 8.3 (24% reduction) and an All Injury Frequency Rate of 43.2.
- Job site safety inspections and completed QUEST actions, which the Company uses to promote hazard identification and safety awareness, have increased by 201%.
- The entire business is now certified through SAI Global to AS/NZS 4801, AS/NZS ISO 9001 and AS/NZS ISO 14001 standards.

^ Safety metrics are accurate as at the time of publication

Operations

Technical and Environmental Services

Results	FY15 \$'000	FY14 \$'000	% Change
Revenue	53,367	63,763	(16)%
EBITDA *	19,883	22,442	(11)%
EBIT *	14,631	17,814	(18)%

(*Non-IFRS Financial Information - Normalised for non-operational adjustments – refer table 1 page 9 for further detail)

- Outstanding performance from east coast facilities partially offsets reduction in earnings from Western Australian resource sector.
- Household hazardous waste contracts and volumes continue to increase.
- New Waste to Energy facility in the Pilbara has reached an important milestone achieving planning consent.
- Emphasis on cost savings and reducing third party disposal costs has helped sustain margins in a competitive market and low growth economy.

Industrial Services

Results	FY15 \$'000	FY14 \$'000	% Change
Revenue	103,828	97,831	6%
EBITDA *	18,096	18,449	(2)%
EBIT *	9,902	9,796	1%

(*Non-IFRS Financial Information - Normalised for non-operational adjustments – refer table 1 page 9 for further detail)

- Industrial Services in Victoria and services for Telstra, on the National Broadband Network, were highlights for this business.
- Central Queensland regions of the Surat Basin and Gladstone continue to perform well.
- Services in Western Australia to the mining, oil and gas sector continued to grow with a number of projects completed for ConocoPhillips, Apache, Chevron and Woodside.
- Awarded industrial services contract for Wheatstone LNG Project in Onslow.
- Expanded our network of dedicated Industrial Services Business Units in the Darwin and Broome regions, off the back of contract award for Inpex tank cleaning works.

Waste Services

Results	FY15 \$'000	FY14 \$'000	% Change
Revenue	250,083	208,403	20%
EBITDA *	62,084	52,980	17%
EBIT *	45,045	39,931	13%

(*Non-IFRS Financial Information - Normalised for non-operational adjustments – refer table 1 page 9 for further detail)

- Pilbara region continued its strong performance servicing existing iron ore and LNG producers.
- Queensland commercial waste volumes and earnings increased on FY14.
- Services to Chevron’s Gorgon project on Barrow Island continued to perform well, and we have achieved over 1,000,000 man hours without lost time injury.
- Implemented new Radio Frequency Identification Device (RFID) bin tracking technology for both the Shire of Broome, and City of Geraldton household waste contracts.
- 13% organic growth within regional Queensland.

Outlook

Earlier this Calendar year the Board, Executive and General Managers participated in a 5 year strategic planning process. Jointly the team identified 32 strategic initiatives for assessment and implementation over the next 5 years with the aim of increasing Earnings per Share and Return on Invested Capital. The initiatives are aimed at increasing revenue, reducing costs and strengthening our service offering in all service lines through the introduction of new technologies, complementary services and treatment of a broader range of waste materials.

It has been a challenging period within the Australian market, and we expect these conditions to persist for the 2016 financial year. The Waste market in Australia is estimated at \$14 Bn** pa and growing at an average growth rate of over 5%. There are a number of key drivers including increasing costs of landfill, more stringent regulation and community environmental awareness that support growth in our sector. There are many exciting opportunities across Australia and Toxfree is confident we can continue to gain further market share, even in a low growth period of the Australian economy.

There are still industries and regions throughout Australia where we are forecasting growth. For instance, in the coming years Australia is expected to increase its volume of iron ore and coal exports considerably, and the number of LNG production facilities will increase from seven to twenty over the next three years.



In diversifying our revenue streams across multiple sectors and providing Total Waste Management Solutions we believe Toxfree is well placed to continue to grow our business over the long-term. Our cash flows and balance sheet are strong, and through further growth of our core business, and implementation of a number of strategic initiatives, Toxfree is optimistic we will continue to grow shareholder returns.

We are committed to ensuring we provide safe, reliable and sustainable services to our clients and through this commitment Toxfree will strengthen our long-term relationships.

The continuing success of the Company can only be achieved through the hard work and commitment of all Toxfree employees. On behalf of the Toxfree Board of Directors I would like to take this opportunity to thank all employees for their efforts during the year.

STEVE GOSTLOW
Managing Director

APPENDIX 4E – FINAL REPORT**Results for announcement to the market (1)**

For the year ended 30 June 2015

Previous corresponding period: year ended 30 June 2014

				\$'000
Total Revenue from ordinary activities	up	10%	to	407,532
Profit from ordinary activities after tax for the year	up	1%	to	21,994
Profit for the year attributable to members	up	1%	to	21,768
Total comprehensive income for the year attributable to members	down	1%	to	21,232

Dividends

It is proposed to pay a fully franked final 2015 dividend of 4.5 cents per share on 29 September 2015.

	30 June 2015 cents	30 June 2014 Cents
Net tangible assets per security	74.13	65.35

	30 June 2015 cents	30 June 2014 Cents
Basic Earnings per share	16.27	16.33
Diluted earnings per share	16.19	16.18

Entities over which control has been gained or lost during the period:

Pilbara Logistics Pty Ltd: 1 August 2014; control gained.

PTES Environmental Services Pty Ltd: 1 August 2014, control gained.

GBR Enviroservices Pty Ltd: 1 January 2015, control gained.

Audit status:

- (1) This report is based on audited accounts.
An explanation of the results is included in the 2015 Annual Report.