

Financial statements

Consolidated income statement

Year to 31 December 2019

	Notes	Year ended 31 December 2019			Year ended 31 December 2018		
		Adjusted \$ million	Adjusting items ¹ \$ million	Reported \$ million	Adjusted \$ million	Adjusting items ¹ \$ million	Reported \$ million
Revenue	3	503.6	-	503.6	476.9	-	476.9
Cost of sales		(135.0)	-	(135.0)	(132.4)	-	(132.4)
Gross profit		368.6	-	368.6	344.5	-	344.5
Product development	3	(96.5)	-	(96.5)	(96.9)	-	(96.9)
Selling and marketing		(129.2)	-	(129.2)	(123.9)	-	(123.9)
Administration		(50.0)	-	(50.0)	(46.6)	-	(46.6)
Other items		-	(4.3)	(4.3)	-	(19.6)	(19.6)
Operating profit		92.9	(4.3)	88.6	77.1	(19.6)	57.5
Other items credited/(charged) in arriving at operating profit:							
Exceptional items	5	-	0.5	0.5	-	(13.1)	(13.1)
Acquisition related costs	37	-	(0.1)	(0.1)	-	-	-
Acquired intangible asset amortisation		-	(1.2)	(1.2)	-	(3.7)	(3.7)
Share-based payment	34	-	(3.5)	(3.5)	-	(2.8)	(2.8)
Other items		-	(4.3)	(4.3)	-	(19.6)	(19.6)
Finance income	6	2.8	-	2.8	1.4	-	1.4
Finance costs	7	(1.8)	-	(1.8)	(0.1)	-	(0.1)
Gain on divestment	36	-	-	-	-	2.4	2.4
Profit before tax	4	93.9	(4.3)	89.6	78.4	(17.2)	61.2
Tax	10	(12.2)	0.6	(11.6)	(12.1)	6.7	(5.4)
Profit for the year attributable to owners of the parent Company		81.7	(3.7)	78.0	66.3	(10.5)	55.8
Earnings per share (cents)	11						
Basic		13.40		12.79	10.86		9.14
Diluted		13.23		12.63	10.75		9.05

Note

1. Adjusting items comprise exceptional items, acquisition related costs, amortisation of acquired intangible assets, share-based payment, gain on divestment, tax on adjusting items and prior year tax.

The performance of the Group is assessed using a variety of non-GAAP alternative performance measures which are presented to provide additional financial information that is regularly reviewed by management. Adjusting items are identified and excluded by virtue of their size, nature or incidence as they do not reflect management's evaluation of the underlying trading performance of the Group. The alternative performance measures are presented on pages 190 and 191.

The notes on pages 121 to 163 and pages 186 and 187 form part of these financial statements.