Euromoney Institutional Investor PLC

Interim Financial Report 2017

Euromoney Institutional Investor PLC
Interim results
Strategy on track

May 18 2017

Highlights	H1 2017		H1 2016		Change
Total revenue	**£203.2**	**m**	£194.2	m	5%
Adjusted results					
• Adjusted operating profit	**£49.0**	**m**	£46.8	m	5%
• Adjusted profit before tax	**£49.1**	**m**	£46.9	m	5%
• Adjusted diluted earnings a share	**32.7**	**p**	29.9	p	9%
Statutory results					
• Operating profit	**£15.6**	**m**	£26.0	m	
• Profit before tax	**£15.6**	**m**	£23.4	m	
• Diluted earnings a share	**11.4**	**p**	13.4	p	
Net (debt)/cash	**(£83.6)**	**m**	£55.9	m	(£139.5m)
Interim dividend	**8.8**	**p**	7.0	p	26%

A detailed reconciliation of the group's adjusted results is set out in the appendix to this statement.

- Strategy on track in this year of transition. The recent DMGT sell-down has allowed us to accelerate the strategy.
- First-quarter revenues reflected, as expected, the continuation of the headwinds experienced last year. Second quarter shows some signs of the business turning.
- Total revenues up 5%, underlying[1] revenues down 2%.
- Adjusted profit before tax up 5% to £49.1m.
- Results continued to be boosted by a strong dollar compared to last year.
- Statutory profit before tax reflects exceptional items of £24.6m and acquired intangible amortisation of £8.8m.
- Net debt at March 31 of £83.6m, from net cash position at year-end, following the £193.6m share buyback in January.
- Strong 12-month cash conversion of 120% (2016: 107%) continues to strengthen the balance sheet.
- Active portfolio management continues. Four businesses sold and one acquisition made in first half together with two more acquisitions in April, including the US$125m purchase of RISI.
- New dividend policy: interim dividend increased by 26% to 8.8p.

[1] Underlying revenues are at constant exchange rates, including pro forma prior year comparatives for acquisitions and excluding disposals and significant event timing differences as reconciled on page 8.

Commenting on the results, Andrew Rashbass, CEO, said:

"The first-half results reflect good progress with our strategy: investing in strategic themes; creating a best-of-both-worlds operating model which combines Euromoney's well-known entrepreneurial culture with the benefits of a more corporate approach; and active portfolio management. DMGT's sell-down has helped us accelerate this strategy. We are already seeing payback from our investments last year. During the first half we continued to invest for growth and to address the drag from cyclically and structurally challenged businesses. Although headwinds remain for our customers and therefore for us, particularly in asset management, the commodities and banking & finance markets are showing signs of improving. The progress we are seeing gives us confidence that we will meet the board's expectations for the full year. It is in this context that the board has changed its dividend policy to increase the dividend to approximately 40% of adjusted earnings each year."

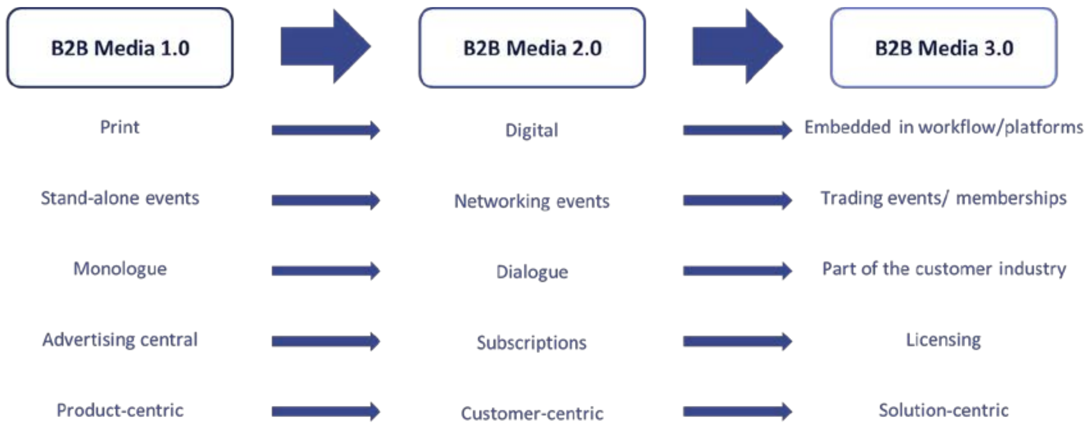
Strategy

Our strategy is to manage a portfolio of businesses in markets where information, data and convening market participants are valued. We deliver products and services that support our clients' critical activities.

In particular, we look to serve markets which are semi-opaque; that is, where there is information which organisations need in order to operate effectively but the information is hard to find. Price discovery is a good example.

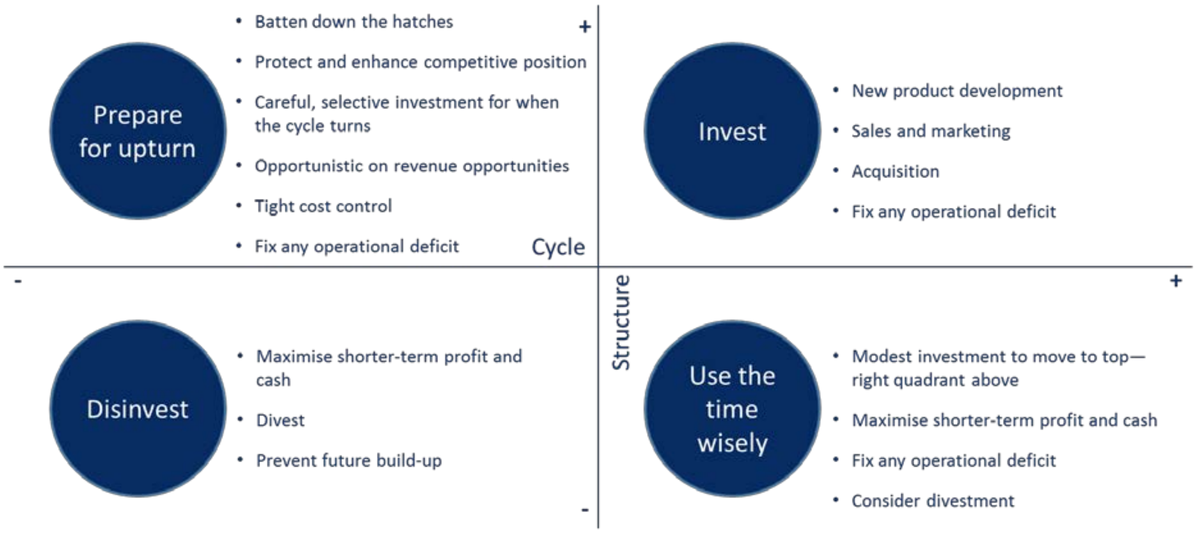
B2B 3.0: How information markets are evolving

We characterise the business models of B2B information companies into three generations, which we call B2B Media 1.0, 2.0 and 3.0. Their characteristics are typically as follows:



Euromoney has been successful in becoming a 2.0 business over the past 10 or more years. We are becoming a 3.0 business, pacing the transition to meet and anticipate our customers' needs.

Quadrants: As we manage our portfolio to achieve our strategy, we categorise our businesses into four quadrants:



Three pillars of strategic activity

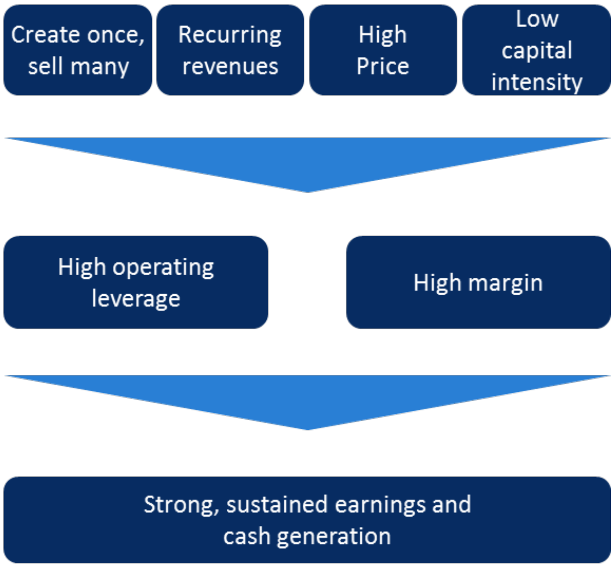
This analysis results in three pillars of strategic activity:

1. **Invest around big themes.** These include price discovery, post-trade activities, asset management and telecoms. Some examples from the half year:

    a. Price discovery: Following the acquisition of FastMarkets in September 2016 which confirmed Metal Bulletin as a leading metals price reporting agency, we purchased RISI in April 2017 for US$125m. RISI is the leading price reporting agency for the global forest-products market.

    b. We continue to invest in new products at, for instance, CEIC, BCA and Institutional Investor.

2. **Transform the operating model.** There are two aspects to our model. One is our target business model:



The second is what we call a "best-of-both-worlds" operating model. Euromoney is known for its entrepreneurial culture – our people are creative, action-oriented, close to their customers, passionate about their brands, knowledgeable about the industries they serve and accountable for their results. Over the past six months, we have reorganised the business into seven divisions: price reporting, investment research, Institutional Investor, banking and finance, specialist information, events and data. Alongside, we are building strong central functions to support the businesses and to ensure we take advantage of Euromoney's scale, share best practice, operate strategically and create career paths for staff across the whole company.

3. **Actively manage the portfolio**. Acquisitions have always been, and remain, an important part of Euromoney's strategy. We have a record of identifying good businesses where our ownership adds value. In many cases, we buy founder-run businesses; and those founders often stay and grow their business within Euromoney. So far this year we have acquired the small telecoms events businesses BroadGroup (49% in March 2017) and Layer123 (61% in April 2017), as well as RISI (100% in April 2017)

   We also sell businesses where we believe we are not the best owners, and to generate funds (alongside our strong cash-flows and debt capacity) to invest in the themes discussed above. During the period, we sold four businesses: HedgeFund Intelligence (December 2016), II Intelligence (December 2016), Euromoney Indices (March 2017) and LatinFinance (March 2017) for a combined exceptional profit on disposal of £4.8m.

Strategy overall. Our strategy is designed to develop the businesses we own and deliver strategic, timely, and well-executed acquisitions and disposals. We aim to allocate and recycle capital efficiently to good organic and inorganic opportunities via our "best-of-both-worlds" operating model. Our ambition is to generate consistent and meaningful returns for our shareholders at relatively low risk.

Outlook

The outlook for the commodities and banking markets is improving whereas the asset management sector is now facing headwinds. Currency remains a tailwind at the moment and we are seeing good progress from the strategic actions we are taking. Therefore, we expect to deliver a full year performance in line with the board's expectations.

Operating and Financial Review

Trading Review

Total revenue for the six months to March 31 increased by 5% to £203.2m. The group's businesses focused on price discovery, data and market intelligence improved. The commodity events and banking & finance segments, which together accounted for 24% of revenues, declined as we removed unprofitable events in the face of challenging trading conditions, particularly in the first quarter. Despite a tougher market outlook for asset management, the group modestly increased its subscription revenues from this segment, benefitting from the strategic actions initiated last year around new products, pricing and sales.

On a reported basis, the high-margin flow-through from the growth of the *Invest* quadrant and favourable exchange rates more than offset the drag from businesses in the *Disinvest* quadrant.

Revenue (£m)*	Subscriptions/ Content	Advertising	Sponsorship	Delegates	Other	**Total**
Asset management	69.1 1%	7.1 (8%)	6.1 4%	0.6 (99%)	0.0 62%	**82.9 0%**
Pricing, data & market intelligence	52.5 3%	5.0 (23%)	6.8 10%	8.9 -	0.6 (23%)	**73.8 1%**
Banking & finance	4.2 (8%)	4.1 (1%)	10.0 (12%)	10.9 (13%)	0.6 (25%)	**29.8 (11%)**
Commodity events	N/A	N/A	4.0 (10%)	14.6 (7%)	0.4 1%	**19.0 (10%)**
	125.8 1%	**16.2 (14%)**	**26.9 (3%)**	**35.0 (6%)**	**1.6 (18%)**	**205.5 -**
Sold/closed businesses						**4.7 -**
Foreign exchange losses on forward contracts						**(7.0) -**
Total revenue						**203.2 (2%)^**

* Figures are 2017 reported revenues and percentages are underlying growth rates.
^ Calculates the growth rate for underlying revenues of £198.5m for the six months to March 31 (i.e. total revenue of £203.2m less sold/closed businesses revenue of £4.7m) over the equivalent six month period in 2016.

Underlying revenue fell by 2% in the period, but with a marked difference in performance between the two quarters. After a 5% decline in the first quarter, underlying revenue increased by 1% in the second, with the return to growth largely due to a recovery in the events businesses, particularly in banking & finance and commodities (see table below).

Revenue change by quarter (underlying[#]) year-on-year % change	**2016**				**2017**	
	Q1	**Q2**	**Q3**	**Q4**	**Q1**	**Q2**
Subscriptions and content	2%	-	1%	2%	1%	2%
Advertising	(2%)	(16%)	(14%)	(12%)	(16%)	(10%)
Sponsorship	(7%)	(8%)	9%	(7%)	(14%)	5%
Delegates	(18%)	(17%)	(9%)	(12%)	(14%)	1%
Total[Ω]	(6%)	(6%)	(1%)	(4%)	(5%)	1%

[#] At constant exchange rates, including pro forma prior year comparatives for acquisitions and excluding disposals and significant event timing differences.
[Ω] Includes other revenues but excludes revenues from sold/closed businesses. Foreign exchange hedging losses restated in prior year at current year level.

Underlying subscriptions and content revenues increased by 1%. Despite the cost and fee pressures facing the asset management sector, subscription revenues from this segment increased by 1% on an underlying basis, with some of the strategic initiatives undertaken in 2016 starting to bring benefits. Pricing, data and market intelligence subscription revenues increased by an underlying 3%, mainly due to a strong performance from Metal Bulletin including the successful integration of last year's FastMarkets acquisition.

Underlying advertising revenues remained weak and decreased by 14%, but advertising now represents less than 10% of revenues.

Underlying event revenues fell by 5% (sponsorship fell by 3% and delegates by 6%), with the banking & finance and commodity events segments providing a significant drag. However, much of this revenue decline comes from strategic actions taken in 2016 to consolidate some of the group's event activities and cut out a significant number of low margin events and unprofitable training courses, which is now starting to improve profitability. There are also signs of a recovery in these segments as a first quarter revenue decline of 14% was followed by growth of 2% in the second quarter. Large events, particularly in the telecoms and structured finance sectors, have continued to perform well.

The adjusted operating margin was 24%, the same as last year, reflecting the benefit from the *Invest* quadrant businesses and the elimination of unprofitable events training courses, offset by some remaining drag from the *Disinvest* quadrant and increased costs attributable to the DMGT sell-down and the need to operate as a standalone group. Adjusted operating profit increased by 5% to £49.0m.

Adjusted and statutory results

Adjusted profit before tax increased by 5% to £49.1m, with an increase in financing costs following the share buyback offset by an improvement in profits from the group's equity interest in associates and joint ventures, principally Dealogic. Adjusted diluted earnings per share increased by 9% to 32.7p (2016: 29.9p), largely reflecting the benefit from the reduction in the number of shares in issue following the share buyback.

The statutory profit before tax of £15.6m is lower than the adjusted profit before tax due to exceptional items of £24.6m and acquired intangible amortisation of £8.8m. The exceptional items largely arise from a goodwill impairment charge for one of the group's asset management businesses, following its disappointing financial performance in the face of tough market conditions and recent management changes. A detailed reconciliation of the group's adjusted and statutory results is set out in the appendix to this statement.

Tax

The adjusted effective tax rate based on adjusted profit before tax and excluding deferred tax movements on intangible assets, prior year items and exceptional items is 21% (2016: 19%). The group continues to benefit from reductions in the UK corporate tax rate and the tax effects of acquisitions. The tax rate in each year depends mainly on the geographic mix of profits and applicable local tax rates. The group's reported effective tax rate decreased to 12% compared to 26% in 2016. A reconciliation of the tax rate and a description of the group's uncertain tax positions are set out in note 6 to this statement.

DMGT sell-down

In December 2016, DMGT announced its intention to reduce its equity interest in Euromoney from 68% to 49% through a combination of a 15% share buyback by Euromoney and a 10% placing with institutional shareholders, which was completed in early January. The sell-down gives Euromoney balance sheet independence from DMGT and will enable Euromoney to accelerate its active portfolio management strategy. The £193.6m share buyback was funded by a mix of cash and new borrowing facilities arranged by Euromoney, and its borrowing facility with DMGT was terminated.

Following the DMGT sell-down, Euromoney has been investing in its operating model, including replacing the functions previously provided by DMGT and building a strong centre to support its growth strategy as a stand-alone entity. Once complete, this investment is expected to increase costs by approximately £4m a year, of which £1m were incurred in the first half.

Net debt and cash flow

Net debt at March 31 2017 was £83.6m compared with net cash of £55.9m at March 31 2016 and net cash of £83.8m at the last year end. The move to a net debt position reflects the share buyback completed in early January at a cost of £193.6m, funded by £75.4m of the group's cash and new bank term-loans of £118.2m. This was partly offset by strong operating cash flows of £73.7m and net cash proceeds of £2.9m from M&A activity in the period. The completion of the RISI and Layer123 acquisitions in April increased net debt by a further £103.3m.

The group's new five-year external borrowing facilities comprise term-loans of US$100m and £40m (total £119m) and a £130m multi-currency revolving credit facility. There is a further accordion facility of £130m should the group wish to request it. The term-loans and drawings under the revolving credit facility bear interest charged at LIBOR plus a margin, the applicable margin being based on the group's ratio of net debt to adjusted EBITDA. At March 2017, the group's ratio of net debt to adjusted EBITDA was 0.7 times and the committed undrawn facility available to the group was £130m. Following completion of the RISI acquisition, the group's net debt increased to approximately 1.5 times adjusted EBITDA.

The group's underlying operating cash conversion for the 12 months to March was 120% (2016: 107%), reflecting better working capital management and an increase in deferred revenue.

Dividend

When the DMGT sell-down was announced in December 2016, the board committed to reviewing the company's dividend policy. Following this review, the board has approved a new, progressive dividend policy with an increase in the dividend pay-out ratio from approximately 33% to approximately 40% (a reduction in the dividend cover from 3.0 to 2.5 times earnings), subject to the capital needs of the business. The interim dividend will be paid at a rate of approximately 33% of the previous year's total dividend. The 15% reduction in the number of shares in issue following the share buyback, combined with the increase in the dividend pay-out ratio, has enabled the board to approve a 26% increase in the interim dividend to 8.8p per share (2016: 7.0p), to be paid to shareholders on June 22.

Currency

The group generates approximately two thirds of both its revenues, including approximately a third of its UK revenues, and profit before tax in US dollars. The exposure to US dollar revenues in its UK businesses is hedged using forward contracts to sell US dollars, which delays the impact of movements in exchange rates for at least a year. However, the group does not hedge the foreign exchange risk on the translation of overseas profits.

The average sterling-US dollar rate for the six months to March 31 was $1.25 (2016: $1.48). This improved headline revenue growth rates for the year by approximately ten percentage points and adjusted profit before tax by £6.4m. Each one cent movement in the US dollar rate has an impact on profits on translation of approximately £0.6m on an annualised basis. The group also benefitted from the revaluation of non-sterling denominated balance sheet items resulting in a gain of £0.2m (2016: £1.7m gain).

Further trading updates

Further coverage of these half-year results will be provided to analysts at a presentation starting at 9am on May 18 at the offices of UBS in London. The group intends to provide a brief third-quarter trading update on July 21.

END

For further information, please contact:

Euromoney Institutional Investor PLC
Colin Jones, Finance Director: +44 20 7779 8666; cjones@euromoneyplc.com

FTI Consulting
Charles Palmer: +44 20 3727 1400; euromoney@fticonsulting.com

CAUTIONARY STATEMENT

This Interim Financial Report (IFR) has been prepared solely to provide additional information to shareholders to assess the Euromoney group's results and strategy and the potential for that strategy to succeed. The IFR should not be relied on by any other party for any other purpose. This IFR contains certain forward-looking statements. These statements are made by the directors in good faith based on the information available to them up to the time of their approval of this report but such statements should be treated with caution due to the inherent uncertainties, including both economic and business risk factors, underlying any such forward-looking information.

NOTE TO EDITORS

Euromoney Institutional Investor PLC (www.euromoneyplc.com) is listed on the London Stock Exchange and is a member of the FTSE 250 share index. It is an international business-information group covering asset management, price discovery, data & market intelligence, and banking & finance under brands including Euromoney, Institutional Investor, BCA Research, Ned Davis Research and Metal Bulletin. The group also runs an extensive portfolio of events for the telecoms, financial and commodities markets.

Appendix to Interim Statement

Reconciliation of Consolidated Income Statement to adjusted results for the six months ended March 31 2017
The directors believe that the adjusted profit and earnings per share measures provide additional useful information for shareholders to evaluate and to compare the performance of the business from period to period. These measures are used by management for budgeting, planning and monthly reporting purposes. The non-IFRS measures also enable the group to more easily and consistently track the underlying operational performance by separating out the following types of income, charges and non-cash items.

Adjusted figures are presented before the impact of amortisation of acquired intangible assets (comprising trademarks and brands, databases and customer relationships), exceptional items, share of associates and joint ventures' acquired intangibles amortisation, exceptional items and tax, and net movements in deferred consideration and acquisition commitments. The amortisation of acquired intangible assets is excluded to allow an easier comparison of the results of organically developed businesses with acquired businesses. In respect of earnings, adjusted amounts reflect a tax rate that includes the current tax effect of the goodwill and intangible assets. Many of the group's acquisitions, particularly in the US, give rise to significant tax savings as the amortisation of goodwill and intangible assets on acquisition is deductible for tax purposes. The group considers that the resulting adjusted effective tax rate is therefore more representative of its tax payable position. Further analysis of the adjusting items is presented in notes 2, 4, 5, 6, 8, 10 and 11 to the Consolidated Condensed Interim Financial Report.

The group has consistently applied this definition of adjusted measures as it has reported on its financial performance in the past and it is the group's intention to continue to consistently apply this definition in the future.

The reconciliation below sets out the adjusted results of the group and the related adjustments to the Condensed Consolidated Income Statement.

	Notes	**Adjusted £000**	**Adjust-ments £000**	**Unaudited six months ended March 31 2017 Total £000**	Adjusted £000	Adjust-ments £000	Unaudited six months ended March 31 2016 Total £000	Adjusted £000	Adjust-ments £000	Audited year ended Sept 30 2016 Total £000
Total revenue	2	**203,219**	**-**	**203,219**	194,198	-	194,198	403,112	-	403,112
Adjusted operating profit	2	**48,984**	**-**	**48,984**	46,830	-	46,830	101,450	-	101,450
Acquired intangible amortisation	11	**-**	**(8,824)**	**(8,824)**	-	(7,850)	(7,850)	-	(16,733)	(16,733)
Exceptional items	4	**-**	**(24,559)**	**(24,559)**	-	(12,940)	(12,940)	-	(37,264)	(37,264)
Operating profit		**48,984**	**(33,383)**	**15,601**	46,830	(20,790)	26,040	101,450	(53,997)	47,453
Share of results in associates and joint ventures	10	**1,168**	**(2,274)**	**(1,106)**	641	(1,936)	(1,295)	2,186	(4,009)	(1,823)
Finance income	5	**175**	**2,171**	**2,346**	164	-	164	694	-	694
Finance expense	5	**(1,247)**	**-**	**(1,247)**	(763)	(789)	(1,552)	(1,801)	(601)	(2,402)
Net finance (costs)/income	5	**(1,072)**	**2,171**	**1,099**	(599)	(789)	(1,388)	(1,107)	(601)	(1,708)
Profit before tax		**49,080**	**(33,486)**	**15,594**	46,872	(23,515)	23,357	102,529	(58,607)	43,922
Tax expense on profit	6	**(10,243)**	**8,299**	**(1,944)**	(8,897)	2,744	(6,153)	(18,066)	5,157	(12,909)
Profit for the period		**38,837**	**(25,187)**	**13,650**	37,975	(20,771)	17,204	84,463	(53,450)	31,013
Attributable to:										
Equity holders of the parent		**38,556**	**(25,187)**	**13,369**	37,773	(20,771)	17,002	84,194	(53,450)	30,744
Equity non-controlling interests		**281**	**-**	**281**	202	-	202	269	-	269
		38,837	**(25,187)**	**13,650**	37,975	(20,771)	17,204	84,463	(53,450)	31,013
Diluted earnings per share	8	**32.72p**	**(21.37)p**	**11.35p**	29.86p	(16.42)p	13.44p	66.51p	(42.22)p	24.29p

Underlying results

When assessing the performance of our businesses, the board considers the adjusted results. The year-on-year change in adjusted results may not, however, be a fair like-for-like comparison as there are a number of factors which can influence growth rates but which do not reflect underlying performance.

When calculating underlying growth, adjustments are made to give a like-for-like comparison. For example, the adjusted results in 2017 benefitted from the strengthening of the US dollar relative to sterling. To calculate underlying growth, the prior year comparatives are restated using 2017 exchange rates. Similarly, adjustments are made to exclude disposals from both years. When businesses are acquired, the prior year comparatives are adjusted to include the acquisition. The timing of events can also be a distortion. To give a fair like-for-like comparison when calculating underlying growth, significant timing event differences are excluded from the year in which they were held.

The group's adjusted and underlying measures should not be considered in isolation from, or as a substitute for, financial information presented in compliance with IFRS. The adjusted and underlying measures used by the group are not necessarily comparable with those used by other companies.

The following table sets out the reconciliation from reported revenues to underlying revenues:

	Unaudited six months ended March 31 2017 Total £000	Unaudited six months ended March 31 2016 Total £000	Change %
Reported revenue	**203,219**	194,198	5%
M&A	**(4,716)**	(10,324)	
Timing differences	**-**	(2,977)	
Foreign exchange	**-**	22,501	
Underlying revenue	**198,503**	203,398	(2%)

Cash conversion

Cash conversion measures the percentage by which cash generated from operations covers adjusted operating profit.

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Adjusted operating profit	**48,984**	46,830	101,450
Cash generated from operations	**67,280**	53,317	103,764
Exceptional items	**6,432**	-	3,734
Other working capital movements	**(3,055)**	(567)	(1,365)
Underlying cash generated from operations	**70,657**	52,750	106,133
Cash conversion %	**137%**	114%	102%
Underlying 12-month rolling cash conversion %	**120%**	107%	105%

The underlying basis is after adjusting for significant timing differences affecting the movement on working capital and exceptional items. For the period ended March 31 2017, exceptional items largely consist of cash payments for the 2016 restructuring costs, legal and professional fees and share buyback costs. The other working capital movements are largely the result of the landlord's one-off contribution to the fit-out of the New York office which will be amortised over the period of the lease. For the year ended September 30 2016, exceptional payments related to the strategic review in 2016 and the development of the group's new strategy. The other working capital movements in prior year related to the rent-free period of the new London offices. At the interim period an underlying 12-month rolling cash conversion percentage is used to eliminate any seasonality.

Condensed Consolidated Income Statement
for the six months ended March 31 2017

	Notes	**Unaudited six months ended March 31 2017 £000**	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Total revenue	2	**203,219**	194,198	403,112
Operating profit before acquired intangible amortisation and exceptional items	2	**48,984**	46,830	101,450
Acquired intangible amortisation	11	**(8,824)**	(7,850)	(16,733)
Exceptional items	4	**(24,559)**	(12,940)	(37,264)
Operating profit	2	**15,601**	26,040	47,453
Share of results in associates and joint ventures	10	**(1,106)**	(1,295)	(1,823)
Finance income	5	**2,346**	164	694
Finance expense	5	**(1,247)**	(1,552)	(2,402)
Net finance income/(costs)	5	**1,099**	(1,388)	(1,708)
Profit before tax		**15,594**	23,357	43,922
Tax expense on profit	6	**(1,944)**	(6,153)	(12,909)
Profit for the period	2	**13,650**	17,204	31,013
Attributable to:				
Equity holders of the parent		**13,369**	17,002	30,744
Equity non-controlling interests		**281**	202	269
		13,650	17,204	31,013
Basic earnings per share	8	**11.36p**	13.45p	24.31p
Diluted earnings per share	8	**11.35p**	13.44p	24.29p
Adjusted basic earnings per share	8	**32.76p**	29.88p	66.57p
Adjusted diluted earnings per share	8	**32.72p**	29.86p	66.51p
Dividend per share (including proposed dividends)	7	**8.80p**	7.00p	23.40p

A detailed reconciliation of the group's statutory results to the adjusted results is set out in the appendix to the Interim Statement on pages 7 to 8.

Condensed Consolidated Statement of Comprehensive Income
for the six months ended March 31 2017

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Profit for the period	**13,650**	17,204	31,013
Items that may be reclassified subsequently to profit or loss:			
Change in fair value of cash flow hedges	**10,832**	(2,267)	(5,202)
Transfer of gains on cash flow hedges from fair value reserves to Income Statement:			
Foreign exchange losses in total revenue	**(5,901)**	(1,457)	(819)
Foreign exchange gains/(losses) in operating profit	**33**	913	(1,214)
Net exchange differences on translation of net investments in overseas subsidiary undertakings	**28,241**	27,115	86,984
Net exchange differences on foreign currency loans	**(14,589)**	(13,633)	(43,401)
Translation reserves recycled to Income Statement	**(285)**	-	(636)
Tax on items that may be reclassified	**(869)**	729	1,437
Items that will not be reclassified to profit or loss:			
Actuarial gains/(losses) on defined benefit pension schemes	**5,201**	(1,565)	(7,215)
Tax (charge)/credit on actuarial losses/gains on defined benefit pension schemes	**(884)**	282	1,227
Other comprehensive income for the period	**21,779**	10,117	31,161
Total comprehensive income for the period	**35,429**	27,321	62,174
Attributable to:			
Equity holders of the parent	**34,806**	26,924	60,575
Equity non-controlling interests	**623**	397	1,599
	35,429	27,321	62,174

Condensed Consolidated Statement of Financial Position

as at March 31 2017

	Notes	**Unaudited as at March 31 2017 £000**	Unaudited as at March 31 2016 £000	Audited as at Sept 30 2016 £000
Non-current assets				
Intangible assets				
Goodwill	11	**381,162**	377,072	396,105
Other intangible assets	11	**149,299**	146,248	155,034
Property, plant and equipment		**17,438**	9,852	10,472
Investment in associates	10	**29,802**	31,313	29,810
Investment in joint ventures	10	**190**	200	215
Available-for-sale investments	10	**5,835**	5,835	5,835
Deferred consideration	16	**1,515**	-	526
Deferred tax assets		**1,059**	3,159	3,886
Derivative financial instruments		**36**	122	9
		586,336	573,801	601,892
Current assets				
Trade and other receivables		**71,652**	69,036	73,491
Deferred consideration	16	**1,554**	192	-
Current income tax assets		**7,871**	6,123	7,112
Group relief receivable		**-**	-	121
Cash deposit with DMGT group company		**-**	43,727	73,639
Cash and cash equivalents (excluding bank overdrafts)		**37,371**	12,410	10,561
Derivative financial instruments		**468**	410	410
Total assets of businesses held for sale	9	**-**	6,578	5,013
		118,916	138,476	170,347
Current liabilities				
Acquisition commitments	16	**(9,086)**	-	(326)
Deferred consideration	16	**-**	-	(480)
Trade and other payables		**(26,277)**	(25,780)	(23,866)
Current income tax liabilities		**(20,861)**	(17,576)	(21,905)
Group relief payable		**(172)**	(787)	-
Accruals		**(64,571)**	(44,347)	(73,375)
Deferred income	12	**(138,512)**	(125,285)	(113,446)
Loan notes		**-**	(256)	(185)
Bank overdrafts		**(2,050)**	-	(233)
Derivative financial instruments		**(5,499)**	(5,265)	(9,671)
Provisions		**(2,122)**	(285)	(353)
Total liabilities of businesses held for sale	9	**-**	(1,917)	(5,549)
		(269,150)	(221,498)	(249,389)
Net current liabilities		**(150,234)**	(83,022)	(79,042)
Total assets less current liabilities		**436,102**	490,779	522,850
Non-current liabilities				
Acquisition commitments	16	**(1,082)**	(10,201)	(11,445)
Borrowings	14	**(118,963)**	-	-
Other non-current liabilities		**(485)**	(567)	(486)
Preference shares		**-**	(10)	(10)
Deferred income	12	**(5,947)**	(3,709)	(5,340)
Deferred tax liabilities		**(4,099)**	(17,147)	(14,179)
Net pension deficit		**(4,641)**	(3,316)	(9,995)
Derivative financial instruments		**(70)**	(873)	(778)
Provisions		**(2,979)**	(2,955)	(3,116)
		(138,266)	(38,778)	(45,349)
Net assets		**297,836**	452,001	477,501
Shareholders' equity				
Called up share capital	15	**273**	320	321
Share premium account		**103,042**	102,749	102,835
Other reserve		**64,981**	64,981	64,981
Capital redemption reserve		**56**	8	8
Investment in own shares		**(21,005)**	(21,582)	(21,005)
Reserve for share-based payments		**37,873**	37,750	37,334
Fair value reserve		**(29,777)**	(30,317)	(34,741)
Translation reserve		**108,062**	66,707	95,037
Retained earnings		**26,108**	224,618	224,218
Equity shareholders' surplus		**289,613**	445,234	468,988
Equity non-controlling interests		**8,223**	6,767	8,513
Total equity		**297,836**	452,001	477,501

Condensed Consolidated Statement of Changes in Equity
for the six months ended March 31 2017

	Share capital £000	Share premium account £000	Other reserve £000	Capital redemp-tion reserve £000	Own shares £000	Reserve for share-based pay-ments £000	Fair value reserve £000	Trans-lation reserve £000	Retained earnings £000	Total £000	Non-control-ling interests £000	Total £000
At September 30 2015	**320**	**102,557**	**64,981**	**8**	**(21,582)**	**37,169**	**(27,506)**	**53,420**	**228,823**	**438,190**	**6,754**	**444,944**
Profit for the year	-	-	-	-	-	-	-	-	30,744	**30,744**	269	**31,013**
Other comprehensive (expense)/income for the year	-	-	-	-	-	-	(7,235)	41,617	(4,551)	**29,831**	1,330	**31,161**
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**(7,235)**	**41,617**	**26,193**	**60,575**	**1,599**	**62,174**
Recognition of acquisition commitments	-	-	-	-	-	-	-	-	(665)	**(665)**	-	**(665)**
Non-controlling interest recognised on acquisition	-	-	-	-	-	-	-	-	-	**-**	363	**363**
Exercise of acquisition option commitments	-	-	-	-	-	-	-	-	40	**40**	(40)	**-**
Adjustment arising from change in non-controlling interest	-	-	-	-	-	-	-	-	(356)	**(356)**	228	**(128)**
Charge for share-based payments	-	-	-	-	-	742	-	-	-	**742**	-	**742**
Cash dividend paid	-	-	-	-	-	-	-	-	(29,592)	**(29,592)**	(391)	**(29,983)**
Exercise of share options	1	278	-	-	577	(577)	-	-	-	**279**	-	**279**
Tax relating to items taken directly to equity	-	-	-	-	-	-	-	-	(225)	**(225)**	-	**(225)**
At September 30 2016	**321**	**102,835**	**64,981**	**8**	**(21,005)**	**37,334**	**(34,741)**	**95,037**	**224,218**	**468,988**	**8,513**	**477,501**
Profit for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**13,369**	**13,369**	**281**	**13,650**
Other comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**4,964**	**13,025**	**3,448**	**21,437**	**342**	**21,779**
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**4,964**	**13,025**	**16,817**	**34,806**	**623**	**35,429**
Adjustment arising from change in non-controlling interest	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(423)**	**(423)**	**(436)**	**(859)**
Charge for share-based payments	**-**	**-**	**-**	**-**	**-**	**539**	**-**	**-**	**-**	**539**	**-**	**539**
Cash dividend paid	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(20,755)**	**(20,755)**	**(477)**	**(21,232)**
Exercise of share options	**-**	**207**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**207**	**-**	**207**
Share buyback	**(48)**	**-**	**-**	**48**	**-**	**-**	**-**	**-**	**(193,657)**	**(193,657)**	**-**	**(193,657)**
Tax relating to items taken directly to equity	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(92)**	**(92)**	**-**	**(92)**
At March 31 2017	**273**	**103,042**	**64,981**	**56**	**(21,005)**	**37,873**	**(29,777)**	**108,062**	**26,108**	**289,613**	**8,223**	**297,836**

Condensed Consolidated Statement of Changes in Equity

for the six months ended March 31 2016

	Share capital £000	Share premium account £000	Other reserve £000	Capital redemp-tion reserve £000	Own shares £000	Reserve for share-based pay-ments £000	Fair value reserve £000	Trans-lation reserve £000	Retained earnings £000	Total £000	Non-control-ling interests £000	Total £000
At September 30 2015	320	102,557	64,981	8	(21,582)	37,169	(27,506)	53,420	228,823	438,190	6,754	444,944
Profit for the period	-	-	-	-	-	-	-	-	17,002	17,002	202	17,204
Other comprehensive income/(expense) for the period	-	-	-	-	-	-	(2,811)	13,287	(554)	9,922	195	10,117
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**(2,811)**	**13,287**	**16,448**	**26,924**	**397**	**27,321**
Exercise of acquisition commitments	-	-	-	-	-	-	-	-	(7)	(7)	7	-
Charge for share-based payments	-	-	-	-	-	581	-	-	-	581	-	581
Cash dividend paid	-	-	-	-	-	-	-	-	(20,737)	(20,737)	(391)	(21,128)
Exercise of share options	-	192	-	-	-	-	-	-	-	192	-	192
Tax relating to items taken directly to equity	-	-	-	-	-	-	-	-	91	91	-	91
At March 31 2016	**320**	**102,749**	**64,981**	**8**	**(21,582)**	**37,750**	**(30,317)**	**66,707**	**224,618**	**445,234**	**6,767**	**452,001**

The other reserve represents the share premium arising on the shares issued for the purchase of Metal Bulletin plc in October 2006.

The investment in own shares is held by the Euromoney Employees' Share Ownership Trust (ESOT) and Euromoney Employee Share Trust (EEST). The trusts waived the rights to receive dividends. Interest and administrative costs are charged to the profit and loss account of the trusts as incurred.

	Unaudited six months ended March 31 2017	Unaudited six months ended March 31 2016	Audited year ended Sept 30 2016
Number of shares held:			
Euromoney Employees' Share Ownership Trust	**58,976**	58,976	58,976
Euromoney Employee Share Trust	**1,700,777**	1,747,631	1,700,777
Total	**1,759,753**	1,806,607	1,759,753
Nominal cost per share (p)	**0.25**	0.25	0.25
Historical cost per share (£)	**11.94**	11.95	11.94
Market value (£000)	**18,706**	17,018	19,516

Condensed Consolidated Statement of Cash Flows
for the six months ended March 31 2017

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Cash flow from operating activities			
Operating profit	**15,601**	26,040	47,453
Long-term incentive expense	**539**	581	1,198
Acquired intangible amortisation	**8,824**	7,850	16,733
Licences and software amortisation	**1,801**	1,487	3,675
Depreciation of property, plant and equipment	**1,470**	1,329	2,806
Loss/(profit) on disposal of property, plant and equipment	**1**	(13)	(4)
Goodwill impairment	**27,360**	12,940	26,987
Intangibles impairment	**-**	-	1,652
Investment in associate impairment	**-**	-	111
Recognition of deficit on defined benefit scheme	**-**	-	1,249
Profit on disposal/closure of businesses	**(4,838)**	-	(7,094)
Decrease in provisions	**(270)**	(528)	(387)
Operating cash flows before movements in working capital	**50,488**	49,686	94,379
Decrease in receivables	**6,250**	2,643	1,719
Increase in payables	**10,542**	988	7,666
Cash generated from operations	**67,280**	53,317	103,764
Income taxes paid	**(13,029)**	(6,967)	(17,242)
Group relief tax received	**-**	515	549
Net cash generated from operating activities	**54,251**	46,865	87,071
Investing activities			
Dividends received from associate	**-**	-	83
Interest received	**42**	169	699
Purchase of intangible assets	**(912)**	(1,417)	(2,402)
Purchase of property, plant and equipment	**(8,338)**	(1,451)	(3,231)
Proceeds from disposal of property, plant and equipment	**3**	16	20
Purchase of subsidiary undertaking, net of cash acquired	**-**	-	(14,092)
Proceeds from disposal of businesses	**4,358**	-	10,796
Purchase of associates and joint venture	**(552)**	(180)	(180)
Proceeds from redemption of preference share capital	**-**	14,370	14,370
Net cash (used in)/generated from investing activities	**(5,399)**	**11,507**	6,063
Financing activities			
Dividends paid to equity holders	**(20,755)**	(20,737)	(29,592)
Dividends paid to non-controlling interests	**(477)**	(391)	(391)
Interest paid	**(2,131)**	(294)	(1,121)
Issue of new share capital	**207**	192	279
Share buyback	**(193,657)**	-	-
Increase in borrowings	**119,940**	-	-
(Payment)/receipt of deferred consideration	**(139)**	406	662
Purchase of additional interest in subsidiary undertakings	**(726)**	(239)	(367)
Redemption of loan notes	**(185)**	(11)	(82)
Deposit received/(repaid) with DMGT group company	**73,618**	(33,834)	(62,326)
Net cash used in financing activities	**(24,305)**	(54,908)	(92,938)
Net increase in cash and cash equivalents	**24,547**	3,464	196
Cash and cash equivalents at beginning of period	**10,328**	8,148	8,148
Effect of foreign exchange rate movements	**446**	798	1,984
Cash and cash equivalents at end of period	**35,321**	12,410	10,328

Cash and cash equivalents include bank overdrafts.

Note to the Condensed Consolidated Statement of Cash Flows

Net (debt)/cash

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Net cash at beginning of period	**83,782**	17,680	17,680
Net increase in cash and cash equivalents	**24,547**	3,464	196
Increase in borrowings	**(119,940)**	-	-
Deposit (received)/repaid with DMGT group company	**(73,618)**	33,834	62,326
Redemption of loan notes	**185**	11	82
Effect of foreign exchange rate movements	**1,402**	892	3,498
Net (debt)/cash at end of period	**(83,642)**	55,881	83,782
Net (debt)/cash comprises:			
Cash at bank and in hand	**37,371**	12,410	10,561
Bank overdrafts	**(2,050)**	-	(233)
Total cash and cash equivalents	**35,321**	12,410	10,328
Cash deposit with DMGT group company	**-**	43,727	73,639
Borrowings	**(118,963)**	-	-
Loan notes	**-**	(256)	(185)
Net (debt)/cash	**(83,642)**	55,881	83,782

Notes to the Condensed Consolidated Interim Financial Report

1 Basis of preparation

Euromoney Institutional Investor PLC (the 'company') is a company incorporated in the United Kingdom.

The group financial statements consolidate those of the company and its subsidiaries (together referred to as the 'group') and equity-account the group's interest in joint ventures and associates.

This Interim Financial Report was approved by the board of directors on May 17 2017.

These condensed consolidated financial statements have been prepared in accordance with the disclosure and transparency rules of the Financial Conduct Authority and using accounting policies consistent with International Financial Reporting Standards as adopted by the European Union and in accordance with International Accounting Standard (IAS) 34 'Interim Financial Reporting'.

The financial information for the year ended September 30 2016 does not constitute statutory accounts as defined in section 434 of the Companies Act 2006. A copy of the statutory accounts for that year has been delivered to the Registrar of Companies. The auditor's report on those accounts was not qualified, did not draw attention to any matters by way of emphasis and did not contain statements under section 498(2) or 498(3) of the Companies Act 2006.

Accounting policies
The Condensed Consolidated Interim Financial Report has been prepared under the historical cost convention, except for the revaluation of certain financial instruments.

The same accounting policies, presentation and methods of computation are followed in these condensed financial statements as were applied in the group's latest annual audited financial statements.

Retirement benefit schemes
The group operates the Metal Bulletin plc Pension Scheme and participates in the Harmsworth Pension Scheme, defined benefit schemes which are closed to new entrants. The assumptions for the discount rate and mortality rates have been reviewed and adjusted to reflect the latest market rates decreasing the net pension deficit from £10.0m at September 30 2016 to £4.6m at March 31 2017.

Going concern, debt covenants and liquidity
The results of the group's business activities, together with the factors likely to affect its future development, performance and financial position, are set out in the Interim Statement on page 1 to 6.

The financial position of the group, its cash flows and liquidity position are set out in detail in this Condensed Consolidated Interim Financial Report. At March 31 2017 the group's net debt position was £83.6m. In addition, the group has access to a committed £130m multi-currency revolving credit facility which is available until December 2021. The facility's covenant requires the group's net debt to be no more than three times adjusted EBITDA and require minimum levels of interest cover of three times on a rolling 12-month basis. The amounts and foreign exchange rates used in the covenant calculations are subject to adjustments as defined under the terms of the arrangement. At March 31 2017 the group's net debt to adjusted EBITDA covenant was 0.7 times and the committed undrawn facility available was £130m.

The group's forecasts and projections, looking out to September 2020 and taking account of reasonably possible changes in trading performance, show that the group should be able to operate within the level and covenants of its current and available borrowing facilities.

After making enquiries, the directors have a reasonable expectation that the group has adequate resources to continue in operational existence. Accordingly, the directors continue to adopt the going concern basis in preparing this Condensed Consolidated Interim Financial Report.

1 Basis of preparation *continued*

Principal risks and uncertainties
The principal risks and uncertainties that affect the group are described in detail on pages 15 to 20 of the 2016 annual report available at www.euromoneyplc.com. In summary, they include:

- Downturn in key geographic region or market sector;
- Product and market transformation/disruption;
- Exposure to US dollar exchange rate;
- Information security breach resulting in challenge to data integrity;
- Reputational damage or legal/regulatory challenge arising from price, benchmark and index reporting activities;
- Disruption to operations from a business continuity failure;
- Catastrophic or high impact risk affecting key events or wider business;
- Acquisition or disposal fails to generate expected returns;
- Unforeseen tax liabilities or losses from treasury operations.

These are still considered to be the most relevant risks and uncertainties at this time. A number of these risks and uncertainties could have an impact on the group's performance over the remaining six months of the financial year and could cause actual results to differ from expected and historical results. Where a risk that was disclosed in the annual report is unchanged, or is not expected to have a specific impact in the remaining period, further disclosure in this report is considered unnecessary.

2 Segmental analysis

Segmental information is presented in respect of the group's business divisions and reflects the group's management and internal reporting structure. The group is organised into four business divisions: Asset management; Pricing, data & market intelligence; Banking & finance; and Commodity events.

Asset management and pricing, data & market intelligence consist primarily of subscription revenue. Banking & finance consists mainly of both sponsorship income and delegates revenue. Commodity events consists primarily of delegates revenue. A breakdown of the group's revenue by type is set out below.

During the period to March 31 2017, the group sold/closed HedgeFund Intelligence, II Intelligence, Euromoney Indices and LatinFinance (note 9). As a result segment information of these businesses has been reclassified as sold/closed businesses and the comparative split of divisional revenues, revenue by type and operating profits has been restated.

The period to March 31 2016 has been restated to reflect the changes in the group's operations following the implementation of the new group strategy in the 2016 Annual Report and Accounts.

Analysis of the group's three main geographical areas is also set out to provide additional information on the trading performance of the businesses.

Inter-segment sales are charged at prevailing market rates and shown in the eliminations columns.

	Unaudited six months ended March 31					
2017	**Subscriptions and content £000**	**Advertising £000**	**Sponsorship £000**	**Delegates £000**	**Other £000**	**Total revenue £000**
Revenue by division and type:						
Asset management	**69,081**	**7,066**	**6,117**	**640**	**26**	**82,930**
Pricing, data & market intelligence	**52,507**	**5,032**	**6,817**	**8,839**	**575**	**73,770**
Banking & finance	**4,165**	**4,087**	**10,043**	**10,881**	**618**	**29,794**
Commodity events	**16**	**4**	**3,929**	**14,630**	**405**	**18,984**
	125,769	**16,189**	**26,906**	**34,990**	**1,624**	**205,478**
Sold/closed businesses						**4,716**
Foreign exchange losses on forward contracts						**(6,975)**
Total revenue						**203,219**

2 Segmental analysis *continued*

2016	Subscriptions and content £000	Advertising £000	Sponsorship £000	Delegates £000	Other £000	Total revenue £000
	Unaudited six months ended March 31					
Revenue by division and type:						
Asset management	**58,376**	**6,628**	**5,012**	**293**	**15**	**70,324**
Pricing, data & market intelligence	**43,434**	**5,412**	**5,150**	**7,767**	**691**	**62,454**
Banking & finance	**3,926**	**3,672**	**9,834**	**11,287**	**776**	**29,495**
Commodity events	**38**	**10**	**3,812**	**16,279**	**377**	**20,516**
	105,774	**15,722**	**23,808**	**35,626**	**1,859**	**182,789**
Sold/closed businesses						**12,758**
Foreign exchange losses on forward contracts						**(1,349)**
Total revenue						**194,198**

	United Kingdom		North America		Rest of World		Eliminations		Total	
	Unaudited six months ended March 31									
	2017 £000	2016 £000	**2017 £000**	2016 £000	**2017 £000**	2016 £000	**2017 £000**	2016 £000	**2017 £000**	2016 £000
Revenue by division and source:										
Asset management	**1,214**	1,310	**80,830**	68,524	**1,066**	902	**(180)**	(412)	**82,930**	70,324
Pricing, data & market intelligence	**47,752**	42,660	**11,685**	10,198	**16,396**	12,320	**(2,063)**	(2,724)	**73,770**	62,454
Banking & finance	**17,102**	17,761	**11,226**	9,433	**1,683**	2,706	**(217)**	(405)	**29,794**	29,495
Commodity events	**12,546**	13,470	**-**	-	**6,438**	7,046	**-**	-	**18,984**	20,516
Sold/closed businesses	**2,429**	6,297	**2,302**	6,718	**-**	-	**(15)**	(257)	**4,716**	12,758
Foreign exchange losses on forward contracts	**(6,975)**	(1,349)	**-**	-	**-**	-	**-**	-	**(6,975)**	(1,349)
Total revenue	**74,068**	80,149	**106,043**	94,873	**25,583**	22,974	**(2,475)**	(3,798)	**203,219**	194,198
Revenue by destination	**19,724**	25,366	**94,884**	86,909	**88,611**	81,923	**-**	-	**203,219**	194,198

	United Kingdom		North America		Rest of World		Total	
	Unaudited six months ended March 31							
	2017 £000	2016 £000	**2017 £000**	2016 £000	**2017 £000**	2016 £000	**2017 £000**	2016 £000
Adjusted operating profit by division and source:								
Asset management	**65**	128	**29,056**	22,345	**99**	(424)	**29,220**	22,049
Pricing, data & market intelligence	**13,470**	12,754	**4,872**	3,230	**4,809**	3,069	**23,151**	19,053
Banking & finance	**744**	(563)	**3,389**	3,078	**(5)**	79	**4,128**	2,594
Commodity events	**5,889**	5,665	**-**	-	**1,107**	2,802	**6,996**	8,467
Sold/closed businesses	**83**	461	**(48)**	348	**-**	-	**35**	809
Unallocated corporate costs	**(12,089)**	(4,295)	**(1,117)**	(1,629)	**(1,340)**	(218)	**(14,546)**	(6,142)
Operating profit before acquired intangible amortisation and exceptional items	**8,162**	14,150	**36,152**	27,372	**4,670**	5,308	**48,984**	46,830
Acquired intangible amortisation (note 11)	**(3,607)**	(3,173)	**(5,058)**	(4,569)	**(159)**	(108)	**(8,824)**	(7,850)
Exceptional items (note 4)	**(3,454)**	-	**(19,862)**	-	**(1,243)**	(12,940)	**(24,559)**	(12,940)
Operating profit	**1,101**	10,977	**11,232**	22,803	**3,268**	(7,740)	**15,601**	26,040
Share of results in associates and joint ventures (note 10)							**(1,106)**	(1,295)
Finance income (note 5)							**2,346**	164
Finance expense (note 5)							**(1,247)**	(1,552)
Profit before tax							**15,594**	23,357
Tax expense on profit (note 6)							**(1,944)**	(6,153)
Profit for the period							**13,650**	17,204

2 Segmental analysis *continued*

	Unaudited six months ended March 31					
	Acquired intangible amortisation		Exceptional items		Depreciation and amortisation	
	2017	2016	**2017**	2016	**2017**	2016
	£000	£000	**£000**	£000	**£000**	£000
Other segmental information by division:						
Asset management	**(4,824)**	(5,004)	**(28,514)**	-	**(924)**	(644)
Pricing, data & market intelligence	**(2,403)**	(1,732)	**(1,089)**	-	**(221)**	(132)
Banking & finance	**(120)**	(101)	**-**	-	**-**	-
Commodity events	**(1,337)**	(869)	**(89)**	(12,940)	**(70)**	(19)
Sold/closed businesses	**(140)**	(144)	**4,838**	-	**(1)**	(17)
Unallocated corporate income/(costs)	**-**	-	**295**	-	**(2,055)**	(2,004)
	(8,824)	(7,850)	**(24,559)**	(12,940)	**(3,271)**	(2,816)

	United Kingdom		North America		Rest of World		Total	
	Unaudited six months ended March 31 2017 £000	Audited year ended Sept 30 2016 £000	**Unaudited six months ended March 31 2017 £000**	Audited year ended Sept 30 2016 £000	**Unaudited six months ended March 31 2017 £000**	Audited year ended Sept 30 2016 £000	**Unaudited six months ended March 31 2017 £000**	Audited year ended Sept 30 2016 £000
Non-current assets (excluding derivative financial instruments, deferred consideration and deferred tax assets) by location:								
Goodwill	**99,786**	99,751	**273,586**	288,680	**7,790**	7,674	**381,162**	396,105
Other intangible assets	**63,102**	66,519	**85,455**	86,972	**742**	1,543	**149,299**	155,034
Property, plant and equipment	**6,337**	6,894	**10,029**	2,785	**1,072**	793	**17,438**	10,472
Investments	**35,827**	35,860	**-**	-	**-**	-	**35,827**	35,860
Non-current assets	**205,052**	209,024	**369,070**	378,437	**9,604**	10,010	**583,726**	597,471
Additions to property, plant and equipment	**(102)**	(993)	**(7,722)**	(2,275)	**(514)**	(494)	**(8,338)**	(3,762)

The group has taken advantage of paragraph 23 of IFRS 8 'Operating Segments' and does not provide segmental analysis of net assets as this information is not used by the directors in operational decision making or monitoring of business performance.

3 Seasonality of results

The group's results are not materially affected by seasonal or cyclical trading. For the year ended September 30 2016 the group earned 47% of both its revenues and adjusted operating profits in the first six months of the year (2015: 49% of both its revenues and adjusted operating profits).

4 Exceptional items

Exceptional items are items of income or expense considered by the directors, either individually or if of a similar type in aggregate, as being significant and which require additional disclosure in order to provide an indication of the underlying trading performance of the group.

	Note	**Unaudited six months ended March 31 2017 £000**	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Profit on disposal/closure of businesses and recycled cumulative translation differences	**a**	**4,838**	-	7,094
Goodwill impairment	**b**	**(27,360)**	(12,940)	(26,987)
Intangibles impairment	**e**	**-**	-	(1,652)
Investment in associate impairment	**e**	**-**	-	(111)
Release/(provision) for overseas sales tax	**c**	**3,888**	-	(7,851)
Recognition of deficit on defined benefit scheme	**e**	**-**	-	(1,249)
Restructuring and other exceptional costs	**d**	**(5,925)**	-	(6,508)
		(24,559)	(12,940)	(37,264)

a. During the period ended March 31 2017 the group sold/closed HedgeFund Intelligence (loss £4k), II Intelligence (profit £2.1m), Euromoney Indices (loss £0.9m) and LatinFinance (profit £3.6m), resulting in a net profit on disposal/closure of £4.8m (note 9). For the year ended September 30 2016, the group sold 100% of its equity shareholding of Gulf Publishing. and Petroleum Economist which gave rise to a profit on disposal of £7.1m.

b. The goodwill impairment charge consists of:
   - March 2017: Ned Davis Research (NDR) (£27.4m)
   - March 2016: Mining Indaba (£12.9m)
   - September 2016: Total of £27m includes Mining Indaba (£12.9m), HedgeFund Intelligence (£5.9m) and Total Derivatives (£8.2m)

   The impairment of NDR stems from a disappointing financial performance of the business in the face of tough market conditions and recent management changes.

c. For the period ended March 31 2017, an element of the provision for overseas sales tax was released resulting in a credit of £3.9m, following settlement of the sales tax exposure (including interest). For the year ended September 30 2016, the group recognised a provision of £7.9m following an adverse tax ruling in June 2016. Given that the provision was classified as exceptional in 2016, the release of the surplus provision has been consistently treated as exceptional in 2017.

d. Restructuring and other exceptional costs for the period ended March 31 2017 consist of professional fees associated with the share buyback transaction with Daily Mail and General Trust plc (DMGT); professional fees from the legal dispute with the previous owners of Centre for Investor Education (CIE); non-recurring costs relating to the relocation of the New York office; and one-off costs for the acquisition of RISI (note 19). For the year ended September 30 2016, the costs mostly comprised one-off costs incurred as a result of the strategic review undertaken during the year and professional fees from the CIE legal dispute.

e. For the year ended September 30 2016, the other exceptional items included an intangibles impairment charge of £1.7m for Euromoney Indices; the group increased its equity shareholding of World Bulk Wine to 57% whereby the transfer from associate to a subsidiary resulted in an impairment of associate of £0.1m; and the group recognised its share of the deficit in the Harmsworth Pension Scheme (HPS), a defined benefit scheme, of £1.2m.

The group's tax charge includes a related tax charge on exceptional items of £9.6m (March 2016: £2.4m, September 2016: £5.3m) (note 6).

5 Finance income and expense

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Finance income			
Interest on cash deposit with DMGT group company	**137**	81	391
Interest receivable from short-term investments	**38**	83	303
Movements in acquisition commitments	**2,077**	-	-
Movements in deferred consideration	**94**	-	-
	2,346	164	694
Finance expense			
Interest payable on committed borrowings with DMGT group company	**(152)**	(429)	(1,346)
Interest payable on borrowings	**(920)**	-	-
Net interest expense on defined benefit liability	**(101)**	(32)	(66)
Movements in acquisition commitments	**-**	(789)	(601)
Interest on tax	**(74)**	(302)	(389)
	(1,247)	(1,552)	(2,402)
Net finance income/(costs)	**1,099**	(1,388)	(1,708)

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Reconciliation of net finance income/(costs) in Income Statement to adjusted net finance costs			
Total net finance income/(costs) in Income Statement	**1,099**	(1,388)	(1,708)
Add back:			
Movements in acquisition commitments	**(2,077)**	789	601
Movements in deferred consideration	**(94)**	-	-
	(2,171)	789	601
Adjusted net finance costs	**(1,072)**	(599)	(1,107)

The reconciliation of net finance income/(costs) in the Income Statement has been provided since the directors consider it necessary in order to provide an indication of the adjusted net finance costs. Refer to the appendix to the Interim Statement.

Charges and credits relating to the movements in acquisition commitments and deferred consideration reflect future payments and receipts expected on historical transactions that do not directly relate to the current year results.

6 Tax expense on profit

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Current tax expense			
UK corporation tax expense	**1,184**	1,898	2,350
Foreign tax expense	**8,629**	6,805	20,682
Adjustments in respect of prior years	**1,656**	1,749	(14)
	11,469	10,452	23,018
Deferred tax expense			
Current year	**(9,607)**	(3,973)	(11,076)
Adjustments in respect of prior years	**82**	(326)	967
	(9,525)	(4,299)	(10,109)
Total tax expense in Income Statement	**1,944**	6,153	12,909
Effective tax rate	**12%**	26%	29%

As set out below the adjusted effective tax rate for the 2017 interim period is 21% (2016: 19%). The forecast adjusted effective tax rate for 2017 full year is 20% (2016: 18%).

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Reconciliation of tax expense in Income Statement to adjusted tax expense			
Total tax expense in Income Statement	**1,944**	6,153	12,909
Add back:			
Tax on acquired intangible amortisation	**2,018**	2,417	4,397
Tax on exceptional items	**9,550**	2,396	5,267
	11,568	4,813	9,664
Tax on goodwill and intangible amortisation	**(1,881)**	(838)	(4,210)
Share of tax on associates and joint ventures	**350**	192	656
Adjustments in respect of prior years	**(1,738)**	(1,423)	(953)
	8,299	2,744	5,157
Adjusted tax expense	**10,243**	8,897	18,066
Adjusted profit before tax (refer to the appendix to the Interim Statement)	**49,080**	46,872	102,529
Adjusted effective tax rate	**21%**	19%	18%

The group presents the adjusted effective tax rate to help users of this report better understand its tax charge. In arriving at this rate, the group removes the tax effect of items which are adjusted for in arriving at the adjusted profit disclosed in the appendix to the Interim Statement. However, the current tax effect of goodwill and intangible items is not removed. The current tax benefit of tax deductible goodwill and intangibles amounting to £1.9m is recognised in the adjusted effective tax rate as the group considers that the resulting adjusted effective tax rate is more representative of its tax payable position, as the deferred tax effect on the goodwill and intangible items is not expected to crystallise. The deferred tax effect on goodwill and intangible items would only crystallise in the event of a disposal, and that is not the current intention. Adjustments in respect of prior years are excluded from the adjusted tax expense as they do not relate to current year trading.

The movement in net deferred tax liabilities since year-end is largely attributable to the impact of the NDR goodwill impairment (note 4).

Uncertain tax positions

At March 31 2017 the group held provisions for uncertain tax of £11.7m (September 2016: £12.5m) relating to permanent establishment risk and challenges by tax authorities. The maximum potential additional exposure for the group in relation to challenges by tax authorities not provided for is approximately £29m if all cases were to be settled at the maximum potential liability. These additional exposures include challenges by: the Canadian Revenue Agency on a foreign currency trade in 2009, which has a maximum exposure of £21m; and the UK's HMRC on a share-for-share exchange with the group's investment in Dealogic, which has a maximum exposure of £11m of which £2.8m has been provided. The group considers each uncertain tax matter on the technical merits of the case law, taking into account all relevant evidence, including the known attitude of tax authorities in making an assessment of the likelihood a matter will crystallise. The provisions for uncertain tax are calculated by determining the directors' best estimate of the single most likely cash flow for each issue.

7 Dividends

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Amounts recognisable as distributable to equity holders in period			
Final dividend for the year ended September 30 2016 of 16.40p (2015: 16.40p)	**21,044**	21,033	21,033
Interim dividend for the year ended September 30 2016 of 7.00p	**-**	-	8,981
	21,044	21,033	30,014
Employee share trust dividends	**(289)**	(296)	(422)
	20,755	20,737	29,592
Interim dividend for the period ended March 31 2017 of 8.80p (2016: 7.00p)	**9,600**	8,980	
Employee share trust dividends waived	**(155)**	(126)	
	9,445	8,854	

The final dividend for the year to September 30 2016 was approved by shareholders at the AGM held on January 26 2017 and paid on February 9 2017.

It is anticipated that the interim dividend of 8.80p (2016: 7.00p) per share will be paid on June 22 2017 to shareholders on the register on May 26 2017. It is expected that the shares will be marked ex-dividend on May 25 2017. The interim dividend has not been included as a liability in this Interim Financial Report in accordance with IAS 10 'Events after the Reporting Period'.

8 Earnings per share

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Basic earnings attributable to equity holders of the parent	**13,369**	17,002	30,744
Adjustments (refer to the appendix to the Interim Statement)	**25,187**	20,771	53,450
Adjusted earnings	**38,556**	37,773	84,194

	Number 000	Number 000	Number 000
Weighted average number of shares	**119,436**	128,259	128,280
Shares held by the employee share trusts	**(1,760)**	(1,807)	(1,807)
Weighted average number of shares	**117,676**	126,452	126,473
Effect of dilutive share options	**159**	79	111
Diluted weighted average number of shares	**117,835**	126,531	126,584

8 Earnings per share *continued*

	Unaudited six months ended March 31 2017	Unaudited six months ended March 31 2016	Audited year ended Sept 30 2016
	Pence	Pence	Pence
Basic earnings per share	**11.36**	13.45	24.31
Adjustments per share	**21.40**	16.43	42.26
Adjusted basic earnings per share	**32.76**	29.88	66.57
Diluted earnings per share	**11.35**	13.44	24.29
Adjustments per share	**21.37**	16.42	42.22
Adjusted diluted earnings per share	**32.72**	29.86	66.51

The adjusted diluted earnings per share figure has been disclosed since the directors consider it necessary in order to give an indication of the underlying trading performance. Refer to the appendix to the Interim Statement.

All of the above earnings per share figures relate to continuing operations.

9 Acquisitions and disposals

INCREASE IN EQUITY HOLDINGS
Euromoney Consortium Limited
On December 8 2016, the group acquired 0.3% of the equity of Euromoney Consortium Limited for a cash consideration of £0.7m. This transaction was enacted by purchasing 7,258,408 Ordinary Class B shares of £0.10 each from DMG Charles Limited. The group's equity shareholding in Euromoney Consortium Limited increased to 100%.

SALE/CLOSURE OF BUSINESSES
HFI Media Limited (HedgeFund Intelligence)
On December 30 2016, the group sold 100% of the equity share capital of HedgeFund Intelligence, part of the asset management division, for a consideration of £2.2m, offset by a working capital settlement of £0.1m. At the date of disposal deferred consideration receivable of £1.9m was recognised which included the working capital settlement of £0.1m (note 16). The disposal of HedgeFund Intelligence gave rise to a loss on disposal of £4k, after deducting disposal costs incurred, which was recognised as an exceptional item (note 4) in the Income Statement.

Institutional Investor Intelligence (II Intelligence)
On December 30 2016, the group completed the sale of the assets of II Intelligence, part of the asset management division, for a consideration of US$0.9m (£0.7m). Deferred consideration receivable of US$0.5m (£0.4m) was recognised (note 16). The disposal gave rise to a profit on disposal of US$2.7m (£2.2m), after deducting disposal costs incurred, which was recognised as an exceptional item (note 4) in the Income Statement.

Euromoney Indices
On March 13 2017, the group completed the sale/closure of the Euromoney Indices business, part of the asset management division, for a consideration of £2.0m, offset by a working capital settlement of £0.1m. At the date of disposal deferred consideration receivable of £0.4m was recognised which included the working capital settlement of £0.1m (note 16). The disposal/closure of Euromoney Indices gave rise to a loss on disposal/closure of £0.9m, after deducting disposal/closure costs incurred which include the costs associated with the transitional service agreement. The loss on disposal/closure was recognised as an exceptional item (note 4) in the Income Statement.

Latin American Financial Publications, Inc. (LatinFinance)
On March 31 2017, the group sold 100% of the equity share capital of LatinFinance, which formed part of the banking & finance division. The consideration for this transaction was US$3.9m (£3.1m), offset by a working capital adjustment of US$0.9m (£0.7m) (note 16). The disposal of LatinFinance gave rise to a profit on disposal of US$4.5m (£3.6m), after deducting disposal costs incurred, which were recognised as an exceptional item (note 4) in the Income Statement.

The assets and liabilities of the businesses held for sale and disclosed separately on the face of the Condensed Consolidated Statement of Financial Position for the year ended September 30 2016, included HedgeFund Intelligence, II Intelligence and Euromoney Indices; and for the period ended March 31 2016, Gulf Publishing Company, Inc. and The Petroleum Economist Limited.

9 Acquisitions and disposals *continued*

The net assets of the businesses at the date of disposal were as follows:

	HedgeFund Intelligence £000	II Intelligence £000	Euromoney Indices £000	Latin Finance £000	Total £000
Net assets/(liabilities):					
Goodwill	**4,020**	**-**	**-**	**-**	**4,020**
Intangible assets	**-**	**-**	**294**	**-**	**294**
Property, plant and equipment	**-**	**-**	**-**	**2**	**2**
Trade and other receivables	**389**	**-**	**472**	**374**	**1,235**
Cash at bank and in hand/(bank overdraft)	**46**	**-**	**-**	**(76)**	**(30)**
Trade and other payables	**(100)**	**-**	**(27)**	**(158)**	**(285)**
Deferred income	**(2,232)**	**(1,495)**	**(445)**	**(1,097)**	**(5,269)**
	2,123	**(1,495)**	**294**	**(955)**	**(33)**
Net assets/(liabilities) disposed	**2,123**	**(1,495)**	**294**	**(955)**	**(33)**
Directly attributable costs	**60**	**50**	**2,573**	**32**	**2,715**
Recycled cumulative translation differences	**-**	**-**	**-**	**(285)**	**(285)**
(Loss)/profit on disposal/closure (note 4)	**(4)**	**2,166**	**(931)**	**3,607**	**4,838**
Total consideration	**2,179**	**721**	**1,936**	**2,399**	**7,235**
Consideration satisfied by:					
Cash	**250**	**321**	**1,500**	**3,086**	**5,157**
Deferred consideration	**1,929**	**400**	**436**	**-**	**2,765**
Working capital adjustments	**-**	**-**	**-**	**(687)**	**(687)**
	2,179	**721**	**1,936**	**2,399**	**7,235**
Net cash inflow arising on disposal:					
Cash consideration (net of directly attributable costs paid and working capital adjustments)	**190**	**271**	**1,500**	**2,367**	**4,328**
Cash and cash equivalent balances disposed	**(46)**	**-**	**-**	**76**	**30**
	144	**271**	**1,500**	**2,443**	**4,358**

10 Investments

	Investment in associates £000	Investment in joint ventures £000	Available-for-sale investments £000	Total £000
At September 30 2015	32,437	30	5,835	38,302
Repayment/additions	(52)	180	-	128
Impairment	(111)	-	-	(111)
Transfer to subsidiary	(629)	-	-	(629)
Revaluation	-	12	-	12
Provision against investment losses	-	64	-	64
Share of losses after tax retained	(1,752)	(71)	-	(1,823)
Dividends	(83)	-	-	(83)
At September 30 2016	29,810	215	5,835	35,860
Additions	**552**	**-**	**-**	**552**
Revaluation	**34**	**8**	**-**	**42**
Provisions against investment losses	**-**	**479**	**-**	**479**
Share of losses after tax retained	**(594)**	**(512)**	**-**	**(1,106)**
At March 31 2017	**29,802**	**190**	**5,835**	**35,827**

10 Investments *continued*

	Investment in associates £000	Investment in joint ventures £000	Available-for-sale investments £000	Total £000
At September 30 2015	32,437	30	5,835	38,302
Additions	-	180	-	180
Provisions against investment losses	-	167	-	167
Share of losses after tax retained	(1,124)	(171)	-	(1,295)
Exchange difference	-	(6)	-	(6)
At March 31 2016	31,313	200	5,835	37,348

All of the above investments in associates and joint ventures are accounted for using the equity method in these condensed consolidated financial statements.

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Reconciliation of share of results in associates and joint ventures in Income Statement to adjusted share of results in associates and joint ventures			
Total share of results in associates and joint ventures in Income Statement	**(1,106)**	(1,295)	(1,823)
Add back:			
Share of tax on profits	**350**	192	656
Share of tax on acquired intangible amortisation and exceptional items	**(823)**	(746)	(1,437)
Share of acquired intangible amortisation	**2,431**	2,220	4,427
Share of exceptional items[1]	**316**	270	363
	2,274	1,936	4,009
Adjusted share of results in associates and joint ventures	**1,168**	641	2,186

[1] The share of exceptional items relates to one-off restructuring and earn-out costs in Dealogic. IFRS requires that earn-out payments to selling shareholders retained in the acquired business for a contractual time period are treated as a compensation cost. These payments are in substance part of the cost of an investment and are thus excluded from the share of adjusted profit.

The reconciliation of share of results in associates and joint ventures in the Income Statement has been provided since the directors consider it necessary in order to provide an indication of the adjusted share of results in associates and joint ventures. Refer to the appendix to the Interim Statement.

The share of losses after tax retained includes a finance expense of £1.2m (March 2016: £1.0m, September 2016: £2.1m).

10 Investments *continued*

Information on investment in associates, investment in joint ventures and available-for-sale investments:

	Principal activity	Year ended	Date of acquisition	Type of holding	Group interest	Country of incorporation
Investment in associates						
Diamond TopCo Limited (Dealogic)	Capital market software solutions	Dec 31	Dec 2014	Ordinary	15.5%	UK
Broadmedia Communications Limited (BroadGroup)[2]	Events and publishing business	Sep 30	Mar 2017	Ordinary	49.0%	UK
Investment in joint ventures						
Institutional Investor Zanbato Limited (II Zanbato)	Hedge fund manager trading signals	Sep 30	Nov 2014	Ordinary	50.0%	UK
Sanostro Institutional AG (Sanostro)	Hedge fund manager trading signals	Dec 31	Dec 2014	Ordinary	50.0%	Switzerland
EIIZ Discovery LLC	Private capital placement and workflow	Sep 30	Nov 2015	Ordinary	50.0%	Delaware, US
Available-for-sale investments						
Estimize, Inc (Estimize)	Financial estimates platform	Dec 31	July 2015	Ordinary	10.0%	Delaware, US
Zanbato, Inc (Zanbato)	Private capital placement and workflow	Dec 31	Sept 2015	Ordinary	9.9%	California, US

[2] In March 2017 the group acquired 49% of the equity share capital of BroadGroup for a cash consideration of £0.6m.

The group interests in the above investments remained unchanged since their respective dates of acquisition.

11 Goodwill and other intangibles

As at March 2017	Acquired intangible assets							
	Trademarks & brands 2017 £000	Customer relation-ships 2017 £000	Databases 2017 £000	Total acquired intangible assets 2017 £000	Licences & software 2017 £000	Intangible assets in develop-ment 2017 £000	Goodwill 2017 £000	Total 2017 £000
Cost/carrying amount								
At October 1 2016	193,879	116,759	14,773	**325,411**	17,715	980	464,313	**808,419**
Additions	-	-	-	**-**	236	676	-	**912**
Transfer	-	-	-	**-**	282	(282)	-	**-**
Exchange differences	5,697	3,124	388	**9,209**	376	24	13,450	**23,059**
At March 31 2017	**199,576**	**119,883**	**15,161**	**334,620**	**18,609**	**1,398**	**477,763**	**832,390**
Amortisation and impairment								
At October 1 2016	90,934	75,185	11,030	**177,149**	11,923	-	68,208	**257,280**
Amortisation charge	4,433	4,113	278	**8,824**	1,801	-	-	**10,625**
Impairment (note 4)	-	-	-	**-**	-	-	27,360	**27,360**
Exchange differences	2,911	2,080	388	**5,379**	252	-	1,033	**6,664**
At March 31 2017	**98,278**	**81,378**	**11,696**	**191,352**	**13,976**	**-**	**96,601**	**301,929**
Net book value/carrying amount at March 31 2017	**101,298**	**38,505**	**3,465**	**143,268**	**4,633**	**1,398**	**381,162**	**530,461**

11 Goodwill and other intangibles *continued*

As at September 2016	Trademarks & brands 2016 £000	Customer relation-ships 2016 £000	Databases 2016 £000	Total acquired intangible assets 2016 £000	Licences & software 2016 £000	Intangible assets in develop-ment 2016 £000	Goodwill 2016 £000	Total 2016 £000
	Acquired intangible assets							
Cost/carrying amount								
At October 1 2015	171,861	102,777	12,616	**287,254**	15,165	-	429,272	**731,691**
Additions	3,834	6,874	886	**11,594**	1,445	957	8,919	**22,915**
Disposals	-	-	-	**-**	(69)	-	-	**(69)**
Balance at disposal of company	-	-	-	**-**	(33)	-	(7,217)	**(7,250)**
Exchange differences	19,387	10,477	1,271	**31,135**	1,207	23	45,155	**77,520**
Classified as held-for-sale	(1,203)	(3,369)	-	**(4,572)**	-	-	(11,816)	**(16,388)**
September 30 2016	**193,879**	**116,759**	**14,773**	**325,411**	**17,715**	**980**	**464,313**	**808,419**
Amortisation and impairment								
At October 1 2015	73,510	63,147	8,769	**145,426**	7,607	-	47,279	**200,312**
Amortisation charge	7,956	7,764	1,013	**16,733**	3,675	-	-	**20,408**
Impairment (note 4)	1,022	630	-	**1,652**	-	-	26,987	**28,639**
Disposals	-	-	-	**-**	(62)	-	-	**(62)**
Balance at disposal of company	-	-	-	**-**	(33)	-	(1,935)	**(1,968)**
Exchange differences	9,649	6,700	1,248	**17,597**	736	-	3,673	**22,006**
Classified as held-for-sale	(1,203)	(3,056)	-	**(4,259)**	-	-	(7,796)	**(12,055)**
September 30 2016	**90,934**	**75,185**	**11,030**	**177,149**	**11,923**	**-**	**68,208**	**257,280**
Net book value/carrying amount at September 30 2016	**102,945**	**41,574**	**3,743**	**148,262**	**5,792**	**980**	**396,105**	**551,139**

As at March 2016	Trademarks & brands 2016 £000	Customer relation-ships 2016 £000	Databases 2016 £000	Total acquired intangible assets 2016 £000	Licences & software 2016 £000	Goodwill 2016 £000	Total 2016 £000
	Acquired intangible assets						
Cost/carrying amount							
At October 1 2015	171,861	102,777	12,616	**287,254**	15,165	429,272	**731,691**
Additions	-	-	-	**-**	1,417	-	**1,417**
Disposals	-	-	-	**-**	(68)	-	**(68)**
Exchange differences	6,405	3,368	402	**10,175**	366	15,895	**26,436**
Classified as held-for-sale	-	-	-	**-**	(34)	(7,475)	**(7,509)**
At March 31 2016	**178,266**	**106,145**	**13,018**	**297,429**	**16,846**	**437,692**	**751,967**
Amortisation and impairment							
At October 1 2015	73,510	63,147	8,769	**145,426**	7,607	47,279	**200,312**
Amortisation charge	3,733	3,563	554	**7,850**	1,487	-	**9,337**
Disposals	-	-	-	**-**	(62)	-	**(62)**
Impairment (note 4)	-	-	-	**-**	-	12,940	**12,940**
Exchange differences	3,088	2,068	382	**5,538**	215	2,336	**8,089**
Classified as held-for-sale	-	-	-	**-**	(34)	(1,935)	**(1,969)**
At March 31 2016	**80,331**	**68,778**	**9,705**	**158,814**	**9,213**	**60,620**	**228,647**
Net book value/carrying amount at March 31 2016	**97,935**	**37,367**	**3,313**	**138,615**	**7,633**	**377,072**	**523,320**

Intangible assets, other than goodwill, have a finite life and are amortised over their expected useful lives at the rates set out in the accounting policies in note 1 of the September 2016 annual report.

12 Deferred income

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Deferred subscription income	**106,722**	95,382	93,518
Other deferred income	**37,737**	33,612	25,268
	144,459	128,994	118,786
Within one year	**138,512**	125,285	113,446
In more than one year	**5,947**	3,709	5,340
	144,459	128,994	118,786

13 Financial instruments

The group's financial assets and liabilities are as follows:

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Financial assets			
Derivative instruments in designated hedge accounting relationships	**504**	532	419
Available-for-sale investments (note 10)	**5,835**	5,835	5,835
Deferred consideration (note 16)	**3,069**	192	526
Loans and receivables (including cash at bank and short-term deposits)	**109,023**	115,700	147,478
	118,431	122,259	154,258
Financial liabilities			
Derivative instruments in designated hedge accounting relationships	**(5,569)**	(6,138)	(10,449)
Deferred consideration (note 16)	**-**	-	(480)
Acquisition commitments (note 16)	**(10,168)**	(10,201)	(11,771)
Borrowings and payables (including bank overdrafts)	**(211,861)**	(70,383)	(97,659)
	(227,598)	(86,722)	(120,359)

There have been no transfers of assets or liabilities between levels of the fair value hierarchy and there are no non-recurring fair value measurements.

The fair value of the financial assets and liabilities above are classified as level 2 in the fair value hierarchy other than acquisition commitments and deferred consideration (which are classified as level 3) and available-for-sale investments (which are measured at cost less any identified impairment losses as they do not have a quoted market price in an active market and the fair value cannot be reliably measured). The directors consider that the carrying value amounts of financial assets and liabilities are equal to their fair value.

Fair value of financial instruments
The fair values of financial assets and financial liabilities are determined as follows:

Level 1
- The fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets is determined with reference to quoted market prices.

Level 2
- The fair value of other financial assets and financial liabilities (excluding derivative instruments) is determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions and dealer quotes for similar instruments.
- Foreign currency forward contracts are measured using quoted forward exchange rates and yield curves derived from quoted interest rates matching maturities of the contracts.

Level 3
- If one or more significant inputs are not based on observable market data, the instrument is included in level 3.

13 Financial instruments *continued*

Other financial instruments not recorded at fair value

The directors consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the financial statements approximate their fair values. Such financial assets and financial liabilities include cash and cash equivalents, receivables, accrued income, payables and loans.

14 Borrowings

	Unaudited as at March 31 2017 £000	Unaudited as at March 31 2016 £000	Audited as at Sept 30 2016 £000
Borrowings	**(118,963)**	-	-
Undrawn available committed facilities	**130,000**	**111,266**	**122,954**

The group's principal source of borrowings are provided through committed bank facilities available to the group until December 2021. These syndicated facilities include two five-year term-loans of US$100m and £40m (total £119m) and a £130m multi-currency revolving credit facility which was undrawn as at March 31 2017. There is a further accordion facility of £130m should the group wish to request it. The term-loans and drawings under the revolving credit facility bear interest charged at LIBOR plus a margin, the applicable margin being based on the group's ratio of net debt to adjusted EBITDA. These facilities contain covenants based on a maximum 3.0 times net debt to adjusted EBITDA and a minimum interest cover ratio of 3.0 times. The amounts and foreign exchange rates used in the covenant calculations are subject to adjustments as defined under the terms of the arrangement. Management regularly monitors the covenants and prepares detailed cash flow forecasts to ensure that sufficient headroom is available and that the covenants are not close or potentially close to breach. At March 2017, the group's net debt to adjusted EBITDA was 0.7 times.

In 2016, the group had access to a committed multi-currency credit facility from DMGT. This facility was terminated as part of the share buyback transaction.

15 Called up share capital

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Allotted, called up and fully paid			
109,087,969 ordinary shares of 0.25p each (March 2016: 128,289,086 ordinary shares of 0.25p each) (September 2016: 128,313,356 ordinary shares of 0.25p each)	**273**	320	321

During the period, 21,786 ordinary shares of 0.25p each with an aggregate nominal value of £54 were issued following the exercise of share options granted under the company's share option schemes for a cash consideration of £207,211. On January 6 2017, the group completed the purchase for cancellation of 19,247,173 ordinary shares from its then majority shareholder DMG Charles Limited, a DMGT group company. The aggregate nominal value of the shares cancelled was £48,118.

16 Acquisition commitments and deferred consideration

The group is party to contingent consideration arrangements in the form of acquisition commitments, acquisition deferred consideration payments and deferred consideration receipts on disposals. The group recognises the discounted present value of the contingent consideration. This discount is unwound as a notional interest charge to the Income Statement. The group regularly performs a review of the underlying businesses to assess the impact on the fair value of the contingent consideration. Any resultant change in these fair values is reported as a finance income or expense in the Income Statement.

	Acquisition commitments			Deferred consideration payments		
	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000	**Unaudited six months ended March 31 2017 £000**	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Liability						
At October 1	**(11,771)**	(9,171)	(9,171)	**(480)**	-	-
Net movements in finance income and expense during the period (note 5)	**2,077**	(789)	(601)	**15**	-	-
Exercise of commitments	**-**	239	239	**-**	-	-
Additions from acquisitions during the year	**-**	-	(665)	**-**	-	(480)
Payment during the year	**-**	-	-	**465**	-	-
Exchange differences to reserves	**(474)**	(480)	(1,573)	**-**	-	-
At end of period	**(10,168)**	(10,201)	(11,771)	**-**	-	(480)
Within one year	**(9,086)**	-	(326)	**-**	-	(480)
In more than one year	**(1,082)**	(10,201)	(11,445)	**-**	-	-
	(10,168)	(10,201)	(11,771)	**-**	-	(480)

	Deferred consideration receipts		
	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Asset			
At October 1	**526**	589	589
Additions from disposals during the period	**2,765**	-	450
Net movements in finance income and expense during the period (note 5)	**79**	-	-
Receipts during the year	**(326)**	(406)	(662)
Exchange differences to reserves	**25**	9	149
At end of period	**3,069**	192	526
Within one year	**1,554**	192	-
In more than one year	**1,515**	-	526
	3,069	192	526

Reconciliation of finance income and expense (note 5):

	Acquisition commitments			Deferred consideration payments		
	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000	**Unaudited six months ended March 31 2017 £000**	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Fair value adjustment	**2,618**	(375)	258	**15**	-	-
Imputed interest	**(541)**	(414)	(859)	**-**	-	-
Net movements in finance income and expense during the period	**2,077**	(789)	(601)	**15**	-	-

16 Acquisition commitments and deferred consideration *continued*

	Deferred consideration receipts		
	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Fair value adjustment	**79**	-	-
Net movements in finance income and expense during the period	**79**	-	-

The non-controlling interest of Ned Davis Research (NDR) have exercised their put options over the remaining 15% stake in NDR. The liability has been re-measured using the contractual mechanism which has resulted in a fair value adjustment.

The value of the acquisition commitments, acquisition deferred consideration payments and deferred consideration receipts on disposal is subject to a number of assumptions. The potential undiscounted amount of all future payments that the group could be required to make under the acquisition contingent consideration arrangements is as follows:

	Unaudited six months ended March 31		Unaudited six months ended March 31		Audited year ended Sept 30	
	2017 Maximum £000	**2017 Minimum £000**	2016 Maximum £000	2016 Minimum £000	2016 Maximum £000	2016 Minimum £000
NDR	**48,277**	-	41,912	-	46,314	-
World Bulk Wine	**15,811**	-	-	-	672	-
FastMarkets	**-**	-	-	-	480	-
ReSec	**398**	-	-	-	-	-
	64,486	**-**	41,912	-	47,466	-

The potential undiscounted amount of all future receipts that the group could receive under the disposal contingent consideration arrangement is as follows:

	Unaudited six months ended March 31		Unaudited six months ended March 31		Audited year ended Sept 30	
	2017 Maximum £000	**2017 Minimum £000**	2016 Maximum £000	2016 Minimum £000	2016 Maximum £000	2016 Minimum £000
II Newsletters	**-**	-	192	-	142	-
Gulf Publishing	**312**	-	-	-	312	-
Petroleum Economist	**72**	-	-	-	72	-
HFI	**2,084**	-	-	-	-	-
II Searches	**303**	-	-	-	-	-
Euromoney Indices	**500**	-	-	-	-	-
	3,271	**-**	192	-	526	-

The discounted acquisition commitments, acquisition deferred consideration payments and deferred consideration receipts on disposal are based on predetermined multiples of future profits of the businesses, and have been estimated on an acquisition-by-acquisition basis using available performance forecasts.

A one percentage point increase or decrease in growth rate in estimating the expected profits, results in the acquisition commitment at March 31 2017 increasing or decreasing by £0.1m with the corresponding change to the value charged or credited to the Income Statement in future periods.

17 Contingent liabilities

Claims in Malaysia

Four writs claiming damages for libel were issued in Malaysia against the company and three of its employees in respect of an article published in one of the company's magazines, International Commercial Litigation, in November 1995. The writs were served on the company on October 22 1996. Two of these writs have been discontinued. The total outstanding amount claimed on the two remaining writs is Malaysian ringgits 83.1m (£15.1m). No provision has been made for these claims in these financial statements as the directors do not believe the company has any material liability in respect of these writs.

18 Related party transactions

The group has taken advantage of the exemption allowed under IAS 24 'Related Party Disclosures' not to disclose transactions and balances between group companies that have been eliminated on consolidation. Other related party transactions and balances are detailed below:

(i) The group had borrowings under a US$160m multi-currency facility with Daily Mail and General Holdings Limited (DMGH), a Daily Mail and General Trust plc (DMGT) group company:

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Fees on the available facility for the period	**153**	263	525

This facility was terminated on December 29 2016.

(ii) The group had a deposit agreement with DMGH and DMGB Limited, a DMGT group company:

	Unaudited as at March 31 2017 £000	Unaudited as at March 31 2016 £000	Audited as at Sept 30 2016 £000
Deposits at end of period	**-**	43,727	73,639

This agreement was terminated on January 6 2017.

(iii) During the period the group expensed services provided by DMGT, and other fellow group companies, as follows:

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Services expensed	**209**	290	960

From January 2017 the services expensed include a charge under the transitional service agreement with DMGT signed on January 3 2017.

(iv) During the period DMGT group companies surrendered tax losses to Euromoney Consortium Limited under an agreement between the two groups. These tax losses are relievable against UK taxable profits of the group under HMRC's consortium relief rules:

	Unaudited as at March 31 2017 £000	Unaudited as at March 31 2016 £000	Audited as at Sept 30 2016 £000
Amounts payable	**172**	787	1,633
Tax losses with tax value	**229**	1,049	2,177
Amounts owed by DMGT group at end of period	**172**	787	(121)

(v) On January 6 2017, the group completed the off-market purchase of 19,247,173 ordinary shares from the DMGT group for cancellation at a price of £9.75 per share. The transaction was approved by shareholders at the company's general meeting held on December 29 2016.

18 Related party transactions *continued*

(vi) The group participates in the Harmsworth Pension Scheme (HPS), a defined benefit scheme operated by DMGT, which up to September 30 2016 was accounted for as a defined contribution scheme. The scheme is now closed to new entrants. The group's share of the HPS deficit is:

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
Deficit on defined benefit scheme	**1,260**	-	1,249

(vii) During the period the group received dividends from its associate undertaking:

	Unaudited six months ended March 31 2017 £000	Unaudited six months ended March 31 2016 £000	Audited year ended Sept 30 2016 £000
World Bulk Wine	**-**	-	83

(viii) During the period, Ned Davis Research (NDR), a subsidiary undertaking, leased office space at market rates from a separate entity, Bird Bay Properties, LLC, which is owned by a minority shareholder of NDR:

	Unaudited six months ended March 31 2017 US$000	Unaudited six months ended March 31 2016 US$000	Audited year ended Sept 30 2016 US$000
Amount expensed	**194**	190	382

19 Events after the balance sheet date

Purchase of new business

RISI US (Holdco) Inc, (RISI)

On April 6 2017, the group acquired 100% of the equity share capital of RISI, the leading price reporting agency for the global forest products market, for US$125m (£100m).

Layer123 Events & Training Limited (Layer123)

On April 13 2017, the group acquired 61% of the ordinary share capital of Layer123, a content and sponsorship-led events business focusing on innovation in the rapidly-evolving space of telecoms network strategy. The initial consideration paid was £6.4m.

World Bulk Wine Exhibition, S.L (World Bulk Wine)

On May 3 2017, the group acquired a further 17% of the equity share capital of World Bulk Wine, increasing the group's equity shareholding to 74%, for a consideration of €0.6m (£0.5m).

Responsibility Statement

We confirm that to the best of our knowledge:

(a) these Condensed Consolidated Financial Statements have been prepared in accordance with IAS 34 'Interim Financial Reporting';
(b) this Interim Financial Report includes a fair review of the information required by DTR 4.2.7R (indication of important events during the first six months and description of principal risks and uncertainties for the remaining six months of the year); and
(c) this Interim Financial Report includes a fair review of the information required by DTR 4.2.8R (disclosure of related party transactions and changes therein).

By order of the board,

Andrew Rashbass
Chief Executive
May 17 2017

Colin Jones
Finance Director
May 17 2017

Independent review report to Euromoney Institutional Investor PLC

Report on the condensed consolidated financial statements

Our conclusion
We have reviewed Euromoney Institutional Investor PLC's condensed consolidated financial statements (the "interim financial statements") in the Interim Financial Report of Euromoney Institutional Investor PLC for the six month period ended March 31 2017. Based on our review, nothing has come to our attention that causes us to believe that the interim financial statements are not prepared, in all material respects, in accordance with International Accounting Standard 34 “Interim Financial Reporting” as adopted by the European Union and the Disclosure Guidance and Transparency Rules sourcebook of the United Kingdom’s Financial Conduct Authority.

What we have reviewed
The interim financial statements comprise:

- the condensed consolidated statement of financial position as at March 31 2017;
- the condensed consolidated income statement and condensed consolidated statement of comprehensive income for the period then ended;
- the condensed consolidated statement of changes in equity for the period then ended;
- the condensed consolidated statement of cash flows for the period then ended; and
- the explanatory notes to the interim financial statements.

The interim financial statements included in the Interim Financial Report have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” as adopted by the European Union and the Disclosure Guidance and Transparency Rules sourcebook of the United Kingdom’s Financial Conduct Authority.

As disclosed in note 1 to the interim financial statements, the financial reporting framework that has been applied in the preparation of the full annual financial statements of the Group is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

Responsibilities for the interim financial statements and the review

Our responsibilities and those of the directors
The Interim Financial Report, including the interim financial statements, is the responsibility of, and has been approved by, the directors. The directors are responsible for preparing the Interim Financial Report in accordance with the Disclosure Guidance and Transparency Rules sourcebook of the United Kingdom’s Financial Conduct Authority.

Our responsibility is to express a conclusion on the interim financial statements in the Interim Financial Report based on our review. This report, including the conclusion, has been prepared for and only for the company for the purpose of complying with the Disclosure Guidance and Transparency Rules sourcebook of the United Kingdom’s Financial Conduct Authority and for no other purpose. We do not, in giving this conclusion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What a review of the interim financial statements involves
We conducted our review in accordance with International Standard on Review Engagements (UK and Ireland) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Auditing Practices Board for use in the United Kingdom. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures.

A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (UK and Ireland) and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We have read the other information contained in the Interim Financial Report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the interim financial statements.

PricewaterhouseCoopers LLP
Chartered Accountants
London
May 17 2017

Notes:

(a) The maintenance and integrity of the Euromoney Institutional Investor PLC website is the responsibility of the directors; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the interim financial statements since they were initially presented on the website.

(b) Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Directors

Executive Directors

A Rashbass (Chief Executive Officer) ‡
CR Jones (Finance Director)

Non-executive Directors

JC Botts (Chairman) †‡§
The Viscount Rothermere ‡
Sir Patrick Sergeant (President) ‡
DP Pritchard §†
ART Ballingal
TP Hillgarth §
PA Zwillenberg †‡

† member of the remuneration committee
‡ member of the nominations committee
§ member of the audit committee

Shareholder Information

Financial calendar

2017 interim results announcement	Thursday May 18 2017
Interim dividend ex-dividend date	Thursday May 25 2017
Interim dividend record date	Friday May 26 2017
Payment of 2017 interim dividend	Thursday June 22 2017
Trading update	Friday July 21 2017*
2017 final results announcement	Thursday November 23 2017
Final dividend ex-dividend date	Thursday November 30 2017*
Final dividend record date	Friday December 1 2017*
Trading update	Thursday January 25 2018*
2018 AGM (approval of final dividend)	Thursday February 1 2018*
Payment of final dividend	Thursday February 15 2018*

* Provisional dates and subject to change.

Shareholder enquiries
Administrative enquiries about a holding of Euromoney Institutional Investor PLC shares should be directed in the first instance to the company's registrars, Equiniti.

Telephone: 0371 384 2951 Lines are open 8:30am to 5:30pm (UK time), Monday to Friday, excluding English public holidays.
Overseas Telephone: (00) 44 121 415 0246

A number of facilities are available to shareholders through the secure online site: www.shareview.co.uk.

Company secretary and registered office
Tim Bratton
8 Bouverie Street
London
EC4Y 8AX
England registered number: 954730

Advisors

Auditor
PricewaterhouseCoopers LLP
1 Embankment Place
London
WC2N 6RH

Broker
UBS
5 Broadgate
London
EC2M 2QS

Solicitor
Nabarro
125 London Wall
London
EC2Y 5AL

Registrars
Equiniti
Aspect House
Spencer Road
Lancing
West Sussex
BN99 6DA