

Multiplex Global Limited
Annual Report and Financial Statements
31 December 2018

Multiplex Global Limited

Registration number 09948128



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Multiplex Global Limited

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Directory

Multiplex Global Limited

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As at and for the year ended 31 December 2018

Directors of Multiplex Global Limited

John Flecker
Derek Gorgi
Ashley Muldoon

Company secretary

Benjamin Keenan
Margaret Redwin

Registered office

From 5 November 2018:
99 Bishopsgate, 2nd Floor
London EC2M 3XD
United Kingdom

Previous address:
One Broadgate, 1st Floor
London EC2M 2QS
United Kingdom

Company registration number

09948128

Bank

HSBC Bank Plc
Level 18, 8 Canada Square
London E14 5HQ
United Kingdom

Auditor

Deloitte LLP
London

Strategic report

Multiplex Global Limited

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As at and for the year ended 31 December 2018

The board of Directors presents the strategic report of Multiplex Global Limited ("Company") for the period from 1 January 2018 to 31 December 2018. The financial statements are expressed in US dollars, which is the functional currency of the Company.

The Directors, in preparing this Strategic Report, have complied with S414(c) of the Companies Act 2006.

Business review

The Company recorded profit after tax of \$25 million (2017: \$84 million loss) during the year ended 31 December 2018. The \$109 million increase in profit in 2018 was primarily due to \$60 million of unrealised foreign currency revaluation gains recorded in 2018, whereas the prior year incurred \$61 million of unrealised foreign currency revaluation losses.

As at 31 December 2018, the Company had net assets of \$1,624 million (2017: \$616 million).

The Company issued a total of 9,826,613 shares to Brookfield BBP UK Holdings III Limited, its immediate parent company, which included 6,344,409 in exchange for the purchase of \$634 million of redeemable preference shares in BBP Australia Holdings Pty Ltd, an indirect subsidiary as part of a group restructure.

Details of the share issues can be found in the notes to the financial statements.

Principal risks and uncertainties

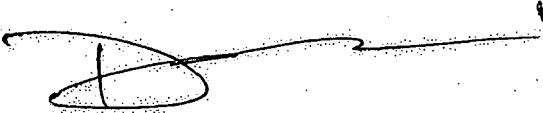
The principal activity of the Company is acting as an investment holding company for its operational companies in Australia, Europe, the Middle East, Canada, and India. The principal activity of the Multiplex Group is as a building contractor, and future results will therefore be impacted by any increase or reduction in building activity brought about by the prevailing economic conditions. In the day to day operations of the business, the Group is exposed to various risks and uncertainties. The Directors of Multiplex Global Limited recognise their responsibility to manage these risks, and are satisfied with the procedures in place to mitigate them.

Funding and liquidity risk

The potential risks and uncertainties, which could have a material impact on the Company's long-term performance include the ability to meet the cash flow requirements resulting from subsidiary construction business operation. The principal risks and uncertainties facing the business are continuously monitored and managed.

Accounting misstatements and fraud

In order to mitigate the risk of fraud and accounting discrepancies we have a robust control framework with policies and procedures in place across all aspects of our business. We have a strong internal audit function and are subject to regular internal audit reviews which test the operation and integrity of this framework.



Derek Gorgi
Director

Level 2, 99 Bishopsgate
London
EC2M 3XD

24 September 2019

Directors' report Multiplex Global Limited

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As at and for the year ended 31 December 2018

The Directors present their report and the audited financial statements for the year from 1 January 2018 to 31 December 2018.

Principal activities

The Company carries on business principally as a holding company.

Results and dividends

The results for the period are set out on page 12. There was no dividend declared by the Directors during the period (2017: nil).

Going concern basis

As the Company has net current liabilities at period end, despite having net total assets, the Directors considered the going concern of the Company. Given the positive performance of the Company's underlying subsidiaries for the year and the fact that the current liabilities are loans to related parties which are unlikely to be called upon in the near future, the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Directors

The Directors who served throughout the period, and subsequently, except where noted were:

John Flecker
Derek Edward Gorgi
Ashley Thomas Edward Muldoon

Events subsequent to the reporting date

On 9 January 2019, the Company entered into an agreement with BBPHA1 for interest-bearing loan receivable, amounting to \$633 million, including related interest receivable of \$2 million, in exchange for an interest-bearing loan payable to Multiplex Europe Limited, amounting to \$632 million.

On 13 February 2019, the Company made an additional investment of \$20 million in Brookfield BBP Construction Holdings Limited.

There have been no other significant events or transactions that have arisen since the end of the financial period which in the opinion of the Directors would affect significantly the operations of the Company, the results of those operations or the state of affairs of the Company.

Future Developments

The company will continue its activity of acting as a holding company.

Disclosure of information to auditor

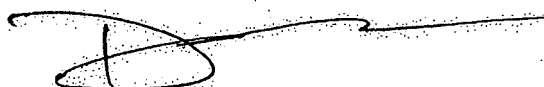
The Directors who held office at the date of approval of this Directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; each Director has taken all the steps that he or she ought to have taken as a Director to make himself or herself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Auditor

Deloitte LLP have indicated their willingness to continue in office. A resolution for the re-appointment of Deloitte LLP as auditor of the Company will be proposed at the meeting of the Directors.

Approved by the board and signed on its behalf by:



Derek Gorgi
Director

Level 2, 99 Bishopsgate
London
EC2M 3XD

24 September 2019

Statement of Directors' responsibilities

Multiplex Global Limited

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As at and for the year ended 31 December 2018

The Directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union. Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, IAS 1, *Presentation of Financial Statements* requires that Directors:

- properly select and apply accounting policies;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- provide additional disclosures when compliance with the specific requirements in IFRSs are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the entity's financial position and financial performance; and
- make an assessment of the Company's ability to continue as a going concern.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent auditor's report to the members of Multiplex Global Limited

Multiplex Global Limited

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As at and for the year ended 31 December 2018

Independent auditor's report to the members of Multiplex Global Limited Report on the audit of the financial statements *Opinion*

In our opinion the financial statements of Multiplex Global Limited (the 'company'):

- give a true and fair view of the state of the company's affairs as at 31 December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

the income statement;

- the statement of financial position;
- the statement of changes in equity;
- the statement of cash flows;
- the related notes 1 to 13.

The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in respect of these matter.

Independent auditor's report to the members of Multiplex Global Limited

Multiplex Global Limited

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As at and for the year ended 31 December 2018

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the strategic report or the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Heather Bygrave FCA (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
London, United Kingdom

26 SEPTEMBER 2019

Income statement

Multiplex Global Limited

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For the year ended 31 December 2018

For the year ended 31 December Millions	2018	2017
Other income	\$ 4.0	\$ 0.8
Foreign exchange gains / (losses)	59.7	(61.3)
Interest expenses	(30.2)	(24.7)
Corporate costs	(8.3)	(1.2)
Net profit/ (loss) before income tax	25.2	(86.4)
Income tax benefit	0.2	2.9
Net profit / (loss)	\$ 25.4	\$ (83.5)

All activities relate to continuing operations.

There were no items of other comprehensive income other than those stated above and consequently no statement of other comprehensive income is presented.

The income statement should be read in conjunction with the notes to the financial statements.

Statement of financial position

Multiplex Global Limited

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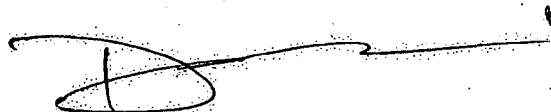
As at 31 December 2018

As at 31 December Millions	Note	2018	2017 ⁽¹⁾
Assets			
<i>Current assets</i>			
Cash and cash equivalents		\$ 36.7	\$ 3.4
Trade and other receivables	6	645.8	712.7
Total current assets		682.5	716.1
<i>Non-current assets</i>			
Investment in subsidiaries	5	1,760.9	709.5
Deferred tax asset		2.0	
Total non-current assets		1,762.9	709.5
Total assets		\$ 2,445.4	\$ 1,425.6
<i>Liabilities</i>			
<i>Current liabilities</i>			
Trade and other payables	7	\$ 818.1	\$ 806.1
Provisions	9	2.9	3.1
Total current liabilities		821.0	809.2
Equity	10	1,624.4	616.4
Total liabilities and equity		\$ 2,445.4	\$ 1,425.6

⁽¹⁾ See Basis of Presentation - Financial Statement Note 2(b)

The statement of financial position should be read in conjunction with the notes to the financial statements.

The financial statements of Multiplex Global Limited, registered number 09948128, were approved by the board of Directors on 24 September 2019 and were signed on its behalf by:



Derek Gorgi
Director

Statement of changes in equity

Multiplex Global Limited

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For the year ended 31 December 2018

For the year ended 31 December 2018

Millions	Share Capital	Accumulated losses	Total equity
As at 1 January 2018	1,038.6	(422.2)	616.4
Net profit	-	25.4	25.4
Issue of share capital	982.6	-	982.6
As at 31 December 2018	\$ 2,021.2	\$ (396.8)	\$ 1,624.4

For the year ended 31 December 2017

Millions	Share Capital	Accumulated losses	Total equity
As at 1 January 2017 ⁽¹⁾	\$ 844.8	\$ (338.7)	\$ 506.1
Net loss	-	(83.5)	(83.5)
Issue of share capital	193.8	-	193.8
As at 31 December 2017	\$ 1,038.6	\$ (422.2)	\$ 616.4

⁽¹⁾ See Basis of Presentation - Financial Statement Note 2(b)

The statement of changes in equity should be read in conjunction with the notes to the financial statements.

Statement of cash flows

Multiplex Global Limited

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For the year ended 31 December 2018

For the year ended 31 December Millions	Note	2018	2017
<i>Cash flows from operating activities</i>			
Payments to suppliers		\$ (12.7)	\$ (0.4)
Other Receipts		0.5	0.8
Cash (outflow)/ inflow from operating activities		(12.2)	0.4
<i>Cash flows from investing activities</i>			
Additional investment in subsidiaries		(338.7)	(133.8)
Proceeds from net settlement of foreign exchange hedging items		1.6	-
Net cash outflow from investing activities		(337.1)	(133.8)
<i>Cash flows from financing activities</i>			
Proceeds from related parties		(98.3)	233.3
Advances to related parties		133.6	(200.4)
Equity issuances		348.2	103.7
Net cash inflow from financing activities		383.5	136.6
Net increase in cash and cash equivalents		34.2	3.2
Cash and cash equivalents at the beginning of the financial period		3.4	0.2
Foreign currency exchange		(0.8)	-
Cash and cash equivalents at the end of the financial period		\$ 36.8	\$ 3.4

The statement of cash flows should be read in conjunction with the notes to the financial statements.

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

1 Reporting entity

Multiplex Global Limited ("the Company") is a holding company for an investment holding company for the operational companies in Australia, the United Kingdom, the Middle East, Canada, and India. The Company is a limited liability company incorporated in England. The address of its registered office is 99 Bishopsgate, Second Floor, London EC2M 3XD. The Company was incorporated on 12 January 2016 as Brookfield BBP UK Holdings IV Limited.

2 Basis of Presentation

(a) Adoption of new and revised standards ("New Standards")

At the date of authorisation of these financial statements, The Company has not applied the following new and revised IFRSs that have been issued by the IASB but are not yet effective and/or in some cases had not yet been adopted by the EU:

IFRS 16	Leases
Amendments to IFRS 10 and IAS 28 (Sept 2014)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
IFRIC 23	Uncertainty over Income Tax Treatments
Amendments to IFRS 9 (Oct 2017)	Prepayment Features with Negative Compensation
Amendments to IAS 28 (Oct 2017)	Long-term Interests in Associates and Joint Ventures
Annual Improvements to IFRS Standards 2015-2017 Cycle (Dec 2017)	Annual Improvements to IFRSs: 2015-17 Cycle
Amendments to References to the Conceptual Framework in IFRS Standards	Amendments to References to the Conceptual Framework in IFRS Standards
Amendments to IAS 19 (Feb 2018)	Plan Amendment, Curtailment or Settlement
Amendments to IFRS 3 (Oct 2018)	Definition of Business
Amendments to IAS 1 and IAS 8 (Oct 2018)	Definition of Material
IFRS 17	Insurance Contracts

The potential effect of the revised standards and interpretations on the financial statements is currently being determined by the Company's management. IFRS 16 is projected to have no impact on the net assets of the company.

(i) IFRS 9 Financial Instruments

IFRS 9, Financial Instruments ("IFRS 9"), establishes principles for the financial reporting of financial assets and financial liabilities that will present relevant and useful information to users of financial statements for their assessments of the amounts, timing and uncertainty of an entity's future cash flows. IFRS 9 supersedes IAS 39, Financial Instruments: Recognition and Measurement, ("IAS 39"). This new standard also includes new guidance which will align hedge accounting more closely with risk management. It does not fully change the types of hedging relationships or the requirement to measure and recognise ineffectiveness; however, it allows more hedging strategies that are used for risk management purposes to qualify for hedge accounting. The company adopted IFRS 9 on 1 January 2018.

A further impact on the Financial Statements as a result of the adoption of IFRS 9 is enhanced disclosure regarding financial instruments. Please see Note 11 for consideration of credit risk exposure.

The following table presents the types of financial instruments held by the company within each financial instrument classification under IAS 39 and IFRS 9:

Financial Instrument Type	IAS 39 Measurement	IFRS 9 Measurement
Financial Assets		
Cash and cash equivalents	Loans and receivables	Amortised cost
Loans and notes receivable	FVTPL, Loans and receivables	FVTPL, Amortised cost
Accounts receivable and other	FVTPL, Loans and receivables	FVTPL, FVTOCI, Amortised cost
Financial Liabilities		
Corporate borrowings	Loans and receivables	Amortised cost
Property-specific borrowings	Loans and receivables	Amortised cost
Accounts payable and other	FVTPL, Loans and receivables	FVTPL, Amortised cost

Notes to the financial statements

Multiplex Global Limited

As at and for the year ended 31 December 2018

(iii) IFRS 15 Revenue from Contracts with Customers

IFRS 15, Revenue from Contracts with Customers ("IFRS 15"), specifies how and when revenue should be recognised as well as requiring additional disclosures about the nature, amount, timing and uncertainty of revenues and cash flows arising from customer contracts. IFRS 15 supersedes IAS 18, Revenue, IAS 11, Construction Contracts, and a number of revenue related interpretations. The company adopted IFRS 15 on 1 January 2018.

(b) Basis of Presentation

The company assessed the recoverable amounts of its investments in subsidiaries under the New Standards. This resulted in a decrease of \$337.3m at 31 December 2016 in the carrying amount of its investment in Brookfield BFP Construction Holdings Limited due to the recognition of expected credit losses. The comparative prior periods have been restated, with the cumulative impact of the decrease in carrying amount recognised in equity between 31 December 2016 and 1 January 2017.

(c) Significant accounting policies

(i) Basis of accounting

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union.

The financial statements have been prepared under the historical cost convention.

The financial statements are expressed in US dollars, which is the functional currency of the Company.

The Company is exempt by virtue of s401 of the Companies Act 2006 from the requirement to prepare group financial statements. These financial statements present information about the Company as an individual undertaking and not about its group.

(ii) Going concern

The financial statements are prepared on a going concern basis.

(iii) Investments

Investments are recorded at cost less impairment, if applicable.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense over the relevant year. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees on points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or (where appropriate) a shorter year, to the net carrying amount on initial recognition.

(iv) Loans and borrowings

Loans and borrowings are measured at amortised cost using effective interest method. Interest expenses are recognised by applying the effective interest rate.

(v) Foreign currency

The individual financial statements are presented in USD, being the currency of the company's primary economic environment in which the entity operates (its functional currency).

In preparing the financial statements, transactions in currencies other than the entity's functional currency are recorded at foreign currency rates prevailing at the dates of the transactions. At each reporting date, monetary items denominated in foreign currencies are translated at the rates prevailing at the reporting date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not translated.

Foreign currency exchange differences are recognised in the income statement in the period in which they arise.

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

(d) Future Changes in Accounting Standards

Leases

In January 2016, the IASB published a new standard – IFRS 16, *Leases* (“IFRS 16”). The new standard brings most leases onto the Statement of Financial Position, eliminating the distinction between operating and finance leases. Lessor accounting, however, remains largely unchanged and the distinction between operating and finance leases is retained. IFRS 16 supersedes IAS 17, *Leases*, and related interpretations and is effective for periods beginning on or after January 1, 2019.

Management has participated in strategic planning sessions with its subsidiaries in order to provide guidance regarding the key considerations and to develop an adoption project plan. Management is completing its assessment of existing contractual arrangements to identify the existing population of leases that would be capitalised under the new standard.

Management currently anticipates adopting the standard using the modified retrospective approach as if the standard had always been in effect, and intends to complete the transition using the current definition of a lease. The expected impact on equity is \$nil on transition.

(e) Critical accounting estimates and judgements

The preparation of the financial statements in conformity with International Financial Reporting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The Directors believe that there are no critical accounting estimates or judgements relevant to this company.

Judgment is applied when determining whether indicators of impairment exist when assessing the carrying values of the company's assets.

3 Operating profit

Audit fees of \$16,000 (2017: \$16,400) were incurred for the period.

4 Remuneration of Directors

None of the Directors received remuneration for their services as Director of the Company in the period ended 31 December 2018. There were no employees in the current period.

5 Investment in subsidiaries

As at 31 December

Millions	2018	2017 ⁽¹⁾
Opening balance	\$ 709.5	\$ 575.7
Acquisitions and disposals	1,051.4	133.8
	\$ 1,760.9	\$ 709.5

The Company held investments in the following companies:

As at 31 December

Millions	2018	2017 ⁽¹⁾
Multiplex Europe Limited	\$ 789.6	\$ 155.2
Brookfield BBP Construction Holdings Limited	378.4	112.4
BBPHA 1 Pty Ltd	577.4	-
Multiplex Canada Holdings Limited	14.1	9.1
Multiplex (Mauritius) Limited	1.3	3.6
Multiplex Construction (US) Holding Limited	0.0	0.0
BBP Australia Holdings Pty Ltd	-	429.2
Total investment in subsidiaries	\$ 1,760.9	\$ 709.5

⁽¹⁾ See Basis of Presentation - Financial Statement Note 2(b)

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

Indirectly held investments	Principal activity	Country of incorporation	Effective proportion held
Multiplex Construction Europe Holding Limited <i>(99 Bishopsgate, Second Floor, London, EC2M 3XD, United Kingdom)</i>	Holding Company	UK	100%
Multiplex CDM Services Europe Limited <i>(99 Bishopsgate, Second Floor, London, EC2M 3XD, United Kingdom)</i>	Management (CDM) Services	UK	100%
Multiplex Services Europe Limited <i>(99 Bishopsgate, Second Floor, London, EC2M 3XD, United Kingdom)</i>	Facilities Management	UK	100%
Multiplex Plant & Equipment Europe Limited <i>(99 Bishopsgate, Second Floor, London, EC2M 3XD, United Kingdom)</i>	Plant and Equipment Hire	UK	100%
Multiplex Construction Europe Limited <i>(99 Bishopsgate, Second Floor, London, EC2M 3XD, United Kingdom)</i>	Construction	UK	100%
Multiplex Energy Services Limited <i>(99 Bishopsgate, Second Floor, London, EC2M 3XD, United Kingdom)</i>	Construction and Energy Services	UK	100%
Multiplex Construction Ireland Limited <i>(1st Floor Temple Hall, Temple Road, Blackrock, Co. Dublin, Ireland)</i>	Construction	Republic of Ireland	100%
BBP Australia Holdings Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Holding Company	Australia	100%
Multiplex Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Holding Company	Australia	100%
Multiplex Australasia Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Holding Company	Australia	100%
Multiplex Constructions Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Construction	Australia	100%
Brookfield Multiplex Constructions (NZ) Ltd <i>(Level 3, 48 Courthouse Lane, Chancery, Auckland, 1010, New Zealand)</i>	Construction	New Zealand	100%
Brookfield Multiplex FSH Hold Co Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Construction	Australia	100%
Brookfield Multiplex FSH Contractor Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Construction	Australia	100%
Brookfield Multiplex HSP Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Operations	Australia	100%

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

Indirectly held investments	Principal activity	Country of incorporation	Effective proportion held
Brookfield Multiplex HSP Hotel Owner Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Operations	Australia	100%
Brookfield Multiplex HSP Operator Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Operations	Australia	100%
CS Stage 4 Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Operations	Australia	100%
JEJB Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Operations	Australia	100%
Multiplex Constructions Qld Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Construction	Australia	100%
Multiplex Engineering And Infrastructure Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Construction	Australia	100%
Brookfield Multiplex Engineering And Infrastructure Pty Ltd & BG&E Pty Ltd <i>(Level 22, 135 King Street, Sydney, NSW 2000)</i>	Construction	Australia	89%
Multiplex Middle East Holdings WLL <i>(21312504 / 2832, AL-Seef 428, Manama)</i>	Holding Company	Bahrain	100%
Multiplex Middle East Management Company Ltd <i>(Level 3, Office 8, Gate Village Building 4, Dubai International Financial Centre, Dubai, 212975)</i>	Operations	UAE	100%
Multiplex (Oman) LLC <i>(Ruwi, 112)</i>	Operations	Oman	100%
Multiplex Constructions WLL <i>(Level 2, Jaidah Square, Umm Ghuwailina, 63 Airport Road, Doha)</i>	Operations	Qatar	49%
Multiplex Constructions LLC <i>(Level 1, Al Manara Building, Sheikh Zayed Road, Dubai)</i>	Operations	UAE	100%
Multiplex Constructions LLC <i>(P.O. Box 113503, Abu Dhabi, United Arab Emirates)</i>	Construction	UAE	100%
Brookfield Multiplex Holdings Ltd <i>(Office No. 11, Amalkis Centre, King Abdul Aziz Road, Jeddah)</i>	Holding Company	Saudi Arabia	100%
El Seif Brookfield Multiplex Services LLC <i>(Khalid Bin Al Waleed Street, Al Hamra District, Riyadh 11466)</i>	Operations	Saudi Arabia	50%
Multiplex Services L.L.C. <i>(15th Floor, Suite 1504, International Tower, Capital Centre, Abu Dhabi)</i>	Operations	UAE	49%

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

Indirectly held investments	Principal activity	Country of incorporation	Effective proportion held
Multiplex Services LLC <i>(Office 1700AF, Property of Ahmed Abdulrahim, Al Attar Business Tower, Sheikh Zayed Road, Dubai)</i>	Operations	UAE	100%
Multiplex Technologies Plant And Equipment LLC <i>(Level 1 Al Manara Building, Sheikh Zayed Road, Dubai)</i>	Operations	UAE	100%
Multitrades Construction Workforce Private Limited <i>(8th Floor, Office 802, Plot C66, One Bandra Kurla Complex, Mumbai, 400051, India)</i>	Operations	India	100%
Brookfield Multiplex Gammon India LLP <i>(Gammon House, Veer Savarkar Marg Prabhadevi, Dadar (West) Mumbai City, MH 400025)</i>	Construction	India	50%
Multiplex Construction Canada Ltd <i>(30 King Street, W., Suite 2350, Exchange Tower, Toronto ON M5X 2A2, Canada)</i>	Operations	Canada	100%
Multiplex Construction (California) Ltd <i>(Suite 201 City of Dover, United States, DE 19904)</i>	Operations	USA	100%

6 Trade and other receivables

As at 31 December	2018		2017	
Millions				
<i>Current</i>				
Amounts due from related parties	\$	644.3	\$	712.7
Other receivables		1.5		
Total current receivables	\$	645.8	\$	712.7

The carrying value of trade and other receivables is equivalent to their fair value.

7 Trade and other payables

As at 31 December	2018		2017 (1)	
Millions				
<i>Current</i>				
Other payables and accruals	\$	7.3	\$	-
Amounts due to related parties		775.4		767.2
Current tax liability		0.1		3.8
Interest payable		35.3		35.1
Total current payables	\$	818.1	\$	806.1

The carrying value of trade and other payables is equivalent to their fair value.

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

8 Related party transactions

Transactions between the Company and its parent, affiliates and joint ventures are disclosed below.

Balances owed (to)/ from related parties

As at 31 December

Millions				
Counterparty	Relationship	Type	2018	2017
BBP Australia Holdings Pty Ltd	Subsidiary undertaking	Interest bearing loan	\$ (673.7)	\$ (643.1)
Multiplex Europe Limited	Subsidiary undertaking	Non interest bearing loan	(96.0)	(122.6)
BBP Australia Holdings Pty Ltd	Subsidiary undertaking	Interest payable	(35.3)	(35.1)
BBPHA 1 Pty Ltd	Subsidiary undertaking	Non interest bearing loan	(2.1)	-
BCI UK Holdings Limited	Parent undertaking	Non interest bearing loan	(1.5)	(1.5)
Multiplex Construction Europe Limited	Subsidiary undertaking	Non interest bearing loan	2.7	2.8
Multiplex Construction Canada Limited	Subsidiary undertaking	Non interest bearing loan	(0.1)	-
Brookfield BBP Construction Holdings Limited	Subsidiary undertaking	Non interest bearing loan	-	77.8
Multiplex Construction Holding (US) Limited	Subsidiary undertaking	Non interest bearing loan	0.2	0.0
Multiplex Construction (California) Limited	Subsidiary undertaking	Non interest bearing loan	0.7	0.5
Multiplex Constructions LLC	Subsidiary undertaking	Non interest bearing loan	1.4	-
Multiplex Australasia Pty Ltd	Subsidiary undertaking	Non interest bearing loan	4.0	-
Brookfield Multiplex (Mauritius) Limited	Subsidiary undertaking	Non interest bearing loan	5.5	2.3
Brookfield BBP UK Holdings III Limited	Immediate parent undertaking	Non interest bearing loan	627.4	629.3

No guarantees have been given or received.

Income statement transactions

For the year ended 31 December

Millions				
Counterparty	Relationship	Type	2018	2017
BBP Australia Holdings Pty Ltd	Parent undertaking	Interest expense	(30.2)	(24.7)
BCI UK Holdings Limited	Parent undertaking	Management fee expense	-	(1.2)

9 Provisions

As at 31 December

Millions				
			2018	2017
Opening balance		\$	3.1	\$ -
Additions			3.0	3.1
Releases			(3.2)	-
Total provisions		\$	2.9	\$ 3.1

The provision relates to the Company's Global Risk Allowance. This provision is recognised to reflect the financial impact of the risks associated with the Company's consolidated construction projects, including cost overruns.

10 Capital and reserves

As at 31 December

Millions				
			2018	2017
Issued and paid up capital				
2018: 19,958,076 ordinary shares, fully paid		\$	1,995.8	\$ 1,013.2
Share premium			25.4	25.4
Contributed equity		\$	2,021.2	\$ 1,038.6

Holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at shareholders' meetings. In the event of the winding up of the Company, ordinary shareholders rank after creditors and are fully entitled to any proceeds of liquidation. All ordinary shares have a nominal value of \$100.

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

10 Capital and reserves (continued)

At 31 December 2018, 19,958,076 ordinary shares were authorised and fully allotted (2017: 10,131,463 shares authorised and fully allotted).

Share issues during the year consisted of:

19 March 2018:	500,000
22 May 2018:	500,000
25 June 2018:	500,000
5 December 2018:	500,000
18 December 2018:	1,482,204
18 December 2018:	<u>6,344,409</u>
Total Issued	9,826,613

11 Financial instruments

Categories of financial instruments

The following table summarises the fair values of the financial assets and liabilities recorded in the Company's financial statements.

As at 31 December Millions	2018	2017
<i>Current - Financial Assets</i>		
Net amounts due from related parties	\$ 645.8	\$ 712.7
Cash	36.7	3.4
Total current - financial assets	\$ 682.5	\$ 716.1

As at 31 December Millions	2018	2017
<i>Current - Financial Liabilities</i>		
Net amounts due to related parties	\$ 775.4	\$ 767.2
Interest payable	35.3	35.1
Total current - financial liabilities	\$ 810.7	\$ 802.3

The carrying value of trade and other receivables are carried at amortised cost, the value of which is equivalent to their fair value.

Financial risk management objectives

Financial derivatives are not used to mitigate financial risks. The Company has no exposure to interest rate changes. The Company undertakes transactions denominated in foreign currencies; consequently exposures to exchange rate fluctuations arise.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the reporting date are as follows:

As at 31 December Millions	2018	2017
<i>Assets</i>		
AUS Dollar	\$ 4.0	\$ -
GBP	2.7	2.8
Total	\$ 6.7	\$ 2.8
<i>Liabilities</i>		
AUS Dollar	\$ 711.1	\$ 678.2
GBP	96.3	122.6
Total	\$ 807.4	\$ 800.8

Notes to the financial statements

Multiplex Global Limited

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As at and for the year ended 31 December 2018

11 Financial instruments (continued)

The following table details the Company's sensitivity to a 10 per cent increase and decrease in US Dollar against the relevant foreign currencies:

As at 31 December Millions	2018	2017
<i>Increase</i>	10%	10%
AUS Dollar	\$ (70.7)	\$ (67.8)
GBP	(9.4)	(12.0)
<i>Decrease</i>	-10%	-10%
AUS Dollar	\$ 70.7	\$ 67.8
GBP	9.4	12.0

Credit risk management

Credit risk exposure refers to the risk that a company will default on its contractual obligations resulting in financial loss to the company. The contractual obligations would be considered as defaulted if the entities they are held with were unable to satisfy the obligation.

The Company considers receivables to have low credit risk exposure since they are all held with intercompany entities. The value of investments have not been impaired and hence they are able to repay their debtors.

Liquidity risk

Included within net amounts due to related parties is a loan payable of \$674m. This loan is an AUD dollar denominated variable interest rate instrument with interest payable monthly with an average effective interest rate of 2.52% plus the BBSW 6 month bid rate per annum. Any interest not paid when due will be capitalised. Its expected maturity is one year from loan commencement but this may be extended if agreed by both parties in writing. The Company has access to financing facilities through its parent and subsidiary undertakings. The Group expects to meet its other obligations from operating cash flows, proceeds from subsidiary undertakings and financing as applicable.

Interest rate risk

The Company is exposed to interest rate risk as a result of the \$674m variable interest rate loan. The loan has an average effective interest rate of 2.52% plus the BBSW 6 month bid rate per annum. The risk is mitigated by the fact that this is an intercompany loan.

12 Events subsequent to the reporting date

On 9 January 2019, the Company received an interest-bearing loan receivable (BBPHA1 Pty Ltd), amounting to \$633m, including interest receivable of \$2m, in exchange for an interest-bearing loan payable to Multiplex Europe Limited, amounting to \$632m.

On 13 February 2019, the Company made an additional investment of \$20m in Brookfield BBP Construction Holdings Limited. There have been no other significant events or transactions that have arisen since the end of the financial period which in the opinion of the Directors would affect significantly the operations of the Company, the results of those operations or the state of affairs of the Company.

13 Ultimate parent undertaking and controlling party

The immediate parent entity of the Company is Brookfield BBP UK Holdings III Ltd, a company incorporated in the UK. The ultimate parent and controlling party is Brookfield Asset Management Inc., a company incorporated in Canada; registered address: 181 Bay Street, Suite 300, Brookfield Place, Toronto, M5J 2T3.

The largest group in which the results of the Company are consolidated is that headed by Brookfield Asset Management Inc. The smallest group in which they are consolidated is that headed by Brookfield Business Partners L.P., registered in the Canada. The consolidated financial statements of Brookfield Business Partners L.P. are available to the public and may be obtained from Brookfield Place, Suite 300, 181 Bay Street, Toronto, ON M5J 2T3 (the same address as Brookfield Asset Management Inc.).

Independent auditor's report to the members of Multiplex Global Limited

Multiplex Global Limited

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As at and for the year ended 31 December 2018

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the strategic report or the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Heather Bygrave FCA (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
London, United Kingdom
24 September 2019