

Notes to the financial statements

for the financial year ended 31 March 2012

continued

Note 45

Acquisitions and disposals of subsidiaries and businesses

Significant entities and businesses acquired or consolidated due to acquisition of control:

Utility Metering Services Limited

On 24 October 2011, a subsidiary of the Company acquired 100 per cent interest in UK based company, Utility Metering Services Limited.

Other entities or businesses acquired or consolidated due to acquisition of control during the financial year are as follows:

Macquarie Korea Asset Management Co. Limited, Regal Capital Advisors LLC, Regal Capital Group LLC, SCC Swiss Commercial Capital AG and Tax Ease Holdings LLC.

Aggregate details of the above entities and businesses acquired or consolidated due to acquisition of control are as follows:

	2012 \$m	2011 \$m
Fair value of net assets acquired		
Cash, other financial assets and other assets	164	4,833
Goodwill and other intangible assets	78	91
Property, plant and equipment	454	2,370
Assets of disposal groups classified as held for sale	–	5
Payables, provisions, borrowings and other liabilities	(185)	(6,857)
Liabilities of disposal groups classified as held for sale	–	(4)
Non-controlling interests	(2)	(4)
Total fair value of net assets acquired	509	434
Consideration		
Cash consideration	476	231
Deferred consideration	6	–
Fair value of previously held interest	27	126
Total consideration	509	357
Net cash flow		
Cash consideration	(476)	(231)
Less:		
Cash and cash equivalents acquired	25	1,609
Net cash (outflow)/inflow	(451)	1,378

The operating results of the acquisitions have not had a material impact on the results of the Consolidated Entity.

Included in the current financial year results for the Consolidated Entity is profit of \$4 million and revenue of \$24 million from Utility Metering Services Limited since the date of acquisition. If this acquisition had taken place on 1 April 2011, the impact on the current year results for the Consolidated Entity would have been profit of \$7 million and revenue of \$52 million. The operating results of the remaining acquisitions have not had a material impact on the results of the Consolidated Entity.

There are no significant differences between the fair value of net assets acquired and their carrying amounts, other than goodwill and other intangible assets as noted above. The goodwill acquired during the current financial year has arisen due to the value of the businesses acquired over their individual asset values and synergies the Consolidated Entity expects to realise from the acquisitions.

The 31 March 2011 comparatives principally relate to Macquarie AirFinance Limited and Sal. Oppenheim jr. & Cie, being the significant entities and businesses acquired or consolidated due to acquisition of control.