

Notes to the consolidated financial statements

for the half-year ended 30 September 2014

continued

	Half-year to 30 Sep 2014 \$m	Half-year to 31 Mar 2014 \$m	Half-year to 30 Sep 2013 \$m
Note 6			
Earnings per share			
		Cents per share	
Basic earnings per share	213.3	235.0	149.7
Diluted earnings per share	204.9	224.8	144.6
Reconciliation of earnings used in the calculation of basic and diluted earnings per share			
	\$m	\$m	\$m
Profit after income tax	689	776	503
(Profit) attributable to non-controlling interests:			
Macquarie Income Securities	(9)	(9)	(9)
Macquarie Income Preferred Securities	(2)	(2)	(2)
Other non-controlling interests	-	(1)	9
Total profit attributable to ordinary equity holders of MGL	678	764	501
Less profit attributable to participating unvested Macquarie Group Employee Retained Equity Plan (MEREP) awards	(48)	(54)	(37)
Total earnings used in the calculation of basic earnings per share	630	710	464
Add back adjusted interest expense on Macquarie Group Capital Notes	9	9	5
Add back adjusted interest expense on Exchangeable Capital Securities	5	5	6
Add back adjusted interest expense on Macquarie Convertible Preference Securities ⁽¹⁾	-	-	7
Add back profit attributable to dilutive participating unvested MEREP awards	34	45	28
Total earnings used in the calculation of diluted earnings per share	678	769	510
Number of shares			
Total weighted average number of externally held ordinary shares used in the calculation of basic earnings per share⁽²⁾	295,358,984	302,081,567	309,901,261
Weighted average number of shares used in the calculation of diluted earnings per share			
Weighted average fully paid externally held ordinary shares	295,358,984	302,081,567	309,901,261
Potential ordinary shares:			
Weighted average options	5,426	43,663	61,289
Weighted average Macquarie Group Capital Notes	10,421,153	10,824,681	7,983,346
Weighted average Exchangeable Capital Securities	5,167,993	5,067,970	5,884,804
Weighted average unvested MEREP awards	19,939,884	24,009,586	22,359,709
Weighted average Macquarie Convertible Preference Securities ⁽¹⁾	-	-	6,426,467
Total weighted average number of ordinary shares and potential ordinary shares used in the calculation of diluted earnings per share	330,893,440	342,027,467	352,616,876

(1) The Convertible Preference Securities have been included in diluted earnings per share weighted for the period through their date of redemption, to the extent to which they were dilutive based on the conversion features measured at their date of redemption.

(2) The overall impact of the Sydney distribution was that of a share repurchase at fair value, therefore no adjustment has been made to half-year to September 2013. Refer to note 5 - Dividends and distributions paid or provided for.