

Senate Standing Committee on Environment and Communications

Answers to Senate Estimates Questions on Notice

Budget Estimates Hearings May 2015

Communications Portfolio

nbn

Question No: 113

Program No. nbn

Hansard Ref: Written, 10/7/2015

Topic: Corporate Plan

Senator Urquhart, Anne asked:

- On page 92 of NBN Co's 2012-15 Corporate Plan, NBN Co provides its forecast summary financials in nominal dollars:

Exhibit 9-2: Forecast Summary Financials (Nominal Dollars)

Summary Financials														
June YE	Total (FY2011 to Dec 2020)	Total (FY2011 to FY2021)	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2028
Total Premises Passed - Fibre ('000s)	11,692	12,292	18	39	341	1,307	2,812	4,615	6,279	7,838	9,283	10,783	12,202	13,467
Total Connected - Fibre ('000s)	8,869	8,513	1	4	54	487	1,515	2,836	4,341	5,594	6,895	7,697	8,513	10,019
Premises Covered - Fixed Wireless & Satellite ('000s)	968	974	165	174	320	374	752	907	921	934	948	961	974	1,055
Total Connected - Fixed Wireless & Satellite ('000s)	226	232	0	10	38	64	100	145	161	191	206	219	232	303
Total Connected ('000s)	8,286	8,745	1	14	92	551	1,615	3,181	4,502	5,785	6,991	7,917	8,745	10,313
Total Revenue	19,970	23,058	-	2	18	120	529	1,346	2,281	3,221	4,200	5,167	6,175	9,769
Total Operating Expenditure	(24,819)	(26,394)	(137)	(521)	(1,093)	(1,777)	(2,903)	(2,618)	(3,394)	(3,251)	(3,201)	(3,037)	(3,151)	(2,437)
EBITDA	(4,849)	(3,337)	(137)	(519)	(1,075)	(1,657)	(2,375)	(2,282)	(1,113)	(130)	999	2,130	3,024	7,332
EBITDA Margin	(24)%	(14)%	NM	NM	NM	NM	(449)%	(170)%	(49)%	(4)%	24%	41%	49%	75%
EBIT	(13,328)	(12,650)	(356)	(589)	(1,328)	(2,070)	(3,015)	(3,190)	(2,224)	(1,410)	(415)	591	1,355	5,544
Net Cash Interest (Funding Costs)	(2,099)	(2,580)	33	60	55	72	83	(1)	(176)	(344)	(615)	(786)	(961)	(188)
EBT	(15,427)	(15,230)	(323)	(529)	(1,273)	(1,998)	(2,932)	(3,191)	(2,400)	(1,754)	(1,030)	(194)	394	5,356
Total Capital Expenditure	(35,481)	(37,358)	(463)	(888)	(3,191)	(3,946)	(5,016)	(4,920)	(4,224)	(3,986)	(3,740)	(3,610)	(3,355)	(1,536)
Reinvestment in Working Capital	(30)	(80)	38	193	495	241	98	(251)	(284)	(311)	(103)	(94)	(99)	(60)
Cash Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,607)
Revised Free Cash Flow	(43,859)	(43,354)	(729)	(1,555)	(3,717)	(5,290)	(7,211)	(7,454)	(5,797)	(6,772)	(5,479)	(2,369)	(1,391)	3,911
Government Funding	-	-	1,362	2,832	7,504	13,623	20,287	25,047	28,949	30,400	30,400	30,400	30,400	19,297
Debt Funding	-	-	-	-	-	-	523	2,008	3,816	6,619	10,023	12,267	13,653	1,678
Total Funding	-	-	1,362	2,832	7,504	13,623	20,810	27,555	32,765	37,019	40,423	42,667	44,053	20,975
Debt / EBITDA	0.0 x	0.0 x	0.0 x	0.0 x	0.0 x	0.0 x	(0.2)x	(0.9)x	(3.4)x	(50.9)x	10.0 x	5.8 x	4.5 x	0.0 x
Debt / Total Funding	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	2.5%	7.4%	11.6%	17.9%	24.8%	28.8%	31.0%	8.0%

Source: NBN Co

Please provide NBN Co's forecast summary financials for the Multi-Technology Mix as per Exhibit 9-2, as assumed in the 2015-18 Corporate Plan, for the following financial years: FY2015, FY2016, FY2017, FY2018, FY2019, FY2020, FY2021, FY2028 and FY 2040 and (if it falls outside these dates) the build completion date for the MTM.

Answer:

- This is currently not available, as nbn has not released its 2015-2018 Corporate Plan.