

CONTANGO INCOME GENERATOR LIMITED
ABN 40 160 959 991

PRELIMINARY FINAL REPORT / APPENDIX 4E

FOR THE YEAR ENDED 30 JUNE 2016

PROVIDED TO THE ASX UNDER LISTING RULE 4.3A

Appendix 4E - Preliminary Final Report

CONTANGO INCOME GENERATOR LIMITED

ABN 40 160 959 991)

(ASX code "CIE")

1. **Reporting period** – for the year ended 30 June 2016, compared with the year ended 30 June 2015

2. **Results for announcement to the market**

- Revenues from ordinary activities up from zero to \$4.4m
- Profit/(loss) from ordinary activities after tax up from zero to \$2.7 m
- Net profit (loss) for the period attributable to members up from zero to \$2.7m

Dividends paid or payable relating to the current year earnings

- Interim dividend for the year ended 30 June 2016 of 3.0 cents per share (50% franked) was paid on 31 March 2016 (\$2,143,922 paid)
- Final dividend for the year ended 30 June 2016 was declared on 30 August 2016 at 3.5 cents per share. This dividend will trade ex-dividend on 12 September 2016 and be aid on 28 September 2016 The dividend will be 50% franked.

3. **Statement of Comprehensive Income** – refer attached financial statements

4. **Statement of Financial Position** - refer attached financial statements

5. **Statement of Cash Flows** - refer attached financial statements

6. **Dividends** – during the financial year ended 30 June 2016, the company paid a total of \$2,143,922 to shareholders as dividend payments. Refer to note 6 of the attached financial statements.

7. **Dividend reinvestment plan** - the Company's DRP provides for a 3% discount to the Volume Weighted Average Price of ordinary shares for the 4 trading days up to and including record date. The last date for receipt of election notices for participation in the DRP is close of business one day after record date.

8. **Statement of Retained Earnings/(Accumulated Losses)** – refer attached financial statements

9. **Net tangible assets per security** – as at 30 June 2016 the NTA was \$0.99 per share (2015: \$1.00).

10. **Control gained over entities during the period**

There was no control of any entities gained during the period

11. **Associates**

The Company has no associates or joint venture entities

12. Significant information relating to the entity's financial performance and financial position

- The investments of the Company are primarily listed companies on the ASX and have been subject to market value changes that have occurred over the year. Any profit or loss on the revaluation or disposal of investments is taken directly to profit.
- Since listing on 13 August 2015 through to 30 June 2016 the investment return obtained from the Company's investment portfolio compared to its relevant ASX benchmarks was

CIE investment portfolio return	+6.0%
S&P/ASX300 Industrial Accumulation Index	+3.3%
ASX All Ordinaries Accumulation Index	+3.0%

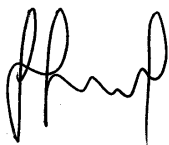
- For the financial year ended 2016, total investment gains were \$0.90m
- Securities income and interest earned from investments was \$3.49m for the year
- Expenses for the year were \$1.46m

13. The financial information provided in this Appendix 4E has been prepared in accordance with Australian accounting standards.

14. Commentary on the results for the period

- The Company listed on 13 August 2015 after a successful IPO during July which saw 71,451,000 ordinary shares raised for net proceeds of \$70,263,882.
- The Company began investment activities on 18 August 2015
- 33,913,491 options were issued to qualifying shareholders after the initial 6 month vesting period. Since then 14,550 options have exercised leaving 33,898,941 options on issue and trading under ASX code CIEO. The options expire on 30 March 2018 and have an exercise price of \$1.00
- For the financial year ended 30 June 2016 the profit after tax was \$2,733,430 (2015: nil).
- The earnings per ordinary share were 4.2cps (2015: nil).
- 3,928 shares were issued under the dividend reinvestment program applicable to the dividend paid on 31 March 2016 at a price of \$0.93 per share.
- A total of 6,662,219 shares were issued through simultaneous placement and share purchase plan offers at a share price \$0.94 per share

15. Audit of the financial report - the financial report has been audited and is subject to final audit sign-off. No qualification of the audit report is expected



Glenn Fowles (Company Secretary)

Date: 29 August 2015