CONTANGO INCOME GENERATOR LIMITED
ABN 40 160 959 991

HALF-YEAR INFORMATION
FOR THE SIX MONTHS ENDED 31 DECEMBER 2018

PROVIDED TO THE ASX UNDER LISTING RULE 4.2A.3

Appendix 4D

Half Year Report for the six months to 31 December 2018

CONTANGO INCOME GENERATOR LIMITED
ABN 40 160 959 991

1. Reporting period

Report for the half year ended	31 December 2018
Previous corresponding periods:	Financial year ended 30 June 2018 Half-year ended 31 December 2017

2. Results for announcement to the market

	Movement $A'000		**$A'000**
Revenues from ordinary activities *(item 2.1)*	Down 213.3%	to	(8,322)
Loss from ordinary activities after tax attributable to members (*item 2.2*)	Down 221.7%	to	(5,959)
Net loss for the period attributable to members *(item 2.3)*	Down 221.7%	to	(5,959)

Dividends paid *(item 2.4)*	Amount per security	Franked amount per security at 30% tax rate
(1) Final dividend for year ended 30 June 2018	1.80 cents	50%
(2) First quarterly interim dividend for year ended 30 June 2019	1.55 cents	50%
Previous corresponding half-year	5.10 cents	50%
Record dates for dividend entitlements *(item 2.5)*	(1) 07 September 2018 (2) 27 November 2018	

3. Net tangible assets per security

	Current period 31 Dec 2018	Previous corresponding period 31 Dec 2017
Net tangible asset backing per ordinary security (after provision for tax on unrealised gains)	$0.866	$1.010

4. Details of entities over which control has been gained or lost during the period:

Nil

5. Dividends

The final dividend for the year ended 30 June 2018 of $0.018 per share (50% franked) was paid on 20 September 2018.

The first quarterly interim dividend for the year ended 30 June 2019 of $0.0155 per share (50% franked) was paid on 11 December 2018.

The second quarterly interim dividend for the year ended 30 June 2019 has been declared at $0.0155 per share and will be 100% franked. Ex-date for the dividend is 25 February 2019 with the dividend to be paid on 12 March 2019.

6. Details of dividend or distribution reinvestment plans in operation are described below:

The rules of the DRP have been distributed to eligible shareholders and are also available on the Company's website.

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.

7. Details of associates and joint venture entities

Nil

8. The financial information provided in the Appendix 4D is based on the half year condensed financial report which accompanies this report.

9. Independent review of the financial report

The financial report has been independently reviewed. The financial report is not subject to a qualified independent review statement.

Contango Income Generator Limited
ABN 40 160 959 991

Financial report for the half-year ended 31 December 2018

Contents

Directors' Report

The directors present their report together with the condensed financial report of Contango Income Generator Limited ("the Company"), for the half-year ended 31 December 2018 and independent review thereon. This financial report has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting*.

Directors

The names of directors in office during the half-year up to 31 December 2018 and up to the date of this report (unless otherwise indicated) are:

Andrew MacDonald – Non-executive Chairman (resigned 21 February 2019)
Mark Kerr – Non-executive Director (appointed Chairman 21 February 2019)
Don Clarke – Non-executive Director
Stephen Bennett – Non-executive Director (resigned 9 August 2018)
Martin Switzer – Non-executive Director (appointed 21 February 2019)

Principal activity

The principal activity of the Company during the financial period was investment companies listed on the Australian Securities Exchange that are outside the top 30 largest companies and are expected to deliver a sustainable tax effective dividend stream at the time of their purchase.

Results
The Company's net operating loss after tax for the half-year was $5,958,825 (31 December 2017: profit after tax of $4,896,790). Basic loss per share amounted to (5.7) cents per share for the half-year (31 December 2017: profit of 5.5 cents per share).

Review of operations

The current half-year loss is primarily attributed to a decrease in the value of the underlying Company's investments. This has occurred during a period of weak performance in global share markets.

For the half-year ended 31 December 2018, the after-tax Net Tangible Asset ("NTA") value per share of the Company has decreased from $0.957 to $0.866. After adjusting for the 3.35 cents per share of dividends paid the NTA return was -6.0% compared to -7.3% for the ASX All Ordinaries Accumulation Index over the same period.

Significant changes in the state of affairs

There have been no significant changes in the Company's state of affairs during the financial year.

Events subsequent to balance date

On the 13 February 2019 the Board of Contango Income Generator Limited declared an interim dividend of 1.55 cents per share (100% franked). The dividend is to be paid on 12 March 2019.

Dr Andrew MacDonald resigned as Non-executive Chairman of Contango Income Generator Limited on 21 February 2019.

Mr Mark Kerr was appointed Non-executive Chairman of Contango Income Generator Limited on 21 February 2019.

Mr Martin Switzer was appointed as Non-executive Director of Contango Income Generator Limited on 21 February 2019.

No other matters or circumstances have arisen since the end of the financial half-year that have significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Directors' Report

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* in relation to the review for the financial half-year is set out on page 4.

Signed in accordance with a resolution of the directors.

Andrew MacDonald
Chairman
Melbourne
21 February 2019

Building a better
working world

8 Exhibition Street
Melbourne VIC 3000 Australia
GPO Box 67
Melbourne VIC 3001

Tel: +61 3 9288 8000
Fax: +61 3 8650 7777
ey.com/au

Auditor's Independence Declaration to the Directors of Contango Income Generator Limited

As lead auditor for the review of Contango Income Generator Limited for the half-year ended 31 December 2018, I declare to the best of my knowledge and belief, there have been:

a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

b) no contraventions of any applicable code of professional conduct in relation to the review.

Ernst & Young

Ernst & Young

Luke Slater

Luke Slater
Partner
21 February 2019

Interim Condensed Statement of Profit or Loss and Other Comprehensive Income For the half-year ended 31 December 2018

	Note	**Half-year ended 31 Dec 2018 $**	Half-year ended 31 Dec 2017 $
Revenue and other income			
Dividends		**2,532,077**	2,099,222
Interest		**29,611**	72,204
Fair value (loss)/gain on financial assets through profit and loss	2	**(10,883,532)**	5,171,098
Total revenue and other income		**(8,321,844)**	7,342,524
Less: Expenses			
Management fees		**464,638**	430,581
Business administration expenses		**125,000**	125,000
Transaction costs		**131,322**	151,574
Listing, custody and registry costs		**96,550**	146,054
Accounting and legal costs		**38,200**	18,700
Directors' remuneration		**55,545**	68,438
Marketing and shareholder relations		**32,500**	54,101
Insurance		**19,034**	19,504
Research		**13,600**	15,000
Other expenses		**42,698**	41,338
Total Expenses		**1,019,087**	1,070,290
Profit/(loss) before income tax		**(9,340,931)**	6,272,234
Income tax benefit/(expense)		**3,382,106**	(1,375,444)
Net profit/(loss) from continuing operations		**(5,958,825)**	4,896,790
Profit/(loss) for the half-year		**(5,958,825)**	4,896,790
Total comprehensive income for the half-year		**(5,958,825)**	4,896,790
Earnings per share for comprehensive income to the equity holders of the Company:		**Cents**	Cents
Basic earnings per share		**(5.7)**	5.5
Diluted earnings per share		**(5.7)**	5.5

The above statement should be read in conjunction with the accompanying notes.

Interim Condensed Statement of Financial Position
As at 31 December 2018

	As at 31 Dec 2018 $	As at 30 Jun 2018 $
FINANCIAL ASSETS		
Cash and cash equivalents	**3,955,172**	11,999,071
Receivables	**870,687**	366,492
Investments at fair value through profit or loss	**83,399,279**	88,459,097
Tax refund due	**-**	14,450
Deferred tax asset	**2,237,985**	-
TOTAL ASSETS	**90,463,123**	100,839,110
FINANCIAL LIABILITIES		
Payables	**322,166**	326,699
Deferred tax liability	**-**	1,158,571
TOTAL LIABILITIES	**322,166**	1,485,270
NET ASSETS	**90,140,957**	99,353,840
EQUITY		
Contributed capital	**101,952,712**	101,727,052
Reserves	**2,731,489**	2,984,008
Accumulated losses	**(14,543,244)**	(5,357,220)
Total equity attributable to owners of Contango Income Generator Limited	**90,140,957**	99,353,840

The above statement should be read in conjunction with the accompanying notes.

Interim Condensed Statement of Changes in Equity
For the half-year ended 31 December 2018

	Issued Capital	Reserves	Retained Earnings/ (Accumulated Losses)	Total Equity
	$	$	$	$
Balance as at 30 June 2017	**79,328,759**	**8,305,940**	**(5,357,220)**	**82,277,479**
Profit for the half-year	-	-	4,896,790	4,896,790
Total comprehensive income for the half-year	**-**	**-**	**4,896,790**	**4,896,790**
Transactions with owners in their capacity as owners:				
Shares issued from options exercised	13,533,133	-	-	13,533,133
Dividend reinvestment scheme	244,945	(244,945)	-	-
Shares issued from placement of shares	3,102,876	-	-	3,102,876
Costs (net of tax) associated with capital raisings	(65,160)	-	-	(65,160)
Dividends paid	-	(4,592,402)	-	(4,592,402)
	16,815,794	**(4,837,347)**	**-**	**11,978,447**
Balance as at 31 December 2017	**96,144,553**	**3,468,593**	**(460,430)**	**99,152,716**
Balance as at 30 June 2018	**101,727,052**	**2,984,008**	**(5,357,220)**	**99,353,840**
Loss for the half-year	-	-	(5,958,825)	(5,958,825)
Total comprehensive income for the year	**-**	**-**	**(5,958,825)**	**(5,958,825)**
Transactions with owners in their capacity as owners:				
Transfer to dividend payment reserve		3,227,199	(3,227,199)	-
Dividend reinvestment	225,660	(225,660)	-	-
Dividends paid	-	(3,254,058)	-	(3,254,058)
	225,660	**(252,519)**	**(3,227,199)**	**(3,254,058)**
Balance as at 31 December 2018	**101,952,712**	**2,731,489**	**(14,543,244)**	**90,140,957**

The above statement should be read in conjunction with the accompanying notes.

Interim Condensed Statement of Cash Flows
For the half-year ended 31 December 2018

	Half-year ended 31 Dec 2018 $	Half-year ended 31 Dec 2017 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	**17,137,789**	20,034,763
Payment for investments	**(23,342,906)**	(29,325,378)
Dividends received	**2,471,754**	2,073,135
Interest received	**29,611**	72,204
Payments to suppliers and employees	**(1,086,089)**	(1,102,211)
Net cash used in operating activities	**(4,789,841)**	(8,247,487)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from shares issued	**-**	16,636,009
Capital raising costs	**-**	(93,086)
Dividends paid net of amounts reinvested	**(3,254,058)**	(4,592,402)
Net cash (used in)/provided by financing activities	**(3,254,058)**	11,950,521
Net (decrease)/increase in cash and cash equivalents	**(8,043,899)**	3,703,034
Cash and cash equivalents at beginning of half-year	**11,999,071**	11,203,919
Cash and cash equivalents at end of the half-year	**3,955,172**	14,906,953

The above statement should be read in conjunction with the accompanying notes.

Notes to the Interim Condensed Financial Statements
For the half-year ended 31 December 2018

Note 1: Basis of preparation of the half-year report

This condensed half-year financial report does not include all the notes of the type usually included in an annual financial report.

It is recommended that this half-year financial report be read in conjunction with the annual report for the year ended 30 June 2018 and any public announcements made by Contango Income Generator Limited during the half-year in accordance with any continuous disclosure obligations arising under the *Corporations Act 2001*.

The half-year financial report was authorised for issue by the directors as at the date of the Directors' Report.

Contango Income Generator Limited is "for-profit" for the purpose of preparing financial statements.

(a) Basis of preparation of the financial report

This condensed half-year financial report has been prepared in accordance with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The key accounting policies applied in this half-year are described in Note 1(b) – (j).

The financial report covers the activities of Contango Income Generator Limited. The Company is limited by shares, incorporated and domiciled in Australia. The registered office is Level 6, 10 Spring Street, Sydney, NSW, 2000.

Historical cost convention
The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets as described in the accounting policies.

The Statement of Financial Position has been presented in order of liquidity.

AASB 15 *Revenue from Contracts with Customers* and AASB 9 *Financial Instruments (2014)* became mandatorily effective on 1 July 2018. Accordingly, these standards apply for the first time to this set of financial statements. The nature and effect of changes arising from these standards are summarised in the section below.

New standards adopted as at 1 July 2018

AASB 15 *Revenue from Contracts with Customers*

AASB 15 replaces AASB 118 *Revenue*, AASB 111 *Construction Contracts* and several revenue-related Interpretations. The new Standard has been applied as at 1 July 2018.

The adoption of AASB 15 has had no effect on the Company.

AASB 9 *Financial Instruments*

AASB 9 *Financial Instruments* replaces AASB 139's *'Financial Instruments: Recognition and Measurement'* requirements. It makes major changes to the previous guidance on the classification and measurement of financial assets and introduces an 'expected credit loss' model for impairment of financial assets.

The adoption of AASB 9 has not had a material effect on the Company.

(b) Going concern

The financial report has been prepared on a going concern basis.

Note 1: Basis of preparation of the half-year report (continued)

(c) Accounting for profits and losses

At the conclusion of each calendar month, the Company records profits earned to Retained Earnings with the intention of transferring undistributed Retained Earnings to a Dividend Reserve at the conclusion of the financial period. Losses incurred at the end of each calendar month are transferred to Accumulated Losses. The above process enables the Directors to declare or determine to pay dividends from the Reserve to shareholders at a future date.

(d) Revenue

Dividend income is recognised on the ex-dividend date with any related withholding tax recorded as an expense. Dividends received from associates are accounted for in accordance with the equity method.

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method for all financial instruments that are not held at fair value through profit or loss.

Revenue from the sale of investments is recognised in the Statement of Comprehensive Income on the sale contract date.

Net gains/(losses) on financial assets and financial liabilities held at fair value through profit or loss arising on a change in fair value are calculated as the difference between the fair value at the end of the reporting period and the fair value at the previous valuation point. Net gains/(losses) do not include interest or dividend income.

All revenue is stated net of the amount of goods and services tax (GST).

(e) Cash and cash equivalents

Cash and cash equivalents include cash on hand and at banks, short-term deposits with an original maturity of three months or less held at call with financial institutions, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the Statement of Financial Position.

(f) Income tax

Current income tax expense or benefit is the tax payable or receivable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities.

Deferred tax balances
Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are recognised for temporary differences at the applicable tax rates when the assets are expected to be recovered or liabilities are settled. No deferred tax asset or liability is recognised in relation to temporary differences if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Current and deferred tax balances attributable to amounts recognised directly in equity are also recognised directly in equity.

(g) Financial instruments

AASB 9 has been applied retrospectively from 1 July 2018. In accordance with the transition requirements, comparatives have not been restated. The adoption of AASB 9 has not had a material effect on the Company.

Note 1: Basis of preparation of the half-year report (continued)

(g) Financial instruments (continued)

(i) Classification and measurement

Financial assets

The Company measures its financial assets at either amortised cost or fair value depending on the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A financial asset is measured at amortised cost only if both of the following conditions are met:

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows.
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The assessment of the Company's business model was made as of the date of initial application, being 1 July 2018, and then applied retrospectively to those financial assets that were not derecognised before 1 July 2018. The assessment of whether contractual cash flows are solely comprised of principal and interest was made based on the facts and circumstances as at the initial recognition of the assets.

Financial liabilities

Classification of financial liabilities remains unchanged for the Company. Financial liabilities continue to be measured at either amortised cost or fair value through profit or loss.

(ii) Impairment

Impairment of financial assets is recognised based on the lifetime expected credit loss which is determined when the credit risk on a financial asset has increased significantly since initial recognition. In order to determine whether there has been a significant increase in credit risk since initial recognition, the entity compares the risk of default as at the reporting date with risk of default as at initial recognition using reasonable and supportable data, unless the financial asset is determined to have low credit risk at the reporting date.

For trade and other receivables, the simplified approach is used, which requires recognition of a loss allowance based on the lifetime expected credit losses. As a practical expedient, the Company uses a provision matrix based on historical information and adjusted for forward looking estimates in order to determine the lifetime expected credit losses.

Any change in expected credit losses between the previous reporting period and the current reporting period is recognised as an impairment gain or loss in profit or loss.

(iii) Hedge accounting

The Company may hold derivative financial instruments for trading purposes only.

The Company applied hedge accounting prospectively. At the date of initial application, the Company did not have any existing hedging relationships. AASB 9 does not change the general principles of how an entity accounts for effective hedges. The application of AASB 9 did not have a significant impact to the Company.

(iv) Classification and measurement

The adoption of AASB 9 has not had a material effect on the Company's financial assets and financial liabilities.

Note 1: Basis of preparation of the half-year report (continued)

(h) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(i) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for the 31 December 2018 reporting period.

The Directors have assessed that the implementation of these standards does not have a material impact on the interim condensed financial report.

(j) Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

Note 2: Fair value gain/(loss) on financial assets through profit and loss	**Half-year ended 31 Dec 2018 $**	Half-year ended 31 Dec 2017 $
Realised investment (losses)/gains	**(1,776,878)**	2,040,609
Unrealised investment (losses)/gains	**(9,106,654)**	3,130,489
	(10,883,532)	5,171,098

Note 3: Dividends

(a) Dividends paid or declared

The final dividend paid for the previous financial year at $0.018 per share (50% franked) at 30% tax rate (2017: $0.035 per share 50% franked at 30%)	**1,868,597**	3,267,379
The FY19 first interim dividend for the September 2018 quarter of FY19 at $0.0155 per share (50% franked) at 30% tax rate (2017: $0.016 per share 50% franked at 30%)	**1,611,121**	1,569,968
	3,479,718	4,837,347

(b) Dividends declared after the reporting period and not recognised

The FY19 second interim dividend for the December 2018 quarter of FY19 at $0.0155 per share (100% franked) at 30% tax rate (2017: $0.016 per share 50% franked at 30%)	**1,613,160**	1,296,759
	1,613,160	1,296,759

Note 4: Contributed Capital

	Half-year ended 31 Dec 2018 No of Shares	**Half-year ended 31 Dec 2018 $**	Half-year ended 31 Dec 2017 No of Shares	Half-year ended 31 Dec 2017 $
Beginning of the half-year	**103,810,943**	**101,727,052**	81,150,494	79,328,759
Issued during the year:				
– Shares issued from placement of shares	**-**	**-**	3,266,186	3,102,876
– Costs (net of tax) associated with capital raisings	**-**	**-**	-	(65,160)
– Dividend reinvestment scheme	**263,871**	**225,660**	260,598	244,945
– Shares issued from options exercised	**-**	**-**	13,533,133	13,533,133
End of the half-year	**104,074,814**	**101,952,712**	98,210,411	96,144,553

Note 5: Fair Value Measurement

The carrying amounts of the Company’s financial assets and financial liabilities in the Statement of Financial Position are all at fair value.

For the half-year ended 31 December 2018 and year ended 30 June 2018, the Company did not have any financial assets and financial liabilities that were determined using valuation techniques. The fair values of the Company's financial assets and liabilities for the periods then ended were determined directly, in full, by reference to quoted prices from the Australian Securities Exchange. Financial assets and liabilities measured and recognised at fair value have been determined by the following fair value measurement hierarchy:

Level 1:	Quoted prices (unadjusted) in active markets for identical assets or liabilities
Level 2:	Input other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly
Level 3:	Inputs for the asset or liability that are not based on observable market data

The Company held $83,399,279 Level 1 Financial Assets and Liabilities as at 31 December 2018 (30 June 2018: $88,459,097).

For all other financial assets and financial liabilities in the Statement of Financial Position, the directors consider that the carrying amounts approximate their fair values as all financial assets and financial liabilities not fair valued are short-term in nature.

Note 6: Related Party Disclosures

The Company’s investment manager is Contango Funds Management Limited (“Investment Manager”). The Company paid management fees of $464,638 (2017: $430,581) to the Investment Manager during the year. No performance fee is payable to the Investment Manager under the terms of the Investment Management Agreement.

In addition, the Company has a services agreement with 2735 CSM Holdings Pty Limited to provide the use of premises and facilities, company secretarial, administrative, financial and accounting services. For the financial half-year 2018 the fees paid to 2735 CSM Holdings Pty Limited for these services were $125,000 (2017: $125,000).

The Investment Manager and 2735 CSM Holdings Pty Limited are director associated entities.

During the half-year, as part of its normal payment of dividends on its shares the Company made payments to related parties that held shares in Contango Income Generator Limited (CIE). Dividend amounts of $3,796 were paid to Mr Mark Kerr (2017: $5,305); $3,532 to Mr Don Clarke (2017: $4,936); and $Nil to Mr George Boubouras (2017: $1,259). Messrs Kerr and Clarke are current directors of the Company and Mr Boubouras was a director at the time of the 2017 payment.

Note 7: Segment Information

The Company operates solely in the business of investment in companies listed on the Australian share market. Revenue, profit, net assets and other financial information reported to and monitored by the Chief Operating Decision Maker (CODM) for the single identified operating segment are the amounts reflected in the Statement of Profit or Loss and Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity and Statement of Cash Flows. The CODM has been identified as the Chief Executive Officer.

Note 8: Contingencies and Commitments

As at 31 December 2018, the Company had no contingent liabilities or capital commitments (30 June 2018: $Nil).

Note 9: Subsequent Events

On the 13 February 2019 the Board of Contango Income Generator Limited declared an interim dividend of 1.55 cents per share (100% franked). This brings the total dividend for the half-year ended 31 December 2018 to 3.10 cents per share (75% franked). The dividend is to be paid on 12 March 2019.

Dr Andrew MacDonald resigned as Non-executive Chairman of Contango Income Generator Limited on 21 February 2019.

Mr Mark Kerr was appointed Non-executive Chairman of Contango Income Generator Limited on 21 February 2019.

Mr Martin Switzer was appointed as Non-executive Director of Contango Income Generator Limited on 21 February 2019.

There has been no other matter or circumstance, which has arisen since 31 December 2018 that has significantly affected or may significantly affect:

(a) the operations, in financial years subsequent to 31 December 2018, of the Company, or
(b) the results of those operations, or
(c) the state of affairs, in financial years subsequent to 31 December 2018, of the Company.

Directors' Declaration

In accordance with a resolution of the directors of Contango Income Generator Limited (the Company), I state that:

In the opinion of the directors:

(a) the interim financial statements and notes of the Company are in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Company's financial position as at 31 December 2018 and of its performance for the half-year ended on that date; and

(ii) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.

Andrew MacDonald
Chairman
Melbourne
21 February 2019

Ernst & Young
8 Exhibition Street
Melbourne VIC 3000 Australia
GPO Box 67 Melbourne VIC 3001

Tel: +61 3 9288 8000
Fax: +61 3 8650 7777
ey.com/au

Independent Auditor's Report to the Members of Contango Income Generator Limited

Report on review of interim financial information

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Contango Income Generator Limited (the Company), which comprises the condensed statement of financial position as at 31 December 2018, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Company is not in accordance with the *Corporations Act 2001*, including:

a) giving a true and fair view of the Company's financial position as at 31 December 2018 and of its financial performance for the half-year ended on that date; and

b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2018 and its financial performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Ernst & Young

Ernst & Young

Luke Slater

Luke Slater
Partner
Melbourne
21 February 2019