

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Appendix 4D**

**Details of Reporting Period**

Current: Half-year ended 31 December 2017  
 Previous corresponding: Half-year ended 31 December 2016

Results for announcement to the market			
	\$	Movement	% Movement
<b>Total investment income</b> (Revenue from ordinary activities)	544,202	▲	42%
<b>Net loss from ordinary activities</b> after tax attributable to members	(1,861,368)	▼	329%
<b>Total comprehensive income</b> for the period attributable to members	8,930,314	▲	113%

Details of dividends			
	Cents per share	Franked amount per share	Taxed rate for franking
<b>2018 Interim dividend (cents per share)</b>	1.0	1.0	27.5%

**Details of dividends reinvestment plan**

N/A

Net Tangible Assets per share (cents)		
	31 December 2017	31 December 2016
<b>Net Tangible Assets (per share) backing before tax</b>	154.95	113.47
<b>Net Tangible Assets (per share) backing after tax</b>	140.55	109.62

**Control gained or lost over entities during the period**

The Company did not gain or lose control over any entities during the period.

**Details of associates and joint venture entities**

The Company did not have any interest in any associates or joint venture entities during current period.

**Independent auditor review report**

This report is based on the interim financial report which has been subject to an independent review by the Company's Auditors, Pitcher Partners. All the documents comprise the information required by Listing Rule 4.2A.

## Interim financial report

For the half year ended 31st December 2017

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

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**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Corporate Directory**

<b>Directors</b>	Peter Constable (Chairman) David Bottomley Ray Kellerman
<b>Company Secretary</b>	David Bottomley
<b>Registered Office</b>	Level 25 88 Phillip Street Sydney NSW 2000
<b>Contact Details</b>	P: (02) 8211 2777 F: (02) 8211 0555 W: <a href="http://www.rydercapital.com.au">www.rydercapital.com.au</a>
<b>Share Registry</b>	Link Market Services Limited  Level 12, 680 George Street Sydney NSW 2000  P: 1300 554 474 W: <a href="http://www.linkmarketservices.com.au">www.linkmarketservices.com.au</a>
<b>Auditor</b>	Pitcher Partners  Level 22, MLC Centre 19 Martin Place Sydney NSW 2000  P: (02) 9221 2099
<b>Stock Exchange Listings</b>	Ryder Capital Limited securities are listed on the Australian Stock Exchange under the following exchange codes:  Shares RYD Options RYDO

# Ryder Capital Limited

## Half-year ended 31 December 2017

### Director's Report

Your directors present their report on Ryder Capital Limited (or Company) for the period ended 31 December 2017.

The following persons were directors of the Company from registration date and up to the date of this report:

Peter Constable - Chairman  
David Bottomley - Director and Company Secretary  
Ray Kellerman - Non-Executive Director

### Principal activity

The principal activity of the Company during the period was investing in a concentrated portfolio of ASX and NZX listed micro and small capitalisation securities, bonds and cash consistent with the Company's permitted investments and stated investment objective of achieving long term capital growth in excess of its benchmark (RBA Cash rate plus 4.25% p.a.).

### Review of Operations

Ryder is pleased to report a strong investment performance resulting in total comprehensive income after tax of \$8.9m for the six months to 31 December 2017 (1H FY2018). Pre-tax net tangible assets (NTA) per share increased by 27.7% to \$1.5495 during the period.

Investment performance continued to drive a strong appreciation in the Company's pre-tax net assets to \$56.3m (from \$44.7m) reflecting a 26.0% increase after all fees and expenses. Pre-tax net tangible assets (NTA) per share increased 27.7% to \$1.5495 per unit during the period, noting this performance was enhanced by the operation of the Company's share buyback where 486,910 units were purchased on market at an average price of \$1.1058, for a total outlay of \$538,432 during the period.

The Company made a statutory loss before tax of \$2,735,722 and after providing for a tax benefit of \$874,354 made an after-tax loss of \$1,861,368 in 1H FY2018. Statutory profit as reported and referred to above ignores unrealised gains or losses on the Company's portfolio, therefore a more accurate measure of the Company's performance for the reporting period is to look at the net movement in the starting pre-tax Net Asset Value (NAV) adjusted for tax paid and equity distributions of \$44,674,578 at 30 June 2017 and the closing pre-tax NAV adjusted for tax paid and equity distributions on 31 December 2017 of \$56,285,741. The result is a gain of \$11,611,163 before tax but after performance fees and all other operating expenses. This figure represents the pre-tax gain in the net worth of the Company after all operating costs.

It is pleasing to report the Managers performance (as measured by the performance of the Company's portfolio less all operating costs before tax) exceeded the Company's set performance benchmark for the period by a material amount. The Manager continues to outperform the Company's performance benchmarks over all relevant time periods. Performance fees are calculated monthly and when positive are accrued as a provisional expense and reflected in the monthly NTA together with the results at balance date. These fees when positive are paid annually as at the 30 June balance date with negative accruals rolled forward and required to be made up before any future performance fees are paid. All reported performance numbers are after all management and performance fees and all other Company expenses but before tax. We highlight this point in order to differentiate ourselves from some of our peers who elect to report gross returns (that exclude management fees, performance fees and operating costs) as opposed to net pre-tax returns which we consider to be the more appropriate performance measure for shareholders to evaluate.

During the period the Manager exceeded the Company's established absolute benchmark by a significant margin resulting in a positive performance fee accrual of \$2,763,365 at 31 December 2017. The payment of this amount will be dependent on the Managers absolute performance relative to the Company's benchmark for the six months to 30 June 2018.

Set out below is the Company's net pre-tax performance <sup>(1)</sup> across short and medium-term timeframes including Inception to Date (ITD) <sup>(2)</sup>

Results for announcement to the market				
	6 Months (%)	1 Year	ITD <sup>(2)</sup> (%)	ITD (Annualised) (%)
<b>NTA Return (Pre-tax)</b>	27.68	36.56	56.34	21.70
<b>RBA Cash Rate + 4.25% Return</b>	2.86	5.75	13.96	5.91
<b>Excess Return</b>				
NTA Return (Pre-tax) - RBA Cash Rate + 4.25%	24.82	30.81	42.38	15.79

1. Unaudited investment performance less all costs of operating Ryder Capital Ltd including investment management and performance fees

2. Inception Date of 22 September 2015

The Board will continue to instruct the Manager to operate the Company's share buyback at times where the discount to NTA provides sufficient accretion on a fully diluted per unit basis for the Company whilst giving appropriate consideration to the Company's cash position.

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Director's Report**

**Dividends**

An interim dividend of 1 cent per share fully franked has been declared by the Board and will be paid on 9 April 2018.

**Rounding of amounts to nearest dollar**

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the directors' report and in the financial report have been rounded to the nearest dollar (where indicated).

**Comparative period**

The current reporting period is the half-year ended 31 December 2017. For the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows, the previous corresponding period is the half-year ended 31 December 2016. For the Statement of Financial Position, the previous corresponding date is 30 June 2017.

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

Signed in accordance with a resolution of the directors.



**Peter Constable**  
Chairman  
Ryder Capital Limited

Sydney, 22 February 2018

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Auditor's Independence Declaration**



**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE DIRECTORS OF RYDER CAPITAL LIMITED  
ABN 74 606 695 854**

In relation to the independent auditor's review for the half-year ended 31 December 2017, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act* 2001; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Ryder Capital Limited.

SCOTT WHIDDETT

Partner

PITCHER PARTNERS

Sydney

22 February 2018

An independent New South Wales Partnership. ABN 17 795 780 962.  
Level 22 MLC Centre, 19 Martin Place, Sydney NSW 2000  
Liability limited by a scheme approved under Professional Standards Legislation

Pitcher Partners is an association of independent firms  
Melbourne | Sydney | Perth | Adelaide | Brisbane | Newcastle  
An independent member of Baker Tilly International

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

Statement of Profit or Loss and Other Comprehensive Income			
	Note	Half-year ended 31 December 2017	Half-year ended 31 December 2016
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income		38,326	213,167
Dividend income net of franking credits		392,745	178,479
Net realised gain on net financial assets at fair value through profit or loss		43,063	-
Net unrealised gain on net financial liabilities at fair value through profit or loss		70,116	(16,624)
Other income		(48)	7,755
<b>Total investment income</b>		<b>544,202</b>	<b>382,777</b>
<b>Expenses</b>		<b>\$</b>	<b>\$</b>
Management fees		(336,719)	(264,087)
Directors' fees		(15,323)	(15,000)
Performance fees		(2,763,365)	(615,157)
Other operating expenses		(164,517)	(189,507)
<b>Total expenses</b>		<b>(3,279,924)</b>	<b>(1,083,751)</b>
<b>Loss for the period before income tax expense</b>		<b>(2,735,722)</b>	<b>(700,974)</b>
Income tax benefit		874,354	266,815
<b>Loss for the period</b>		<b>(1,861,368)</b>	<b>(434,159)</b>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified to profit or loss:</i>			
Movement in fair value of long term equity investments, net of tax	6	10,791,682	4,633,084
<b>Total comprehensive income for the period</b>		<b>8,930,314</b>	<b>4,198,925</b>
<b>Basic loss per share</b>	4	<b>(5.11) cents</b>	<b>(1.18) cents</b>
<b>Diluted loss per share</b>	4	<b>(5.11) cents</b>	<b>(1.18) cents</b>

*The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Interim Financial Statements which follow.*

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

<b>Statement of Financial Position</b>			
	Note	Half-year ended 31 December 2017	Half-year ended 31 December 2016
<b>Assets</b>		<b>\$</b>	<b>\$</b>
<i>Current assets</i>			
Cash and cash equivalents		3,695,863	6,522,357
Receivables		152,932	18,646
<b>Total current assets</b>		<b>3,848,795</b>	<b>6,541,003</b>
<i>Non-current assets</i>			
Financial assets held at fair value through profit or loss		4,000	27,778
Long-term equity investments	3	55,342,157	39,372,543
Deferred tax asset		64,239	91,461
<b>Total non-current assets</b>		<b>55,410,396</b>	<b>39,491,782</b>
<b>Total assets</b>		<b>59,259,191</b>	<b>46,032,785</b>
<b>Liabilities</b>			
<i>Current liabilities</i>			
Financial liabilities held at fair value through profit or loss	3	17,804	83,921
Payables		2,895,406	1,186,825
Current tax liability		430,262	288,074
<b>Total current liabilities</b>		<b>3,343,472</b>	<b>1,558,820</b>
<i>Non-current liabilities</i>			
Deferred tax liability		4,861,976	1,812,647
<b>Total non-current liabilities</b>		<b>4,861,976</b>	<b>1,812,647</b>
<b>Total liabilities</b>		<b>8,205,448</b>	<b>3,371,467</b>
<b>Net assets</b>		<b>51,053,743</b>	<b>42,661,318</b>
<b>Equity</b>			
Issued capital	5	36,056,928	36,594,817
Retained losses	6	(2,633,968)	(772,600)
Profits reserve	6	121,720	121,720
Capital profits reserve	6	4,700,260	1,944,229
Asset revaluation reserve	6	12,808,803	4,773,152
<b>Total equity</b>		<b>51,053,743</b>	<b>42,661,318</b>

*The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Interim Financial Statements which follow.*

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

Statement of Changes in Equity							
	Note	Issued capital	Retained losses	Profits reserve	Capital profit reserve	Asset revaluation reserve	Total equity
		\$	\$	\$	\$	\$	\$
<b>Balance at 30 June 2016</b>		<b>36,591,082</b>	<b>-</b>	<b>76,560</b>	<b>57,482</b>	<b>(557,775)</b>	<b>36,167,349</b>
Loss for the period		-	(434,159)	-	-	-	(434,159)
Net revaluation of investments		-	-	-	-	4,633,084	4,633,084
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>(434,159)</b>	<b>-</b>	<b>-</b>	<b>4,633,084</b>	<b>4,198,925</b>
<b>Other</b>							
Realised profit on sale of investments, net of tax	6	-	-	-	203,963	(203,963)	-
Transfer to profits reserve	6	-	(45,160)	45,160	-	-	-
		-	(45,160)	45,160	203,963	(203,963)	-
<b>Transactions with owners in their capacity as owners</b>							
Shares and options issued during the period	5	-	-	-	-	-	-
Initial public offering costs, net of deferred tax impact	5	-	-	-	-	-	-
		-	-	-	-	-	-
<b>Balance at 31 December 2016</b>		<b>36,591,082</b>	<b>(479,319)</b>	<b>121,720</b>	<b>261,445</b>	<b>3,871,346</b>	<b>40,366,274</b>
<b>Balance at 30 June 2017</b>		<b>36,594,817</b>	<b>(772,600)</b>	<b>121,720</b>	<b>1,944,229</b>	<b>4,773,152</b>	<b>42,661,318</b>
Loss for the period		-	(1,861,368)	-	-	-	(1,861,368)
Net revaluation of investments		-	-	-	-	10,791,682	10,791,682
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>(1,861,368)</b>	<b>-</b>	<b>-</b>	<b>10,791,682</b>	<b>8,930,314</b>
<b>Other</b>							
Transfer of realised gains on sale of investments, net of tax	6	-	-	-	2,756,031	(2,756,031)	-
		-	-	-	2,756,031	(2,756,031)	-
<b>Transactions with owners in their capacity as owners</b>							
Shares and options issued during the period	5	-	-	-	-	-	-
Shares acquired under buy-back during the period	5	(537,085)	-	-	-	-	(537,085)
Transactions costs on shares acquired under buy-back	5	(1,109)	-	-	-	-	(1,109)
Income tax on transactions costs	5	305	-	-	-	-	305
		(537,889)	-	-	-	-	(537,889)
<b>Balance at 31 December 2017</b>		<b>36,056,928</b>	<b>(2,633,968)</b>	<b>121,720</b>	<b>4,700,260</b>	<b>12,808,803</b>	<b>51,053,743</b>

*The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Interim Financial Statements which follow.*

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

<b>Statement of Cash Flows</b>		
	Half-year ended 31 December 2017	Half-year ended 31 December 2016
<b>Cash flows from operating activities</b>	<b>\$</b>	<b>\$</b>
Interest received	37,517	247,005
Dividends received	392,745	178,479
Management fees paid	(320,595)	(255,722)
Performance fees paid	(1,035,193)	-
Directors' fees paid	(26,486)	(5,579)
Other operating expenses paid	(167,549)	(194,591)
Other income received	-	48
Income tax paid	-	7,707
<b>Net cash used in operating activities</b>	<b>(1,119,561)</b>	<b>(22,653)</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments	7,485,052	5,806,378
Payments for purchase of investments	(8,653,743)	(10,083,823)
<b>Net cash used in investing activities</b>	<b>(1,168,691)</b>	<b>(4,277,445)</b>
<b>Cash flows from financing activities</b>		
Payments for share buy-back	(538,194)	-
<b>Net cash used by financing activities</b>	<b>(538,194)</b>	<b>-</b>
Impact of exchange rate changes on cash and cash equivalents	(48)	-
<b>Net decrease in cash held</b>	<b>(2,826,494)</b>	<b>(4,300,098)</b>
Cash and cash equivalents at beginning of the period	6,522,357	15,415,906
<b>Cash and cash equivalents at end of the period</b>	<b>3,695,863</b>	<b>11,115,808</b>

*The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Interim Financial Statements which follow.*

# Ryder Capital Limited

## Half-year ended 31 December 2017

### Notes to the Financial Statements

#### 1. GENERAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ryder Capital Limited (Company) is a publicly listed company, incorporated and domiciled in Australia. The Company was incorporated with the Australian Securities and Investments Commission (ASIC) on 26 June 2015. The registered office and principal place of business of the Company is Level 25, 88 Phillip Street, Sydney NSW 2000. The Company's principal activity is investing in a concentrated portfolio of ASX and NZX listed micro and small capitalisation securities, bonds and cash consistent with the Company's permitted investments and stated investment objective of achieving long term growth in capital and income.

These condensed interim financial statements are for the half-year ended 31 December 2017, and were authorised for issue by the Directors on 22 February 2018.

A summary of the material accounting policies adopted by the Company in the preparation of the financial statements is set out below:

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### *(a) Basis of preparation*

These condensed interim financial statements for the period ended 31 December 2017 have been prepared in accordance with accounting standard AASB 134 Interim Financial Reporting and the Corporations Act 2001 in Australia.

The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standard.

These condensed interim financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the 30 June 2017 annual financial report and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The condensed interim financial statements are prepared based on an accruals concept, which requires income and expenses to be recorded as earned or incurred and not as received or paid throughout the half-year. It is prepared on the basis of fair value measurement of assets and liabilities except otherwise stated.

The accounting policies applied in these condensed interim financial statements are the same as those applied to the Company's financial statements for the year ended 30 June 2017.

##### *(b) New accounting standards and interpretations not yet adopted*

Certain new accounting standards and interpretations have been published by the AASB that are not mandatory for the interim period ending 31 December 2017 and have not been early adopted by the Company. The directors have considered these standards and interpretations and have concluded that they will not have a material impact on the financial report of the Company.

##### *(c) Rounding amounts*

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the directors' report and in the financial report have been rounded to the nearest dollar (where indicated).

##### *(d) Details of reporting period*

The current reporting period is the half-year ended 31 December 2017. For the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows, the previous corresponding period is the half-year ended 31 December 2016. For the Statement of Financial Position, the previous corresponding date is 30 June 2017.

#### 3. FAIR VALUE MEASUREMENT

The Company measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Long term equity investments
- Financial liabilities held for trading
- Financial assets held for trading

The Company has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

**AASB 13:** Fair value measurement requires the disclosure of fair value information using a fair value hierarchy reflecting the significance of the inputs in making the measurements. The fair value hierarchy consists of the following levels:

**Level 1:** Quoted prices in active markets for identical assets or liabilities.

**Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (as prices) or indirectly (derived from prices).

**Level 3:** Inputs for the asset or liability are not based on observable market data (unobservable inputs).

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Notes to the Financial Statements**

**3. FAIR VALUE MEASUREMENT (continued)**

Included within Level 1 of the hierarchy are listed investments. The fair values of these financial assets and liabilities have been based on the closing quoted last prices at the end of the reporting period, excluding transaction costs.

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at the end of each reporting period. The fair value of forward exchange contracts is determined using forward exchange market rates at the end of the reporting period. These instruments are included in level 2 and comprise derivative financial instruments.

**(a) Recognised fair value measurements**

The table below presents the Company's financial assets and liabilities measured and recognised at fair value as at 31 December 2017 and 30 June 2017:

At 31 Dec 2017				
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<b>Financial assets</b>				
Rights	4,000	-	-	4,000
<i>Long-term equity investments</i>				
Listed investments	55,342,157	-	-	55,342,157
Total financial assets	55,346,157	-	-	55,346,157
<b>Total financial assets</b>	<b>55,346,157</b>	<b>-</b>	<b>-</b>	<b>55,346,157</b>
<b>Financial liabilities</b>				
<i>Held for trading liabilities</i>				
Forward contracts	-	17,804	-	17,804
<b>Total financial liabilities</b>	<b>-</b>	<b>17,804</b>	<b>-</b>	<b>17,804</b>

  

At 30 June 2017				
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<b>Financial assets</b>				
Options	27,778	-	-	27,778
<i>Long-term equity investments</i>				
Listed investments	39,372,543	-	-	39,372,543
Total financial assets	39,400,321	-	-	39,400,321
<b>Total financial assets</b>	<b>39,400,321</b>	<b>-</b>	<b>-</b>	<b>39,400,321</b>
<b>Financial liabilities</b>				
<i>Held for trading liabilities</i>				
Forward contracts	-	83,921	-	83,921
<b>Total financial liabilities</b>	<b>-</b>	<b>83,921</b>	<b>-</b>	<b>83,921</b>

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

**(b) Fair value of financial instruments not carried at fair value**

The carrying value of trade receivables and trade payables approximate their fair value because of the short-term nature of the instruments and low credit risk.

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Notes to the Financial Statements**

**4. EARNINGS PER SHARE**

	Half-year ended 31 December 2017	Half-year ended 31 December 2016
	\$	\$
<b>Basic losses per share</b>	<b>(5.11) cents</b>	<b>(1.18) cents</b>
<b>Diluted losses per share</b>	<b>(5.11) cents</b>	<b>(1.18) cents</b>
Losses used in calculating basic losses per share	(1,861,368)	(434,159)
Losses used in calculating diluted losses per share	(1,861,368)	(434,159)
Weighted average number of ordinary shares used in the calculation of basic losses per share	<b>36,447,394</b>	<b>36,828,501</b>
Weighted average number of shares used in the calculation of diluted losses per share	<b>36,447,394</b>	<b>36,828,501</b>

The weighted average number of shares used as a denominator in calculating basic and diluted losses per share is based on the weighted average number of shares 1 July 2017 to 31 December 2017.

**5. ISSUED CAPITAL**

*Ordinary shares*

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

*Capital risk management*

The Company's policy is to maintain a strong capital base so as to maintain investor and market confidence. The overall strategy remains unchanged. To achieve this, the Board of Directors monitor the monthly NTA results, investment performance and share price movements. The Board is focused on maximising returns to shareholders with capital management a key objective of the Company. The Company is not subject to any externally imposed capital requirements.

(a)

<b>Movements in ordinary share capital</b>				
	Half-year ended 31 December 2017		Year ended 30 June 2017	
	Units	\$	Units	\$
Opening balance	36,812,934	36,594,817	36,828,501	36,591,082
Shares buy-back	(486,910)	(537,085)	(15,567)	(16,190)
Cost of issued capital, net of tax	-	-	-	19,925
Transactions costs on shares acquired under buy-back	-	(1,109)	-	-
Income tax on transactions costs	-	305	-	-
<b>Closing balance</b>	<b>36,326,024</b>	<b>36,056,928</b>	<b>36,812,934</b>	<b>36,594,817</b>

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Notes to the Financial Statements**

<b>(b) Options Issued</b>				
	Half-year ended 31 December 2017		Year ended 30 June 2017	
	Units	\$	Units	\$
Opening balance	36,828,500	36,828,500	36,828,500	36,828,500
Options issued during the period	-	-	-	-
<b>Closing balance</b>	<b>36,828,500</b>	<b>36,828,500</b>	<b>36,828,500</b>	<b>36,828,500</b>

Investors received, for no additional consideration, one initial option for every one share subscribed for, exercisable at \$1.25 on or before 10 December 2018. Upon the exercise of an initial option, the Company will issue holders a secondary option, with each secondary option exercisable at \$1.50 on or before 10 December 2021.

6.

Reserves and Retained Profits		
	Half-year ended 31 December 2017	Half-year ended 31 December 2016
	\$	\$
<b>(a) Retained losses</b>		
Balance at the beginning of the period	(772,600)	-
Net loss attributable to members of the Company	(1,861,368)	(434,159)
<b>Balance at 31 December</b>	<b>(2,633,968)</b>	<b>(434,159)</b>
<b>(b) Profits reserve</b>		
The reserve is made of amounts transferred from current and retained earnings that are preserved for future dividend payments.		
Balance at the beginning of the period	121,720	76,560
<b>Balance at 31 December</b>	<b>121,720</b>	<b>76,560</b>
<b>(c) Capital profits reserve</b>		
The reserve records gains or losses arising from disposal of long-term equity investments.		
Balance at the beginning of the period	1,944,229	57,482
Realised profit on sale of investments, net of tax	2,756,031	203,963
<b>Balance at 31 December</b>	<b>4,700,260</b>	<b>261,445</b>
<b>(d) Asset revaluation reserve</b>		
The reserve records revaluations of long-term equity investments.		
Balance at the beginning of the period	4,773,152	(557,775)
Movement in fair value of long-term equity investments, net of tax	10,791,682	4,633,084
Realised profit on sale of investments, net of tax transferred to capital profits reserve	(2,756,031)	(203,963)
<b>Balance at 31 December</b>	<b>12,808,803</b>	<b>3,871,346</b>

## 7. CONTINGENT LIABILITIES AND COMMITMENTS

As at 31 December 2017, the Company had no contingent liabilities or commitments.

## 8. SEGMENT INFORMATION

The Company has only one reportable segment and one industry. It operates predominantly in Australia and in the securities industry. It earns revenue from dividend income, interest income and other returns from the investment portfolio. The Company invests in different types of securities, as detailed at Note 3(a) Fair Value Measurement.

## 9. EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the period which 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.

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Director's Declaration**

The Directors declare that:

- (a) the financial statements and notes set out on pages 7 to 14 are in accordance with the Corporations Act 2001, and:
- (i) complying with Australian Accounting Standard AASB134 Interim Financial Reporting and the Corporations Regulations 2001; and
  - (ii) giving a true and fair view of the financial position of the Company as at 31 December 2017 and of its performance for the financial half-year ended on that date.
- (b) In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors of the Company.

On behalf of the Directors



**Peter Constable**  
Chairman  
Ryder Capital Limited

Sydney, 22 February 2018

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Independent Auditor's Review Report to the Members**



**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF RYDER CAPITAL LIMITED  
ABN 74 606 695 854**

**Report on the Half-Year Financial Report**

We have reviewed the accompanying half-year financial report of Ryder Capital Limited ("the company") which comprises the statement of financial position as at 31 December 2017, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of significant accounting policies, other selected explanatory notes and the directors' declaration of the company.

**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 gives a true and fair view and 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, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporation Act 2001* including: giving a true and fair view of the entity's financial position as at 31 December 2017 and its 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 Ryder Capital Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of the half-year financial report consists of making enquiries, primarily of persons responsible for the 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.

**Ryder Capital Limited**  
**Half-year ended 31 December 2017**

**Independent Auditor's Review Report to the Members**



**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF RYDER CAPITAL LIMITED  
ABN 74 606 695 854**

**Independence**

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

**Conclusion**

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Ryder Capital Limited is not in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the entity's financial position as at 31 December 2017 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

A handwritten signature in black ink, appearing to read 'S Whiddett'.

SCOTT WHIDDETT  
Partner

22 February 2018

A handwritten signature in black ink, appearing to read 'Pitcher Partners'.

PITCHER PARTNERS  
Sydney

# RYDER CAPITAL

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