

FGX announces Share Purchase Plan and Placement

The Future Generation Investment Company Limited (ASX: FGX) Board of Directors is pleased to announce a Share Purchase Plan (SPP). The SPP will be offered to existing shareholders at a fixed price, being the pre-tax net tangible assets (NTA) of FGX as at 30 September 2018, less the fully franked interim dividend of 2.3 cents per share to be paid on Friday, 26 October 2018. The fixed price for the SPP will be announced on Friday, 12 October 2018. The share price closed at \$1.34 on Friday, 5 October 2018.

The SPP offers existing shareholders the opportunity to acquire up to \$15,000 worth of ordinary shares in FGX without incurring any brokerage fees. Shareholders on the FGX register at 7:00 pm (AEST) on Friday, 5 October 2018 with a registered address in Australia or New Zealand will be entitled to participate in the SPP. Eligible shareholders will be offered the opportunity to acquire parcels of shares to the value of \$500, \$1,000, \$2,500, \$5,000, \$7,500, \$10,000, \$12,500 or \$15,000.

The SPP Booklet and application form will be issued on Monday, 15 October 2018 via post and email. Shareholders who have questions about the SPP are encouraged to contact Chief Executive Officer, Louise Walsh on +61 419 416 618, Nina Dunn on +61 2 9247 9202 or their financial advisor or stockbroker.

SPP key dates

SPP record date	7:00pm (AEST) Friday, 5 October 2018
SPP price announced	Friday, 12 October 2018
Issue of SPP Offer Booklet	Monday, 15 October 2018
SPP opens	Tuesday, 16 October 2018
SPP closes	Friday, 23 November 2018
Issue date of new shares	Monday, 3 December 2018

Placement

The Board currently intends to offer existing FGX professional and sophisticated investors* the ability to participate in a Placement at the same fixed price as the SPP. The Placement is currently expected to occur in the week commencing Monday, 19 November 2018. The Board can issue additional shares provided it complies with the relevant ASX Listing Rules. The shares issued under the Placement will rank pari passu with existing shares.

Benefits to all shareholders

The SPP and Placement will deliver benefits to all shareholders beyond the opportunity for participants to purchase shares at a discount to the current market price. As the Company's size increases, on-market liquidity for the shares is also expected to increase. It will increase the Company's relevance in the market, improve the prospect of broker and research coverage and gain additional interest from financial planners.

* These terms are defined in the Corporations Act and refer to individuals with net assets greater than \$2.5 million, or those who earn gross income of \$250,000, or a Superannuation Fund with net assets of at least \$10 million.

Performance

Performance at 31 August 2018	6 mths	1 yr	3yrs % pa	Since inception %pa (Sep-14)
FGX Investment Portfolio*	7.3%	18.5%	13.0%	11.0%
S&P/ASX All Ordinaries Accumulation Index	7.3%	16.0%	11.8%	8.0%
Outperformance	+0.0%	+2.5%	+1.2%	+3.0%

*Investment performance and Index returns are before expenses, fees and taxes.

Use of the additional capital

The proceeds of the additional capital will be invested in accordance with the Company's disciplined investment process and under the guidance of the FGX Investment Committee, which is responsible for selecting fund managers, managing the Company's investment portfolio and redeeming investments. As at 31 August 2018, the investment portfolio of FGX has delivered an average annual performance of 11.0% per annum since inception in September 2014 and the investment portfolio performance has been achieved with less volatility than the market, as measured by standard deviation, 6.4% versus 10.9%. For the 12 months to 31 August 2018, the investment portfolio increased 18.5%, outperforming the S&P/ASX All Ordinaries Accumulation Index.

FGX's gross assets as at 31 August 2018 were \$462.0 million: 47.1% of the Company's assets were allocated to long equities, 38.1% to absolute bias, 14.3% to market neutral strategies, with the remaining 0.5% held in cash and term deposits.

The investment portfolio is comprised of 20 Australian fund managers with investments in 23 unlisted unit trusts. As at 31 August 2018, the fund managers were Bennelong Australian Equities Partners, Paradise Investment Management, Regal Funds Management, Wilson Asset Management, Eley Griffiths Group, Tribeca Investment Partners, Cooper Investors, L1 Capital, Watermark Funds Management, Sandon Capital, Bennelong Long Short Equity Management, Firetrail Investments, ARCO Investment Management, CBG Asset Management, Vinva Investment Management, LHC Capital, Centennial Asset Management, Smallco Investment Manager, QVG Capital and Lanyon Asset Management.

Research house ratings

FGX has been rated 'Recommended' by Zenith Investment Partners and 'Highly Recommended' by Independent Investment Research.

Fund managers

BAEP

PARADICE
INVESTMENT MANAGEMENT

REGAL
FUNDS MANAGEMENT

Wilson
Asset Management

Tribeca
Investment Partners

Eley Griffiths
Group

L1 CAPITAL

COOPER
INVESTORS

WATERMARK
FUNDS MANAGEMENT

SANDON CAPITAL

Bennelong
Long Short Equity

Firetrail
INVESTMENTS

ARCO
INVESTMENT MANAGEMENT

CBG ASSET
MANAGEMENT

vinva

CENTENNIAL
ASSET MANAGEMENT

LHC CAPITAL

Smallco
Investment Manager

LANYON
ASSET MANAGEMENT

QVG
CAPITAL

Investment in Australia's future generation

FGX's objectives are to provide shareholders with an attractive investment and to provide an ongoing source of funding for Australian charities with a focus on children and youth at risk. The fund managers do not charge management or performance fees, allowing the Company to donate 1% of assets to the supported charities each year. FGX has partnered with 14 designated charities that provide significant benefit to young Australians in the area of children and youth at risk. These charities are: Act for Kids, Australian Children's Music Foundation, Australian Indigenous Education Foundation, DEBRA Australia, Diabetes Kids Fund, Giant Steps, Kids Helpline, Lighthouse Foundation, Raise Foundation, Mirabel Foundation, United Way, Variety – The Children's Charity, Youth Focus and Youth Off the Streets. FGX shareholders decide annually on a pro-rata basis the amount donated to each charity.

Charities



Service providers



Future Generation Investment Company provides:



Shareholders

with exposure to leading Australian equity fund managers without paying management or performance fees.



Charities

primarily focused on children and youth at risk with a consistent and growing stream of annual donations.



Fund managers

with a unique opportunity to make a positive difference to Australia's future generations.

For more information visit www.futuregeninvest.com.au or contact:

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