

Investment Performance

	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (% p.a.)	Since Inception ⁽²⁾ (%)	Since Inception ⁽²⁾ (% p.a.)
Gross Portfolio Performance	-7.47	-6.39	-1.30	18.85	72.52	18.12
Pre-tax Undiluted NTA Return⁽³⁾	-7.93	-7.40	-3.72	13.76	50.50	13.30
Pre-tax NTA Return⁽³⁾	-11.24	-12.67	-11.19	10.75	38.84	10.54
Hurdle (RBA Cash Rate + 4.25%)	1.42	2.86	5.75	5.83	20.51	5.86
Excess Return Pre-tax NTA Return ⁽³⁾ - (RBA Cash Rate + 4.25%)	-12.66	-15.52	-16.94	4.92	18.33	4.68

1. Unaudited investment performance less all costs of operating Ryder Capital Ltd including investment management and performance fees and ignoring the dilutionary impact of unexercised outstanding RYDOA options.

2. Inception Date is 22 September 2015.

3. Pre-tax NTA return adjusted for the exercise of 26.7m RYDO options.

Investment Commentary

The undiluted pre-tax NTA for December decreased by -3.54% which after the dilutionary impact of 9,020,223 options being exercised decreased by -5.14% to \$1.3480. Approximately 26.7m RYDO were exercised in total and 26.7m RYDOA issued accordingly. Dilution going forward will be relatively less on the expanded capital base and given the higher (\$1.50) strike price for RYDOA. December saw a continuation of equity market weakness, particularly in smaller cap stocks where the ASX Small Ordinaries fell -4.18%. Ryder's nominal NTA decline, while disappointing remains relatively sound during the recent period of sustained market weakness. Negative contributors for the month were broad across the portfolio, with no one decline worthy of highlight, and no one decline due to earnings revision. During the month, we again used price declines to add to newly initiated positions while adding selectively to existing holdings where price declines justified increased weightings. We have raised our investment thresholds to reflect the inconsistent and in some cases deteriorating outlook for earnings. Nominal cash holdings rose substantially as a material number of RYDO were exercised prior to December 10th, increasing cash holdings to ~\$23.9m or 29.3% of the portfolio on a relative basis. Our large cash holdings put us in a sound position to capitalise on selective opportunities as they arise.

About Ryder Capital Limited

Ryder Capital Limited (Company) was listed in September 2015 and is managed by Ryder Investment Management Pty Limited (Manager) a Sydney based boutique fund manager pursuing a high conviction value driven investment strategy specialising in small to mid-cap Australasian equities. The Manager's approach is differentiated by investing for the medium to longer term; being aligned as significant shareholders in the Company and being focused on generating strong absolute returns first and foremost. A key foundation to the Manager's success to date has been to minimise mistakes, ignore the crowd and back their judgement.

Contact

Address Level 25, 88 Phillip Street
Sydney
NSW 2000

Phone +61 2 8211 2790
Fax +61 2 8211 0555
Email enquiries@rydercapital.com.au

Key Information

ASX Code	RYD
Date of Listing	22 Sep, 2015
Gross Assets	\$81.42m
Market Cap	\$73.00m
Share Price	\$1.21
NTA Pre Tax	\$1.3480
NTA Post Tax	\$1.2847
Shares on Issue	60,333,321
Secondary Options	26,732,673
ASX Option Code	RYDOA
RYDOA Strike Price	\$1.50
RYDOA Expiry	10 Dec, 2021

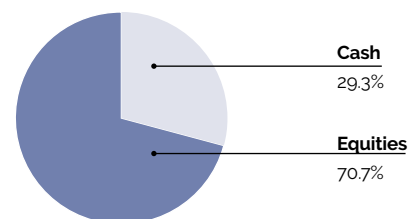
Portfolio Holdings > 5% weighting

Company	Industry
Updater Inc	Technology Services
Aurelia Metals Ltd	Mining
NextDC Ltd	Digital Infrastructure
Codan Ltd	Electronics / Comms
SRG Global Ltd	Engineering
Cumulative Weighting	42.72%

Investment Strategy & Objectives

- Absolute return, value driven fundamental approach
- Exceed RBA Cash rate + 4.25% over the medium to longer term
- Concentrated portfolio < 20 stocks
- ASX listed small/micro cap focus
- Medium to long term capital growth

Portfolio Asset Allocation



Investment Team/Directors

Peter Constable
Chairman and Chief Investment Officer

David Bottomley
Portfolio Manager / Director

Ray Kellerman
Non-Executive Director

www.rydercapital.com.au
ABN 74 606 695 854
ASFL 328 971