

Ellerston Asian Investments Limited Options (ASX: EAIO)

PARTIAL UNDERWRITING OF OPTION EXERCISE

The Board advises that as at the close of business on the 27th of February 2019, the balance of unexercised options was approximately 46,436,720.

As part of the initial public offering (IPO), the Company issued 68,979,453 options 65,167,917 of which vested. Each option gave the holder the right to acquire a share in the company at \$1.00. These options traded on the ASX under the ticker EAIO and ceased trading on the 22nd of February 2019 and expire at close of business on the 28th of February 2019.

We are continually focused on growing shareholder value over time and in this instance, the Board has resolved to partially underwrite the balance of unexercised options and advises that on the 28th of February 2019, it entered into an underwriting agreement to underwrite up to 21,652,334 of the EAIO, at the exercise price of \$1.00 per share.

The Board believes that a larger capital base by way of conversion of outstanding options would benefit investors by: (1) lowering EAI's fixed cost per share; (2) improve the liquidity of the Company's shares; (3) provide the investment manager with further scale to invest in long term investment opportunities and increase the relevance of the Company in the market; and (4) as the interest in continued portfolio diversification increases, offer new investors the chance to join the investor base and diversify the share registry.

The underwriters are Taylor Collison Limited and Morgans Corporate Limited and all fees payable will be paid by the management company (Ellerston Capital Limited).

It is anticipated that the Company will announce any shortfall associated with any unexercised EAIO and the number of shares to be issued in respect of the above mentioned underwriting on (or about) the 8th of March 2019.

In order to ensure that all underwritten options will be able to access the dividend declared, the Board also advises the following revised dividend information:

Ex Date: 20 March 2019
Record Date: 21 March 2019
Pay Date: 5 April 2019
DRP: The DRP will no longer be available under the revised timetable.

Yours sincerely,



Ian Kelly
Company Secretary

For further information, please contact:

ELLERSTON CONTACT

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