

8 August 2019

By Electronic Lodgement

The Manager
Company Announcements Office
ASX Ltd
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Plato Income Maximiser Limited (ASX:PL8) announces non-renounceable entitlement offer

Plato Income Maximiser Limited (**PL8** or the **Company**) (ACN 616 746 215) has today announced an opportunity for existing shareholders and new investors to invest in the Company via an **Offer** consisting of:

- a 1 for 1.6 non-renounceable entitlement offer of new fully paid ordinary shares in the Company (**New Shares**) for existing eligible shareholders (**Entitlement Offer**);
- an oversubscription facility for existing eligible shareholders to apply for additional New Shares in excess of their entitlement (**Oversubscription Facility**); and
- an offer of New Shares not taken up by eligible shareholders in the Entitlement Offer and Oversubscription Facility to institutional and retail investors (**Broker Firm Shortfall Offer**).

The Offer seeks to raise up to approximately \$204 million.

The Company believes that there will be a number of benefits from the Offer to existing and new shareholders such as:

- a larger market capitalisation of the Company following completion of the Offer which should lead to increased research coverage and investor interest;
- a more diverse shareholder base (assuming that New Shares are issued to investors under the Broker Firm Shortfall Offer) and a larger number of shares on issue will potentially facilitate greater liquidity and reduced share price volatility; and
- a potential lower management expense ratio due to economies of scale on the fixed costs.

New Shares will be issued at an offer price of \$1.10 per New Share (**Offer Price**). All directors intend to participate in the Entitlement Offer.

The Offer Price represents a discount of approximately 7.9% to the closing share price on 7 August 2019 of \$1.195 and a discount of approximately 6.2% to the volume weighted average price for the five trading days up to and including 7 August 2019.

Since the listing of the Company on 5 May 2017, the Company has aimed to:

- pay regular monthly dividends (once sufficient profit reserves were built up);

- generate an annual income (including franking credits) in excess of the S&P/ASX 200 Franking Credit Adjusted Daily Total Return Index (Tax Exempt) (**Benchmark**)¹; and
- outperform (after fees) the Benchmark in total return terms including franking credits over each full investment cycle (which Plato Investment Management Limited (the Manager) considers to be a period of typically 3 to 5 years)².

This is delivered via an actively managed, well-diversified portfolio of Australian listed equities, implemented by the investment strategy of the Manager through an investment in the Plato Australian Shares Income Fund (**Plato Fund**). The investment strategy of the Company and the Plato Fund are the same.

The Company paid regular monthly dividends of 0.5c per share for the 12 months to June 2019, equating to a dividend yield of 5.5%³ (7.9% including franking). Excluding the special dividend of 3.0c per share, the dividend yield for the 12 months to June 2019 was 5.5%³ (7.8% including franking).

The Company hopes to continue to provide investors with a stable, fully franked dividend yield. In a low interest rate environment, a consistently high yield should be of great value to our shareholders. The Board believes that many retirees are looking to live off the income from their investments and with current RBA cash rates at a record low 1%, this is increasingly difficult to do from traditional income securities.

Details of how to participate in the Offer for existing shareholders and new investors are contained in the attached Prospectus which was lodged with ASIC today.

Entitlements of existing shareholders to participate in the Entitlement Offer will be determined on the record date (13 August 2019). Shareholders that are eligible to participate, will receive details of their entitlement on a personalised entitlement and acceptance form which will accompany the Prospectus.

The Prospectus will be emailed or posted out to existing eligible shareholders based on their communication preferences supplied to the Company. You can download a copy of the Prospectus at plato.com.au or you can phone 1300 010 311 to request a copy.

Key dates of the Offer are detailed below.

Event	Date
Offer Announced and lodge the Prospectus with ASIC Prospectus and Appendix 3B released on ASX	8 August 2019
Notice containing the information required by Appendix 3B is sent to shareholders	8 August 2019
Shares trade on an ex-entitlement basis	12 August 2019
Record date to participate in the offer (7:00pm Sydney time)	13 August 2019

¹ The reference to the Company's aim to "generate income" as part of the Company's investment objectives or Investment Strategy should be read as including franking credits.

² The reference to the Company's aim to "outperform the Benchmark" as part of the Company's investment objectives or Investment Strategy should be read as including franking credits and after fees over each full investment cycle (which the Manager considers to be a period of typically 3 to 5 years).

³ Based on the offer price of the initial public offering of the Company's shares of \$1.10.

Expected date of dispatch of Offer Document and Entitlement and Acceptance Form	15 August 2019
Offer opens	15 August 2019
Entitlement Offer (including Oversubscription Facility) and Broker Firm Shortfall Offer closes (5:00pm Sydney time)	5.00pm on 30 August 2019
New shares to be issued under the Entitlement Offer (including Oversubscription Facility) are quoted on a deferred settlement basis	2 September 2019
Results of Entitlement Offer (and Oversubscription Facility) announced / Entity notifies ASX of under subscriptions	3 September 2019
Issue of new shares under Entitlement Offer (and Oversubscription Facility) <i>Deferred settlement trading ends</i>	6 September 2019
Normal trading of new shares under Entitlement Offer (and Oversubscription Facility)	9 September 2019
Settlement of Broker Firm Shortfall Offer	10 September 2019
Results of the Broker Firm Shortfall Offer announced	11 September 2019
Issue of new shares under Broker Firm Shortfall Offer	12 September 2019
Normal trading of new shares under Broker Firm Shortfall Offer	13 September 2019

This timetable is indicative only and subject to change. Subject to the ASX Listing Rules and the Corporations Act, the Directors of the Company reserve the right to vary these dates, including the Opening Date and Closing Date, without prior notice.

Shareholder enquiries

Please call Pinnacle Investment Management Limited, the distribution partner of the Company, between 9.00am and 5.00pm (Sydney time) Monday to Friday on 1300 010 311, email invest@plato.com.au or visit <https://plato.com.au/lic-overview/>

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