

Ryder Capital delivers total comprehensive income after tax of \$3.1m, increases profits reserve by \$8.0m to \$11.4m and declares 50% increase in final dividend to 3.0 cents fully franked.

Ryder Capital Limited (Ryder or Company) [ASX: RYD] today announces continued positive investment performance resulting in total comprehensive income after tax of \$3.1m for the twelve months to 30 June 2019. Pre-tax undiluted net tangible assets (NTA) per share inclusive of dividends increased by 3.84% during the period.

Positive investment performance together with the exercise of 22,511,173 of the Company's Initial Options (RYDO) drove growth in the Company's pre-tax net assets from \$62.9m to \$86.1m, an increase of \$23.2m. NTA per share was enhanced by the operation of the Company's share buyback where 3,312,297 ordinary shares were bought back for an outlay of \$3,996,449 equating to an average buyback price of \$1.2065 per share, providing both accretion to the Company's NTA and the dilutionary impact of option capital inflows.

The Company intends to selectively continue the operation of the share buyback where it is accretive on a fully diluted basis.

Directors are pleased to announce a 3.0 cent per share fully franked final dividend payable on 04 September 2019 with an ex-date of 14 August 2019.

The Company's current profit reserve increased by over 300% from \$3.4m to \$11.4m, equivalent to 19.23 cents per share. Directors are committed to paying a steady stream of fully franked dividends provided the Company's investment returns, profits reserve and available cash allow for the fulfillment of this objective.

Ryder's investment performance for FY2019 measured by the movement in pre-tax undiluted NTA per share fell short of its benchmark with a return of 3.84%. Performance over 3 year and since inception periods remains strong, materially outperforming the hurdle (FY2019: 5.75%) and other comparable indices.

Set out below is the Company's gross portfolio performance, undiluted pre-tax NTA⁽¹⁾⁽³⁾ and pre-tax NTA return⁽¹⁾ performance, across short and more medium term time frames including inception to date (ITD)⁽²⁾:

	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (% p.a.)	Since Inception ⁽²⁾ (%)	Since Inception ⁽²⁾ (% p.a.)
Gross Portfolio Performance	6.88	13.00	5.78	25.10	94.94	19.37
NTA Return (Pre-tax Undiluted)⁽³⁾	6.55	12.14	3.84	19.78	68.78	14.89
NTA Return (Pre-tax)⁽⁴⁾	6.72	12.31	-1.92	16.65	55.93	12.51
Hurdle (RBA Cash Rate + 4.25%)	1.39	2.79	5.73	5.75	23.87	5.84
Excess Return Pre-tax Undiluted NTA Return ⁽³⁾ - (RBA Cash Rate + 4.25%) ⁽⁴⁾	5.17	9.35	-1.88	14.02	44.90	9.05

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 dilution of the exercised 26.7m RYDO options.

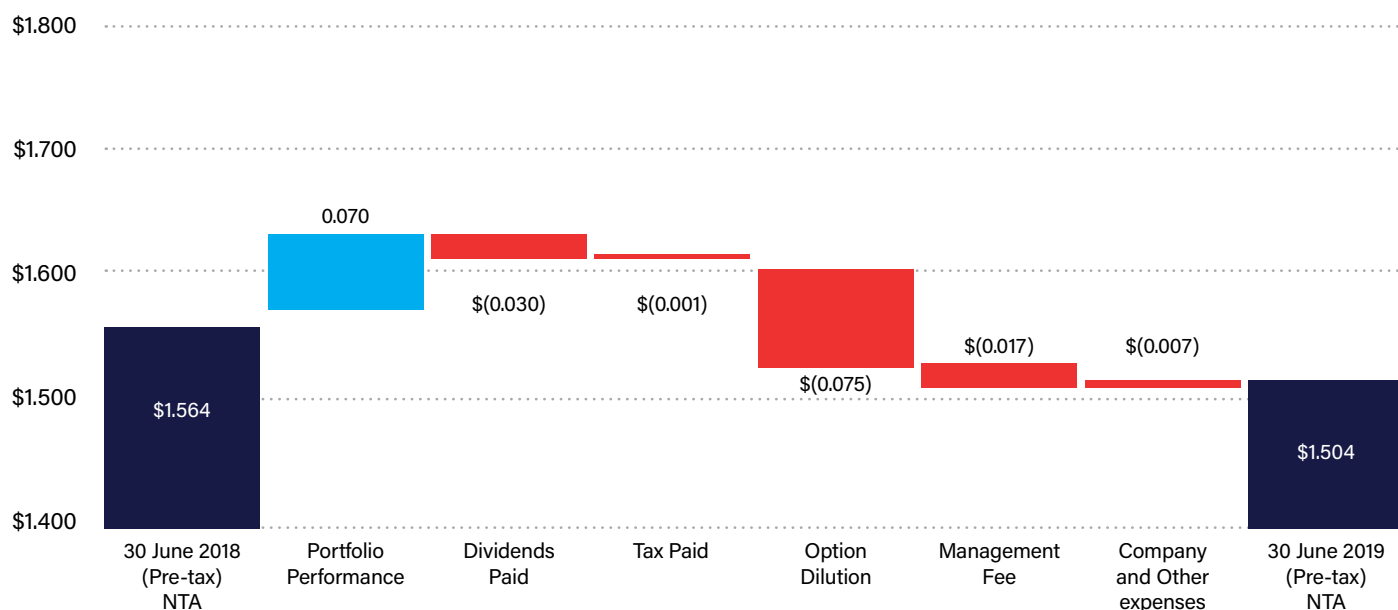
4. Excess Return will be calculated with reference to undiluted NTA return as of February 2019 to better reflect underlying fund performance consistent with the Manager's performance measurement.

Portfolio Performance

FY2019 gross portfolio performance of 5.78% was marginally behind the Company's performance benchmark and the ASX All Ordinaries Accumulation index but ahead of the ASX Small Ordinaries Accumulation index for the year.

Cash holdings ended 30 June 2019 at 24.5%.

Pre-tax NTA Waterfall



Outlook

Subject to market stability, together with the strong start in July we anticipate an improved year from the portfolio as a number of larger positions continue to make measurable operational progress not yet reflected in their respective share price values while several recently initiated positions have been acquired at what we assess to be material discounts to their intrinsic worth.

Overall, we remain cautiously positioned, holding approximately 24.5% cash or equivalents with a portfolio of sound value biased investments.

Peter Constable

Chairman & Chief Investment Officer

For more information visit www.rydercapital.com.au or contact: enquiries@rydercapital.com.au

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 of the Manager's success to date has been to minimise mistakes, ignore the crowd and back their judgement.