

Friday, 1 November 2019

Shareholder Updates - Presentation Slides

Velocity Property Group Limited [ASX: VP7] will be holding shareholder update meetings in Kuala Lumpur and Singapore on Sunday 3rd November 2020 & Tuesday 5th November 2020 respectively.

These meetings are merely shareholder updates where no shareholder voting will take place.

A copy of the presentation slides for the shareholder update meetings is enclosed.

ENDS

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Shareholder Presentation

3 & 5 November 2019

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Agenda

- ✓ Annual General Meeting
- ✓ FY2019 Financial Snapshot
- ✓ Capital Management
- ✓ Development Pipeline
- ✓ Development Updates
- ✓ Focus for FY2020



2019 Annual General Meeting

- ✓ Velocity's AGM will be held on Tuesday, 26 November 2019 commencing at 10:00am (Brisbane time) at the offices of the company's share registry, Link Market Services Limited at Level 21, 10 Eagle Street, Brisbane Queensland 4000
- ✓ Shareholders who are unable to attend the AGM can vote online at www.linkmarketservices.com.au after logging in using their...
 - ✓ **SRN** (Shareholder Reference Number) for Issuer Sponsored holdings or
 - ✓ **HIN** (Holder Identification Number) for Broker Sponsored holdings



FY2019 Financial Snapshot

- ✓ Revenue Increased 122% to \$38.6M
- ✓ NPAT attributable to Shareholders of VPG Increased 283% to \$0.6M
- ✓ Net Assets Increased 13% to \$20.2M
- ✓ Cash & Cash Equivalents of \$1.8M

Statement of comprehensive income

Financial Year Ended	30 June 2019	30 June 2018
Revenue	\$38,631,634	\$17,402,497
Expenses	-\$35,565,342	-\$17,250,135
Profit before income tax expense	\$3,066,292	\$152,362
Income tax expense	-\$763,070	-\$54,444
Profit after income tax expense for the year	\$2,303,222	\$97,918
Profit for the year is attributable to:		
Non-controlling interest	\$1,698,324	-\$59,895
Shareholders of VPG	\$604,898	\$157,813



Capital Management

Working Capital

- ✓ \$14.3M cash & financial assets available for working capital from The Hathaway & ONE Palm Beach in FY2019
- ✓ We have sufficient borrowing facilities to continue to fund our developments

Borrowings

- ✓ Net proceeds of \$29.3M of Group borrowings in FY2019 to fund delivery of the development pipeline
- ✓ No undrawn working capital facilities at 30 June 2019
- ✓ Average cost of borrowings in FY2019 was 11%, up from 10% in FY2018 as a result of continued collaboration with non-bank lenders

Dividends

- ✓ We will continue to monitor and assess the Group's capacity to pay a dividend to shareholders



Development Pipeline

- ✓ Projects under construction have a gross development value of \$82M
- ✓ The additional development pipeline has a gross development value of \$113M
- ✓ We are actively seeking additional developments sites.



Development Updates



ONE BURLEIGH HEADLAND



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The Hathaway

Gross Development Value	\$16M
Completed	December Quarter 2018 FY2019
Project Sales to Date ⁽¹⁾	100% Sold

⁽¹⁾ as at 31 October 2019



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ONE Palm Beach

Gross Development Value	\$39M
Completed	December Quarter 2018 FY2019
Project Sales to Date ⁽¹⁾	79% Sold

⁽¹⁾ as at 31 October 2019



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Ellerslie Residences

Gross Development Value	\$6M
Completed	June Quarter 2019 FY2019
Project Sales to Date ⁽¹⁾	45% Sold

⁽¹⁾ as at 31 October 2019



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Parque on Oxford

Gross Development Value	\$22M
Expected Construction Completion	March Quarter 2020 FY2020
Project Sales to Date ⁽¹⁾	6% Sold

⁽¹⁾ as at 31 October 2019



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ONE Bulimba Riverfront

Gross Development Value	\$60M
Expected Construction Completion	December Quarter 2019 FY2020
Project Sales to Date ⁽¹⁾	58% Sold

⁽¹⁾ as at 31 October 2019



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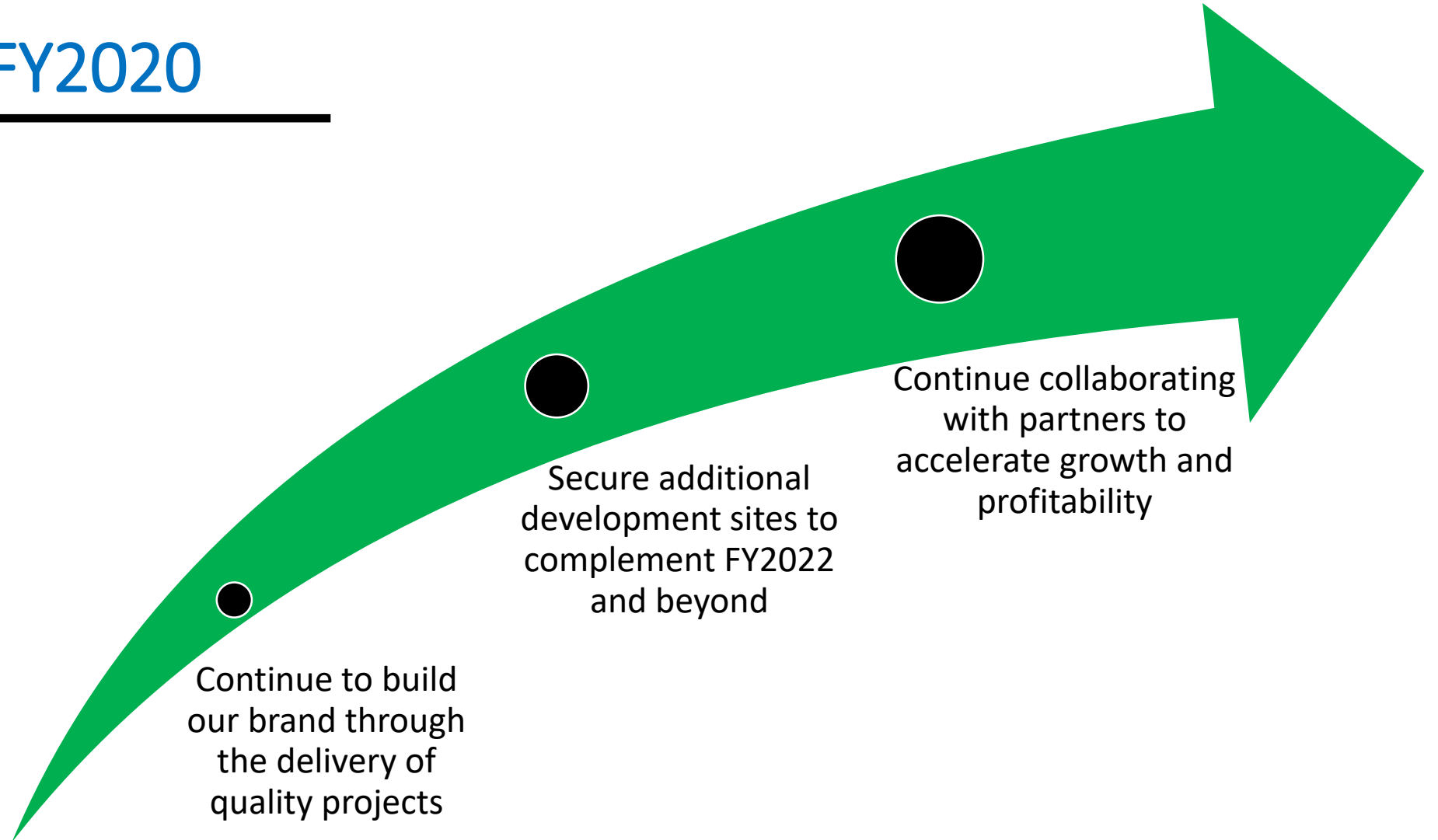
Development Summary

<u>Under Construction</u>	Gross Dev. Value	Expected Completion	Financial Year
ONE Bulimba Riverfront	\$60M	December Quarter, 2019	2020
Parque on Oxford	\$22M	March Quarter, 2020	2020
<u>Pipeline</u>	Gross Dev. Value	Expected Completion	Financial Year
Palm Beach II	\$53M	December Quarter 2021	2022
Burleigh Heads II	\$60M	June Quarter 2022	2022

(1) as at 31 October 2019



Focus for FY2020



Thank you



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