

Investment Performance

	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (% p.a.)	Since Inception ⁽²⁾ (%)	Since Inception ⁽²⁾ (% p.a.)
Gross Portfolio Performance	-1.00	12.34	26.95	22.51	119.01	20.12
Pre-tax Undiluted NTA Return⁽³⁾	-0.88	9.64	22.96	17.35	85.02	15.47
Pre-tax NTA Return⁽⁴⁾	-0.88	9.75	23.26	14.34	71.14	13.39
Hurdle (RBA Cash Rate + 4.25%)	1.24	2.55	5.42	5.64	27.03	5.75
Excess Return Pre-tax Undiluted NTA Return ⁽³⁾ - (RBA Cash Rate + 4.25%) ⁽⁴⁾	-2.12	7.09	17.54	11.71	57.99	9.72

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.

Investment Commentary

Pre-tax NTA increased by 2.38 cents per share to \$16201 or +1.49% in December, despite the ASX All Ordinaries Accumulation (XAO Accumulation) closing out the calendar year with a negative 1.9% monthly return for December. Overall it was a very strong year for Australian equities with the XAO Accumulation returning 24.06%, just ahead of our 23.26% net pre-tax return, achieved with an average monthly cash weighting of 22.07% making for a pleasing risk adjusted return.

December's performance was assisted through a material exposure to Macmahon Holdings Limited which continues to re-rate on the back of an improved earnings outlook. There were no noteworthy negatives during the month with little other portfolio activity warranting discussion.

Updater Inc. (UPD) announced the closing of their fundraising and associated acquisition in late December, and whilst somewhat elongated we feel that this outcome is positive and sets UPD up for a

pivotal year in 2020. We continue to view the carrying value for UPD in the Ryder accounts as conservative and are working through a review process concurrently with the completion of the 1H accounts.

Cash holdings fell slightly to \$19.4m and on a relative basis from 21.87% to 19.95% - noting consideration from the QMS Media Ltd Scheme of Arrangement once approved, will increase cash by a further \$3.1m.

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

About Ryder Capital Limited

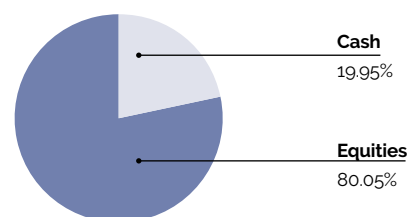
Ryder Capital Limited (Company) was listed in September 2015 and is managed by Ryder Investment Management Pty Limited (Manager) a Sydney based boutique fund manager pursuing a high conviction value driven investment strategy specialising in small to mid-cap Australasian equities. The Manager's approach 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.

Key Information

ASX Code	RYD
Date of Listing	22 Sep, 2015
Gross Assets	\$97.46m
Market Cap	\$84.36m
Share Price	\$1.43
NTA Pre-Tax	\$16201
NTA Pre-Tax Fully Diluted*	\$15827
NTA Post-Tax	\$14831
NTA Post-Tax Fully Diluted*	\$14884
Shares on Issue	59,197,580
Secondary Options	26,732,673
ASX Option Code	RYDOA
RYDOA Strike Price	\$1.50
RYDOA Expiry	10 Dec, 2021

*Based on unexercised outstanding 26.7m RYDOA options with strike price of \$1.50

Portfolio Asset Allocation



Investment Team

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