

Wednesday, 21 February 2024

ASX Code: KBC

ASX MARKET ANNOUNCEMENT

NET ASSET BACKING – JANUARY 2024

Keybridge Capital Limited (ASX:KBC) ("Keybridge") gives notice that its unaudited Net Asset Backing as at 31 January 2024 was 6.96 cents per share.

Net Asset Backing

	%	Current Month	Previous Month	Year End
Net Asset Backing for Period Ending:	Change	31 Jan 2024	31 Dec 2023	30 Jun 2023
Net Asset Backing per share	4.82%	\$0.0696	\$0.0664	\$0.0204

Net Assets	Current Month 31 Jan 2024		Previous Month 31 Dec 2023
	\$'million	% of Net Assets	\$'million
Cash and cash equivalent	1.917	10.3%	8.130
Listed Securities ^(Note 2)	13.447	65.0%	6.587
Managed Funds ^(Note 3)	0.091	0.5%	0.096
Other Investments ^(Note 4)	0.484	2.6%	0.220
Loan Receivables:			
• Private Equity ^(Note 5)	1.440	7.8%	1.440
• Insurance ^(Note 6)	5.194	28.0%	5.159
• Property ^(Note 7)	0.835	4.5%	0.835
• Other	0.160	0.9%	0.000
Other Assets	0.987	5.3%	0.987
Derivatives	0.02	0.1%	0.00
Margin loan (net)	1.901	10.3%	
Other Liabilities ^(Note 8)	(12.047)	(35.3%)	(9.689)
Net Assets	14.429	100%	13.765

This announcement was authorised for release by the Company Secretary.

FOR FURTHER INFORMATION:

John Patton
Company Secretary
Tel: +61 3 9686 7000
Email: cosec@keybridge.com.au

ABOUT KEYBRIDGE CAPITAL LIMITED (ASX: KBC)

KBC is an investment and financial services group with a diversified portfolio of listed and unlisted investments/loan assets including in private equity (US), life insurance (New Zealand), property and funds management sectors and substantial holdings in HHY Fund, Molopo Energy Limited and Yowie Group Ltd (ASX:YOW), Vintage Energy Ltd (ASX:VEN) and Benjamin Hornigold Ltd (ASX:BHD).

NOTES:

(1) **Managed Funds** – In its NTA for 31 October 2022, Keybridge Management reflected the trading update announced on 1 November 2022, reducing the carrying value of its equity investment in RNY Property Trust to nil.

(2) **Molopo Energy Limited** – Consistent with the trading update announced on 1 November 2022, Keybridge has reflected the one-off \$395,000 recovery of historic legal fees in the NTA as at 31 October 2022. As previously stated, on 17 December 2021, Molopo advised (via its website) that it had settled a legal action against the former Molopo directors for A\$12 million. Keybridge has a number of concerns with this settlement, including Molopo's failure to give notice of the proposed settlement to Keybridge, as it was contractually obliged to do. Keybridge considers it likely that it will expend further capital on this investment before it achieves any recovery. Keybridge carries its investment in Molopo at nil and holds a 20% economic interest in the Company. Refer to www.molopoenergy.com for further information.

Yowie Group Limited – On 29 December 2023 Keybridge announced a takeover bid for Yowie Group Limited. In the circumstances where Keybridge had a relevant interest of 35.66% in Yowie, two directors on the Yowie board and an active takeover bid, Keybridge considers it appropriate to carry its investment on an equity accounting basis rather than mark to market.

(3) **Metgasco Loan** – Keybridge refers to its announcement on 23 November 2023.

(4) **Loan Receivables – Insurance:** In September 2014, Keybridge invested NZ\$3.8 million (A\$3.4 million) (via NZ\$0.109 million (10.13%) equity and NZ\$3.691m notes) into Foundation Life, to finance Foundation's acquisition of Tower Limited's life insurance business in New Zealand in 2014. Interest of 9% pa is payable under the note, which is redeemable by noteholders in 50 years (May 2064) or by Foundation (from time to time).

(5) **Loan Receivables – Property:** In September 2014, Keybridge took direct control of loans that were held in a fund (where Keybridge was the remaining sole lender) which invested in first ranking mortgage loans over commercial properties. Keybridge has registered mortgages over strata title lots comprising Conference Facilities at a Hotel located in Manly, Sydney as security for loans, which are owed by private companies (which are in liquidation).

As at 31 December 2021, the loan was carried (based on the Directors' judgement) at a valuation of A\$0.835 million, after having regard to historical valuations conducted on the property. At month end, the loan was carried at A\$0.835 million.