

Monday, 19th August 2024

ASX Code: KBC

ASX MARKET ANNOUNCEMENT

NET ASSET BACKING – JUNE 2024

Keybridge Capital Limited (ASX: KBC) ("Keybridge") gives notice that its unaudited after-tax Net Asset Backing as at 30 June 2024 was 8.65 cents per share.

In addition, as separately announced, Keybridge currently holds an investment at nil that could, alternatively, be carried at an equity accounted value of approximately \$7.35 million, which equates to approximately 3.5 cents per Keybridge share. There is presently a dispute with the trustee in relation to this investment which Keybridge is working through with the trustee and further details will be provided in due course.

Net Asset Backing

| | % | Current Month 30 Jun 2024 | Previous Month 31 May 2024 | Year End 30 Jun 2023 |
|---|---------------|------------------------------|-------------------------------|-------------------------|
| Net Asset Backing for Period Ending: | Change | | | |
| Pre-Tax Net Asset Backing per share | 4.28% | \$0.0865 | \$0.0830 | \$0.0204 |
| Post-Tax Net Asset Backing per share | 4.28% | \$0.0865 | \$0.0830 | \$0.0204 |
| Total issued (listed) share capital | | 207,337,836 | 207,337,836 | 207,337,836 |

| Net Assets | Current Month 30 Jun 2024 | | Previous Month 31 May 2024 |
|---------------------------------------|--------------------------------------|------------------------|---------------------------------------|
| | \$'million | % of Net Assets | \$'million |
| Cash and cash equivalent | 0.792 | 4.4% | 0.029 |
| Listed Securities ^(Note 1) | 12.205 | 68.0% | 12.902 |
| Managed Funds ^(Note 2) | 0.078 | 0.4% | 0.078 |
| Other Investments | 0.222 | 1.2% | 0.220 |
| Loan Receivables: | | | |
| • Private Equity ^(Note 3) | 1.132 | 6.3% | 1.154 |
| • Insurance ^(Note 4) | 6.274 | 35.0% | 6.088 |
| • Property ^(Note 5) | 3.500 | 19.5% | 3.500 |
| • Other | 2.644 | 14.7% | 0.629 |
| Other Assets | 3.144 | 17.5% | 3.171 |
| Derivatives | (0.006) | (0.0%) | (0.006) |
| Margin loan (net) | 0.001 | 0.0% | 0.000 |
| Other Liabilities ^(Note 6) | (12.043) | (67.1%) | (10.559) |
| Net Assets | 17.943 | 100% | 17.206 |

This announcement was authorised for release by the Company Secretary.

FOR FURTHER INFORMATION:

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Company Secretary
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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 Yowie Group Ltd (ASX:YOW) and Benjamin Hornigold Ltd (ASX:BHD), HHY Fund and Molopo Energy Limited.

NOTES:

- (1) **Molopo Energy Limited** – Keybridge carries its investment in Molopo at nil and holds a 20% economic interest in the Company. It is recorded as a listed investment, as Molopo was listed at the time the investment was made.

Yowie Group Limited – On 29 December 2023 Keybridge announced a takeover bid for Yowie Group Limited, which closed at 7.00pm on 26 April 2024. Acceptances received under the takeover bid resulted in Keybridge's relevant interest in the ordinary shares of Yowie increasing to 78.359%.

Keybridge has accounted for its investment in Yowie at a carrying value of \$6,694,183 based on its proportionate share of Yowie's net asset position.

The carrying value of Keybridge's investments in entities which are considered illiquid, are no longer listed or are unlisted, is less than \$1,000,000. Keybridge is confident that it can realise this value over time and considers all other listed investments to be liquid.

- (2) **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.
- (3) **Metgasco Loan** – Keybridge refers to its announcement on 23 November 2023. Also, on 11 April 2024, Keybridge advised that Metgasco had repaid the \$1.44 million advanced under the Loan Note Agreement plus accrued interest.
- (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 2023, 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\$3.5 million, reflecting the value of debt that has been offered to the Company, secured by this property, which the Company did not proceed with.

- (6) **Other Liabilities:** Keybridge has advanced A\$500,000 in security of potential costs in relation to its litigation against Ben Thynne, Nathan Thynne and Grenville Thynne for the recovery of \$30 million in unpaid monies. Keybridge expects to recover these costs on successful prosecution of the matter.

In December 2023, Keybridge recognised a \$4.3 million (NPV) restraint of trade liability to Mr Bolton in relation to the two (2) year Standstill Agreement entered with Magellan as part of the MGFO transaction.