

VEALLS LIMITED

ACN 004 288 000

Registered Office
1st Floor 484 Toorak Road
Toorak Vic 3142
Postal Address
1st Floor 484 Toorak Road
Toorak Vic 3142
PH : (03) 9827-4110
FAX : (03) 9827-4112

27 November 2015

Company Announcements Office
Australian Stock Exchange
E-Lodgements

Pursuant to Listing Rule 3.13.3 we provide a copy of the Chairman's address to be given to the Annual General Meeting of Vealls Limited today.

Yours faithfully,



D R Veall
Company Secretary

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CHAIRMAN'S ADDRESS TO ANNUAL GENERAL MEETING HELD ON FRIDAY 27 NOVEMBER 2015

On behalf of the Board of Directors I welcome you to the 65th Annual General Meeting of the Company.

Before proceeding to business of today's meeting, I want to update you on the current status of the implementation of the restructure of the company's operations.

As noted in the Directors Report the remaining subsidiary companies are -

1. Vealls (Singapore) Pte Ltd that continues to operate in both New Zealand and Singapore and has short term deposits mainly in NZD. The bulk of these deposits have now been invested through the hub of Singapore as the net returns being achieved are currently more favourable than previously investing through New Zealand alone. At the present time the amount on deposit is \$64.872m NZD.

Cardrona Ski Resort Ltd also has short term deposits in NZD amounting to \$2.670m.

The total aggregate amount of NZD on deposit currently is \$67.542m.

The intention remains for our New Zealand operations to be closed down at an appropriate time.

2. V.L.Pastoral Pty Ltd. The winding-up of this subsidiary has been completed.
3. The remaining activities that are scheduled for disposal are the freehold properties at Mt. Martha, Victoria (V.L.Investments Pty Ltd) and at Moulins, France (the oak forest owned by the Company) both of which have been further progressed with the assistance of professional advisers.

The carrying value of these properties at 30 June 2015 was an aggregate of AUD 23.768m.

This is an increase of AUD 1.809m over the 2014 independent valuations. It appears that these assets remain to be well sought after in the current economic climate.

Our Investment Program for the acquisition of securities through the hub of Singapore continues to be developed through further analysis. The economic slow down in China, reduction in quantitative easing and interest rate forecasts for the United States, are indicative of more price uncertainty for securities especially for those companies who are reliant on trade with them.

The timing of the acquisition of selected securities remains a fundamental consideration, as the Company's objective is to show increasing income and capital value over the longer term and not in short-term trading.

The price/earnings ratios of companies continue to be high in light of low interest rates and high property prices. We have noted the volatility this year across a range of currency values in relation to the Australian dollar and its effect on the company's results.

The board has continued to follow a conservative policy in relation to the company's capital and the investment thereof. With extended volatile global conditions and uncertainties, our current policy has continued to protect us from incurring potential capital losses while generating reasonable earnings.

We intend to maintain the status quo in the shorter term until we can better see what conditions emerge.

A handwritten signature in black ink, appearing to read 'I R Veall', with a horizontal line underneath.

I R Veall
Chairman
27 November 2015