

Joyce Corporation Ltd

ACN 009 116 269 ABN 80 009 116 269

27 August 2014

Dear Shareholder,

Our Company has today posted the preliminary final results for the period to 30th June 2014. I am pleased to announce the return to sustainable profitability with an overall profit after tax of \$1.57 Million compared to \$688K in the comparative year ending 30th June 2013. This is an increase of 135%.

Revenues in 2014 were up 1.5% on the previous year for the continuing business in the consolidated entity.

Net earnings are 5.7 cents per ordinary share. Our Asset backing has climbed to 82 cents undiluted net assets per ordinary share.

In keeping with our Policy of paying Dividends we will seek to review the overall position in the coming months with an aim to declare around 2.0 cents per share final unfranked Dividend. We anticipate, subject to cash flow, this may be paid nearer to November 14.

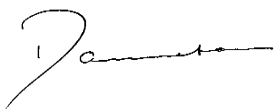
Our valuable 41,840 sq mtr property in Moorebank, South West Sydney near the M5 motorway on/off ramp, has future potential and as we have previously outlined the Company is not a long-term holder of industrial property. Of late we have elected to invest in higher cash flow generating business units aligned with our retail and business unit strategy.

The property has strong growth prospects as outlined by recent independent evaluations of nearer to \$21 Million. This may see solid capital growth and anticipated up to \$1M increase in rents as a result of the sub-economic rent wind down for the lease option period in Nov 2015. The current market rent expectations will see additional net cash available to the group each year should we elect to hold the property.

Our board is pleased with the recent investment in KWB Group Pty Ltd, the owner of Kitchen Connection and Wallspan retail brands in the eastern states. The management team worked very well to achieve results within our initial expectations. We anticipate additional earnings will be generated for this group in the coming 12 months as a direct result of this strategy. This associate company, in which we own 32%, has grown sales like for like in solid double-digit figures.

I would like to take this opportunity to thank the Executive Director Anthony Mankarios and the executive team along with our Board for a solid performance and would like to commend the Company to you.

We look forward to a positive future ahead.



Dan Smetana
Chairman