

Chairman's AGM address 24th November 2015

Good Morning shareholders.

Welcome to an historic AGM as you will hear we are now in an enviable and opportunistic time.

I would now like to cover a few important key points relating to the year just past.

Firstly Joyce Corporation recorded total comprehensive income after tax of \$5.22 million to June 30th 2015, this is up 232% from the prior year of \$1.57 million. The group's revenue rose to \$34.7 million.

The total comprehensive income before tax was \$8.195 million and \$7.442 million after non-controlling interest.

The business units all performed well. Bedshed Franchising, our Bedshed Company stores and KWB grew net normalised earnings solidly.

The KWB business recently brought on is performing above expectations, our equity in this subsidiary moves to 51% from this new financial year. This, along with our other businesses, has solid growth opportunities moving forward.

As we have publicised the Moorebank property was sold and settlement from our agreed extension with the purchaser has occurred today. We will now make the appropriate announcements.

The result of the full settlement places the company in a relatively impregnable position with little downside and we will have paid down the remaining \$9.3M long-term bank debt. We will have in excess of \$10M in net cash remaining after we pay tax and the first of special dividend. These remaining funds will be used to grow our existing businesses and look for appropriate growth opportunities. This is also after purchase of our property in Osborne Park for \$4 million, which is to be used as an office and warehouse facility.

Our net positive cashflow this year amounted to 14 cents per ordinary share.

We declare today a 5 cent per share fully franked special dividend which will be paid to shareholders on the 16th December 2015. The dividend record date will be the close of business on 2nd December 2015. Furthermore it is our plan to pay another 5 cents fully franked special dividend each year on top of our existing normal dividends for the following two years. For the year ended 30 June 2015 the total dividend after settlement of the property will amount to 10.5 cents substantially franked.

This year's trading has also been very robust and we anticipate further growth on an underlying normalised basis. Obviously, we will not have the benefit of the property sale in our books going forward. Never the less our plan is to improve earnings over the next three years optimising our growth opportunities so as to seamlessly maintain the returns to shareholders.

I would like to take this opportunity to thank our shareholders for their continuing support and our Board and Anthony Mankarios our Executive Director who will address you shortly and the remainder of the Executive Team and the various stakeholders for a momentous year leading to an enviable financial position.

I commend the company to you.

Dan Smetana
Chairman