

**NEON CAPITAL LIMITED**  
**ACN 002 796 974**

**SUPPLEMENTARY PROSPECTUS**

**IMPORTANT INFORMATION**

This is a supplementary prospectus (**Supplementary Prospectus**) intended to be read with the prospectus dated 3 February 2016 (**Prospectus**), issued by Neon Capita Limited (formerly known as "Neon Energy Limited") (ACN 002 796 974) (**Company**).

This Supplementary Prospectus is dated 29 February 2016 and was lodged with the Australian Securities and Investments Commission (**ASIC**) on that date. The ASIC and its officers take no responsibility for the contents of this Supplementary Prospectus.

This Supplementary Prospectus should be read together with the Prospectus. Other than as set out below, all details in relation to the Prospectus remain unchanged. Terms and abbreviations defined in the Prospectus have the same meaning in this Supplementary Prospectus. If there is a conflict between the Prospectus and this Supplementary Prospectus, this Supplementary Prospectus will prevail. This Supplementary Prospectus will be issued with the Prospectus as an electronic prospectus and may be accessed on the Company's ASX platform available at [www.asx.com.au](http://www.asx.com.au) (ASX:NEN). The Company will send a copy of this Supplementary Prospectus to all Applicants who have subscribed for Shares pursuant to the Prospectus prior to the date of this Supplementary Prospectus. Terms used in this Supplementary Prospectus have the same meaning as terms defined the Prospectus.

This is an important document and should be read in its entirety. If you do not understand it you should consult your professional advisers without delay.

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**1. BACKGROUND**

By this Supplementary Prospectus, following discussions with ASX with respect to the Company's investment mandate, the Company provides the information set out in Section 2 below for the information of Shareholders.

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**2. FURTHER INFORMATION**

**2.1 Investment Mandate**

The Company's short to medium-term investment strategy as a LIC is to invest in a portfolio of assets that will deliver capital growth and regular income from interest, dividends, fees and profit from realisation on asset sales. The Company's mandate allows the Company to be an active investor in securities with the flexibility to allocate capital to the most attractive securities in any given economic cycle. The investment mandate of the Company is broad and the Directors have a wide discretion to determine what, how and when to invest.

The Company's long-term investment strategy will depend on the Company's view on opportunities that present themselves, markets generally and the board's approach to risk at any given time. The timing of investments in the medium to long-term will be determined by when opportunities arise that the board believes can grow shareholder value based on a diligent risk reward analysis.

The Company does not intend to take a controlling interest in any company in which it undertakes an investment.

The investment mandate allows the Company to be an active investor in assets including enhanced cash securities, fixed interest, hybrids and equities with the flexibility



to allocate capital to the most attractive asset class in a given economic cycle. The time frame on investments will be short to medium term and permitted investments will include:

- (a) listed and unlisted securities;
- (b) hybrids and convertible instruments;
- (c) bank deposits;
- (d) bills of exchange, promissory notes and other negotiable instruments;
- (e) debentures, unsecured notes, bonds and mortgages; and
- (f) units in cash and investment trusts ; and
- (g) derivatives.

The Company will undertake a risk management and review process for all investments and the Board will monitor the investment policy and standards including investment returns, credit risk, asset and cash flow support, investment maturity profile and liquidity.

The Board is not in a position to provide specific details on any particular investment at this stage, however the rationale behind the Transformation is as follows:

- (a) the Company is seeking to take advantage of current favourable market conditions by re-listing as a LIC;
- (b) the Company is continuously reviewing new investments and considers that currently there is a significant potential to create wealth in an under-valued market.

Until such time as the Directors make a decision on appropriate investments after proper review, it is likely that the Company's funds will remain invested in cash.

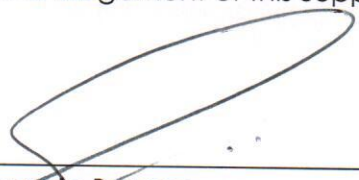
The Directors of the Company have significant investment experience, further details of which are set out in section 4.6 of the Prospectus.

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### 3. DIRECTORS' AUTHORISATION

This Supplementary Prospectus is issued by the Company and its issue has been authorised by a resolution of the Directors.

In accordance with Section 720 of the Corporations Act, each Director has consented to the lodgement of this Supplementary Prospectus with the ASIC.



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**Amanda Burgess**  
Company Secretary  
For and on behalf of  
**NEON CAPITAL LIMITED**

Note: All other details in relation to the terms of the Offer and other matters under the Prospectus remain unchanged.