

11 February 2016

GATEWAY LIFESTYLE GROUP (GTY) HALF YEAR RESULTS

Gateway Lifestyle Group (ASX: GTY) today reports the Group's results for the financial half year ended 31 December 2015.

Key metrics for 1H16 include:

- 104 new home settlements and 60 committed sales
- Average MHE rental per week \$141
- Average gross profit \$107k per home settled
- Statutory NPAT \$18.3m
- Underlying NPAT \$18.9m
- HY distribution of \$0.0531 per stapled security to be paid on 26 February 2016
- 11 acquisitions (8 settled during 1H16 and 3 expected to settle in 2H16)
- Increase in debt facility limit by \$70m from \$180m to \$250m
- Net Debt LVR 28.95% as at 31 December 2015

Further details on Gateway Lifestyle Group performance for 1H16 are provided in the Appendix 4D and results presentation which have been released today.

Outlook

CEO Trent Ottawa said: "Financial performance for the half year ended 31 December 2015 was a positive result with key operating metrics of home sales, average gross profit per home sold and average weekly site rent meeting FY16 PDS guidance.

Since listing in June 2015, we have focused on delivering on our core strategy by providing affordable living solutions to Australia's ageing population. We believe that this strategy will create a long term sustainable business that provides positive outcomes for both residents and investors. We remain committed to ensuring the business is appropriately structured and resourced to take advantage of growth opportunities when they arise.

For the 6 months to 31 December 2015, we have achieved 104 new home settlements and have an additional 60 committed sales. We remain on track to deliver our new home settlements target of 261 for FY16, subject to no adverse change in market conditions.

During the first 6 months of FY16 we have continued to execute our growth strategy by acquiring 11 communities of which 8 had settled as at 31 December 2015 with 3 expected to settle in 2H16. We continue to focus on sourcing new acquisitions consistent with our long term strategic objectives.



Taking into consideration the above and the impact of the 11 acquisitions, GTY expects to be ahead of the full year underlying PDS EPS forecast by at least 3.6% to \$0.172 (VWA).

The 1H16 results reaffirm the strength of the underlying Gateway Lifestyle Group business model that enable us to create sustainable communities that provide both residents and investors with long term benefits.”



Trent Ottawa
Chief Executive Officer

GTY will hold a conference call on Thursday 11 February 2016 at 10am (AEDT) to discuss the 2016 Half Year Results. The conference call will be hosted by Trent Ottawa, CEO, and will include a Q&A session. If you require further information please contact investor@gatewaylifestyle.com.au.

