

ASX RELEASE

JUNE QUARTER UPDATE

CLIME INVESTMENT MANAGEMENT (ASX Code: CIW))

The Board of Clime Investment Management Limited (Clime) is pleased to update shareholders with developments in the June 2016 Quarter.

Funds under Management (FUM)

Gross balances as at 30 June were \$610m

FUM	30 June 2016
1. Clime Individually Managed Accounts	\$387 million
2. Clime Capital Limited (CAM)	\$79 million
3. Managed Funds	\$144 million

A year ago Clime created an Income Fund and we are pleased to report that this wholesale fund achieved a return of 7.58% after fees for the year. In time this fund will be expanded to a retail offering. Clime seeded this fund with \$1 million at inception.

Our International Fund achieved 3.28% for the year despite the challenge of Brexit and other global events. The MSCI World Net Total Return Index (AUD) achieved 0.38%. Since inception the International Fund is tracking close to its long term target return of 10% per annum.

We continued offering appropriate new investment opportunities for our superannuation clients to improve risk adjusted returns. In this quarter we offered a new unlisted direct property security to clients with the feature of it being unlisted and therefore largely unaffected by stock market volatility.

Management appointment

We recently welcomed Anthony Golowenko as Head of Investments. Anthony now leads the Funds Management Team, working alongside me managing client's funds. I will continue in the role of Chief Investment Officer focussed on strategic asset allocation and macro overlay.

Anthony has extensive investment management experience and comes to us after a long career at State Street Global Advisors. Anthony's experience and qualifications provide further strength and depth to the senior investment management team.

Balance sheet

We are pleased to report that Jasco Holdings (22% equity interest) had another excellent trading year and will contribute solidly to balance sheet returns and Clime dividends.

The return on Jasco was partially offset by a lower market value for our investment in listed investment company CAM. CAM was trading at a 12% discount to underlying NTA at 30 June 2016. However dividends received from CAM remained solid and again will contribute to Clime's dividend capability.

Dividend

Directors will declare a final dividend once audited accounts are reviewed in mid-August.

A handwritten signature in black ink, appearing to be 'John Abernethy'.

John Abernethy
Executive Director

Dated July 20, 2016

For any enquiries, please contact John Abernethy (02) 8917 2107
or by email to john@clime.com.au.