

ARMIDALE INVESTMENTS CORPORATION LIMITED

ABN 58 100 854 788

Appendix 4E Statement Preliminary Final Statement

RESULTS FOR ANNOUNCEMENT TO THE MARKET

YEAR ENDED 30 JUNE 2016

All comparisons to the year ended 30 June 2015

2.1 Comparison to prior year

	2016	2015	Up/Down	Change from Prior Year
	\$	\$	\$	%
Revenue from ordinary activities	1,759,025	2,070,359	(311,334)	(15.04)
Repayments – Hal Loan Note	-	900,000	(900,000)	(100.00)
Revaluation of investments	13,420,137	6,729,689	6,690,448	99.42
Net profit before tax attributable to members	14,275,464	8,092,213	6,183,251	76.41
Net profit after tax attributable to members	14,208,088	7,799,415	6,408,673	82.17

2.2 Dividends (distributions)

No dividends were declared or paid during the year.

2.3 NTA Backing

	2016	2015
Net tangible asset backing per share	\$0.16	\$0.14

2.4 Summary and comments

- Armidale Investment Corporation Limited (AIK) reports a profit after tax of \$14.2 million for the year to 30 June 2016, compared to a profit after tax of \$7.8 million for the year ended 30 June 2015.
- Basic earnings per share was 3.01 cents in the year to 30 June 2016 compared to 2.73 cents for the year to 30 June 2015.

ARMIDALE INVESTMENTS CORPORATION LIMITED
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AND ITS CONTROLLED ENTITIES

2.5 Report any factors which have affected the results during the reporting period or which are likely to affect results in the future, including those where the effect could not be quantified

The total capital raised by AIK during the year was \$17.9m. The majority of the funds were used for the purchase of 60% of Platform Finance and Leasing Group Pty Limited. A portion of these funds were advanced to Hal to originate operating leases.

An independent valuation of the Company's interests in Hal Group Pty Limited (Hal) in June resulted in a \$16,184,086 increase in the carrying value of the Hal investment to \$42,649,713. This was driven by the increased volume of leases being written, a reduction in the discount rate and an increase in the level of investment held. Hal's operating lease business TL Rentals Pty Limited originated \$33,394,214 of leases in FY16 compared to \$25,205,174 in FY15.

On 21 December 2015 AIK completed the acquisition of a 60% equity investment in Platform Finance and Leasing Group Pty Limited (Platform Finance). The consideration for this investment was part cash and part AIK shares and cost \$22,906,444. At 30 June 2016 this investment remains held at cost as the Directors consider that equates to fair value and is consistent with an independent valuation.

The Riverwise Pty Limited 33% equity holding was also revalued which resulted in a decrease in the carrying value of \$2,523,598 to \$3,664,573. This was mainly due to declining revenues and margins in retail and telecommunications markets.

NOTES

1. This report is based on the financial report which has been audited.
2. All the documents comprise the information required by listing rule 4.3A.



Andrew Grant
Executive Director
Date: 23 August 2016