

ASX Company Announcements

15 September 2016

The Manager
Australian Securities Exchange
20 Bridge Street
Sydney NSW 2000

Armidale Investment Corporation Limited (AIK) - Business Update

Hal Group Pty Limited (Hal) Financial Year 2017 Lease Origination forecast of \$40 million

As previously announced, lease origination (measured at original equipment cost) for FY2017 is forecast at \$40million (FY2016 \$33.4 million). Hal continues to expect to meet the forecast and key metrics within the business are being maintained.

ACCC Enquiry

As previously announced, AIK has executed three separate Share Purchase Agreements for the following acquisitions (which are targeted for completion in late September):

- 80% of the issued capital of Consolidated Finance Group Pty Ltd (CFG), an equipment finance aggregator;
- 50% of the issued capital of Linx Finance Australia Pty Ltd (Linx), an equipment finance broker; and
- 50% of the issued capital of QLD Pacific Finance Pty Ltd (QPF), an equipment finance broker.

AIK has received ACCC enquiries targeted towards the finance broking aggregation market in Australia. AIK are assisting the ACCC in relation to their enquiries.

Placement and Rights Issue

As per previous announcements AIK is undergoing a share placement of 175,000,000 shares at 11 cents. AIK is please to advise that this placement has been oversubscribed. The placement is expected to be completed when the conditions precedent on the above-mentioned acquisitions are completed or waived and subject to Shareholder approval at the Extraordinary General Meeting on 26 September 2016.

In addition, as noted in the ASX Announcement of 2 September 2016, AIK is currently undergoing a 1:5 rights issue for 113,569,240 shares (subject to rounding) at 11 cents. We expect the rights issue to be fully subscribed through the Entitlement Offer and Additional Share Facility from existing shareholders. Final results of the Right Issue will be announced on 16 September 2016.

The issue of new shares is not expected to have a material effect on control of AIK.



Armidale Investment
CORPORATION

Bank Funding for Acquisitions

As previously announced, AIK has sought a \$15million bank facility to assist in the above-mentioned acquisitions. The credit review process for this funding is well progressed however there has not yet been confirmation of the funding. In the event the funding was not able to be obtained then the Company will be able to fund the acquisitions from free cash flows from the capital raisings.

For further information please contact:

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