

Monday, 13 September 2021

ASX Codes : KBC

ASX MARKET ANNOUNCEMENT

NET ASSET BACKING – AUGUST 2021

Keybridge Capital Limited (ASX:KBC) gives notice that its unaudited after-tax Net Asset Backing as at 31 August 2021 was 6.94 cents per share.

Net Asset Backing

	%	Current Month 31 August 2021	Previous Month 31 July 2021	Year End 30 Jun 2020
Net Asset Backing for Period Ending:	Change			
Pre-Tax Net Asset Backing per share	5.08%	\$0.0694	\$0.0661	\$0.0686
Post-Tax Net Asset Backing per share	5.08%	\$0.0694	\$0.0661	\$0.0686
Total issued (listed) share capital ^(Note 1)		208,149,961	199,878,068	199,808,982

Net Assets

	Current Month 31 August 2021	% of Net Assets	Previous Month 31 July 2021
	\$'million		\$'million
Cash and cash equivalent	0.112	0.8%	0.971
Listed Securities	8.046	55.7%	5.734
Managed Funds	1.564	10.8%	0.815
Other Investments	0.398	2.8%	0.900
Loan Receivables:			
• Private Equity	0.000	0.0%	0.000
• Insurance ^(Note 2)	3.820	26.4%	3.733
• Property ^(Note 3)	0.835	5.8%	0.835
• Other	0.000	0.0%	0.000
Other Assets	0.188	1.3%	0.188
Convertible Redeemable Promissory Notes (ASX: KBCPA) ^(Note 4)	-	-	(0.169)
Provision for tax	-	-	-
Derivatives	0.998	6.9%	1.684
Margin loan (net)	0.050	0.3%	0.053
Other Liabilities	(1.561)	(10.8%)	(1.538)
Net Assets	14.451	100%	13.206

Currency Exposure

% of Net Assets	Current Month 31 August 2021	Previous Month 31 July 2021
Australian Dollars	71.5%	66.0%
Euros	0.0%	0.0%
US Dollars	0.0%	3.5%
New Zealand Dollars	28.5%	30.5%

This announcement was authorised for release by the Managing Director.

FOR FURTHER INFORMATION:

John Patton
Company Secretary
Tel: +61 3 9686 7000
Email: cosec@keybridge.com.au

ABOUT KEYBRIDGE CAPITAL LIMITED (ASX: KBC)

KBC is an investment and financial services group with a diversified portfolio of listed and unlisted investments/loan assets including in private equity (US), life insurance (New Zealand), property and funds management sectors and substantial holdings (as at 31 January 2021) in HHY Fund (ASX:HHY), Metgasco Ltd (ASX:MEL), Molopo Energy Limited (ASX:MPO) and Yowie Group Ltd (ASX:YOW).

NOTES:

- (1) Net Asset Backing per share is based on Keybridge's total listed shares on issue and excludes 6 million unlisted shares currently issued under the Company's Executive Share Plan¹.
- (2) **Loan Receivables – Insurance:** In September 2014, Keybridge invested NZ\$3.8m (A\$3.4m) (via NZ\$0.109m (10.13%) equity and NZ\$3.691m notes) into Foundation Life, to finance Foundation's acquisition of Tower Limited's life insurance business in New Zealand in 2014. Interest of 9% pa is payable under the note, which is redeemable by noteholders in 50 years (May 2064) or by Foundation (from time to time).
- (3) **Loan Receivables – Property:** In September 2014, Keybridge took direct control of loans that were held in a fund (where Keybridge was the remaining sole lender) which invested in first ranking mortgage loans over commercial properties. Keybridge has registered mortgages over strata title lots comprising Conference Facilities at a Hotel located in Manly, Sydney as security for loans, which are owed by private companies (which are in liquidation).

As at 30 June 2021, the loan was carried (based on the Directors' judgement) at a valuation of A\$0.835m, after having regard to historical valuations conducted on the property. At month end, the loan was carried at A\$0.835m.

- (4) **Convertible Redeemable Promissory Notes:** (ASX: KBCPA): The Convertible Redeemable Promissory Notes (**CRPN**) matured on 31 July 2021. In accordance with CRPN Noteholder elections, as announced on 11 August 2021:
- 28,755 CRPN elected redemption and were redeemed for cash;
 - 116,814 elected conversion and were converted to 1,682,229 Keybridge ordinary shares; and
 - 23,433 CRPN carried no election and were converted at the discretion of Keybridge into 346,336 Keybridge ordinary shares.

On 19 August 2021, following the redemption/conversion of the outstanding CRPNs, KBCPA was removed from Official Quotation.

¹ Refer KBC's Notice of AGM released on ASX on 30 October 2014 and KBC's ASX announcement dated 19 December 2014: