

Monash Absolute Investment Company Limited

**Monash Absolute Investment Company Limited (ASX: MA1)
19 November 2018 – Issue of Bonus Options Completed**

19 November 2018

Monash Absolute Investment Company Limited (ASX:MA1) (Monash) is pleased to advise that the bonus options announced on 11 October 2018 have now been fully allocated to eligible shareholders.

The bonus options have been issued on a one-for-one basis to shareholders with a registered address in Australia and New Zealand. The bonus options have an exercise price of \$1.05 and an expiry date of 15 May 2020.

A total of 44,312,634 options have been issued. The bonus options are expected to trade under the ASX code MA1O.

The Appendix 3B, and an analysis of holdings as well as the top 20 option holder summary are attached.

**For all business development enquiries, please contact
Winston Capital Partners (Acting on behalf of Monash Investors)**

| | |
|--------------------|---|
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+612 9290 9600 (international)
[E: enquiries@boardroomlimited.com.au](mailto:enquiries@boardroomlimited.com.au)

For more information about the Company and the strategy, please refer to the Monash Investors website at www.monashinvestors.com. You can also [follow us on Livewire here](#) or [subscribe to our updates here](#)

This presentation has been prepared by Monash Absolute Investment Company Limited (**MA1**) and Monash Investors Pty Ltd (ABN 67 153 180 333, AFSL 417 201) (**Investment Manager**) as authorised representatives of Winston Capital Partners Pty Ltd ABN 29 159 382 813, AFSL 469 556 ("Winston Capital") for the provision of general financial product advice in relation to MA1 and is for information purposes only, and does not constitute an offer, invitation, solicitation or recommendation with respect to the purchase or sale of any securities in MA1. The information is not investment or financial product advice and is not intended to be used as the basis for making an investment decision. Please note that, in providing this information, MA1 has not considered the objectives, financial position or needs of any particular recipient. MA1 strongly suggests that investors consult a financial advisor prior to making an investment decision. Past performance is not a reliable indicator of future performance. See the ASX Company Announcements platform at www.asx.com.au for further information.

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12, 04/03/13

Name of entity

Monash Absolute Investment Company Limited

ABN

86 610 290 143

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|---|--|
| 1 | +Class of +securities issued or to be issued | Bonus Options |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 44,312,634 Bonus Options |
| 3 | Principal terms of the +securities (e.g. if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | <p>Each Bonus Option is exercisable at \$1.05 each, any time up to the expiry date of 15 May 2020.</p> <p>The Company will issue one fully paid ordinary share and one Loyalty Option exercisable at \$1.15 with an expiry date of 15 November 2021 for each Bonus Option exercised.</p> |

+ See chapter 19 for defined terms.

Appendix 3B

New issue announcement

| | | |
|----|---|---|
| 4 | <p>Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?</p> <p>If the additional +securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment | <p>No, however each share issued upon exercise of the Bonus Options will rank equally with all fully paid ordinary shares on issue.</p> |
| 5 | Issue price or consideration | Nil |
| 6 | Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets) | Bonus Options issued to reward Eligible Shareholders (shareholders with a registered address in Australia or New Zealand) for continued loyalty to the Company. |
| 6a | <p>Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h in relation to the +securities the subject of this Appendix 3B, and comply with section 6i</p> | No |
| 6b | The date the security holder resolution under rule 7.1A was passed | n/a |
| 6c | Number of +securities issued without security holder approval under rule 7.1 | n/a |
| 6d | Number of +securities issued with security holder approval under rule 7.1A | n/a |

+ See chapter 19 for defined terms.

| 6e | Number of +securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting) | n/a | | | | | | |
|------------|---|---|--------|--------|------------|-----|------------|--|
| 6f | Number of +securities issued under an exception in rule 7.2 | n/a | | | | | | |
| 6g | If +securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the +issue date and both values. Include the source of the VWAP calculation. | n/a | | | | | | |
| 6h | If +securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements | n/a | | | | | | |
| 6i | Calculate the entity's remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements | 7.1 – 6,647,195 7.1A – n/a | | | | | | |
| 7 | +Issue dates Note: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in Appendix 7A. Cross reference: item 33 of Appendix 3B. | 19 November 2018 | | | | | | |
| 8 | Number and +class of all +securities quoted on ASX (including the +securities in section 2 if applicable) | <table><tr><th>Number</th><th>+Class</th></tr><tr><td>44,314,634</td><td>FPO</td></tr><tr><td>44,312,634</td><td>Bonus Options exercisable at \$1.05 expiring 15 May 2020</td></tr></table> | Number | +Class | 44,314,634 | FPO | 44,312,634 | Bonus Options exercisable at \$1.05 expiring 15 May 2020 |
| Number | +Class | | | | | | | |
| 44,314,634 | FPO | | | | | | | |
| 44,312,634 | Bonus Options exercisable at \$1.05 expiring 15 May 2020 | | | | | | | |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

| | Number | +Class |
|----|---|---|
| 9 | Number and +class of all +securities not quoted on ASX (including the +securities in section 2 if applicable) | Nil |
| 10 | Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests) | The Company intends to pay dividends out of available cash flow and subject to franking credits. The quantum of dividend to be paid will be subject to the Board's discretion. The dividend will be paid annually at the end of the Company's financial year. Any dividend paid will be franked to the maximum extent possible. |

Part 2 - Pro rata issue

| | | |
|----|--|--|
| 11 | Is security holder approval required? | No |
| 12 | Is the issue renounceable or non-renounceable? | Non-renounceable |
| 13 | Ratio in which the +securities will be offered | Bonus Options are issued on the basis of one Bonus Option for every one fully paid ordinary share held on the Record Date. |
| 14 | +Class of +securities to which the offer relates | (Listed) Bonus Options |
| 15 | +Record date to determine entitlements | 16 November 2018 |
| 16 | Will holdings on different registers (or subregisters) be aggregated for calculating entitlements? | n/a |
| 17 | Policy for deciding entitlements in relation to fractions | n/a (1:1 ratio Bonus Option Issue). |

+ See chapter 19 for defined terms.

| | | |
|----|--|---|
| 18 | Names of countries in which the entity has security holders who will not be sent new offer documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7. | Shareholders that do not have a registered address in Australia & New Zealand |
| 19 | Closing date for receipt of acceptances or renunciations | 16 November 2018 |
| 20 | Names of any underwriters | n/a – Bonus Issue |
| 21 | Amount of any underwriting fee or commission | n/a |
| 22 | Names of any brokers to the issue | n/a |
| 23 | Fee or commission payable to the broker to the issue | n/a |
| 24 | Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders | n/a |
| 25 | If the issue is contingent on security holders' approval, the date of the meeting | n/a |
| 26 | Date entitlement and acceptance form and offer documents will be sent to persons entitled | n/a – Bonus Options – no acceptance required. |
| 27 | If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders | 20 November 2018 |
| 28 | Date rights trading will begin (if applicable) | 20 November 2018 |
| 29 | Date rights trading will end (if applicable) | n/a |
| 30 | How do security holders sell their entitlements <i>in full</i> through a broker? | n/a |

+ See chapter 19 for defined terms.

Appendix 3B

New issue announcement

- | | |
|--|-----|
| 31 How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance? | n/a |
|--|-----|

+ See chapter 19 for defined terms.

- | | | |
|----|--|------------------|
| 32 | How do security holders dispose of their entitlements (except by sale through a broker)? | n/a |
| 33 | +Issue date | 19 November 2018 |

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- 34 Type of +securities
(tick one)

(a) ☒ +Securities described in Part 1

(b) ☐ All other +securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

- 35 ☒ If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36 ☒ If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over
- 37 ☐ A copy of any trust deed for the additional +securities

+ See chapter 19 for defined terms.

Entities that have ticked box 34(b)

| 38 | Number of +securities for which +quotation is sought | | | | | |
|--------|---|--|--------|--------|--|--|
| 39 | +Class of +securities for which quotation is sought | | | | | |
| 40 | <p>Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?</p> <p>If the additional +securities do not rank equally, please state:</p> <ul style="list-style-type: none">• the date from which they do• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment | | | | | |
| 41 | <p>Reason for request for quotation now</p> <p>Example: In the case of restricted securities, end of restriction period</p> <p>(if issued upon conversion of another +security, clearly identify that other +security)</p> | | | | | |
| 42 | Number and +class of all +securities quoted on ASX (including the +securities in clause 38) | <table border="1"><thead><tr><th>Number</th><th>+Class</th></tr></thead><tbody><tr><td></td><td></td></tr></tbody></table> | Number | +Class | | |
| Number | +Class | | | | | |
| | | | | | | |


+ See chapter 19 for defined terms.

Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those +securities should not be granted +quotation.
 - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document is not available now, we will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:

.....
Company Secretary

Date: 19 November 2018

Print name:

Laura Newell

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+ See chapter 19 for defined terms.

Appendix 3B – Annexure 1

Calculation of placement capacity under rule 7.1 and rule 7.1A for eligible entities

Introduced 01/08/12 Amended 04/03/13

Part 1

| Rule 7.1 – Issues exceeding 15% of capital | |
|---|---|
| Step 1: Calculate “A”, the base figure from which the placement capacity is calculated | |
| Insert number of fully paid +ordinary securities on issue 12 months before the +issue date or date of agreement to issue | 51,056,780 |
| Add the following: <ul style="list-style-type: none"> • Number of fully paid +ordinary securities issued in that 12 month period under an exception in rule 7.2 • Number of fully paid +ordinary securities issued in that 12 month period with shareholder approval • Number of partly paid +ordinary securities that became fully paid in that 12 month period <p><i>Note:</i></p> <ul style="list-style-type: none"> • Include only ordinary securities here – other classes of equity securities cannot be added • Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed • It may be useful to set out issues of securities on different dates as separate line items | 13,539 FPOS issued on 14 September 2018 |
| Subtract the number of fully paid +ordinary securities cancelled during that 12 month period | 6,755,685 cancelled following on-market share buyback and Off-Market Equal Access buyback |
| “A” | 44,314,634 |

+ See chapter 19 for defined terms.

| | |
|--|---|
| Step 2: Calculate 15% of “A” | |
| “B” | 0.15 <i>[Note: this value cannot be changed]</i> |
| Multiply “A” by 0.15 | 6,647,195 |
| Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used | |
| Insert number of +equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued: <ul style="list-style-type: none"> • Under an exception in rule 7.2 • Under rule 7.1A • With security holder approval under rule 7.1 or rule 7.4 <i>Note:</i> <ul style="list-style-type: none"> • This applies to equity securities, unless specifically excluded – not just ordinary securities • Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed • It may be useful to set out issues of securities on different dates as separate line items | 0 |
| “C” | 0 |
| Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1 | |
| “A” x 0.15 <i>Note: number must be same as shown in Step 2</i> | 6,647,195 |
| Subtract “C” <i>Note: number must be same as shown in Step 3</i> | 0 |
| Total [“A” x 0.15] – “C” | 6,647,195 <i>[Note: this is the remaining placement capacity under rule 7.1]</i> |

+ See chapter 19 for defined terms.

Part 2

| Rule 7.1A – Additional placement capacity for eligible entities | |
|--|---|
| Step 1: Calculate “A”, the base figure from which the placement capacity is calculated | |
| “A” <i>Note: number must be same as shown in Step 1 of Part 1</i> | |
| Step 2: Calculate 10% of “A” | |
| “D” | 0.10 <i>Note: this value cannot be changed</i> |
| Multiply “A” by 0.10 | |
| Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used | |
| Insert number of +equity securities issued or agreed to be issued in that 12 month period under rule 7.1A Notes: <ul style="list-style-type: none"> • This applies to equity securities – not just ordinary securities • Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed • Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained • It may be useful to set out issues of securities on different dates as separate line items | |
| “E” | |

+ See chapter 19 for defined terms.

| Step 4: Subtract “E” from [“A” x “D”] to calculate remaining placement capacity under rule 7.1A | |
|--|---|
| “A” x 0.10 <i>Note: number must be same as shown in Step 2</i> | |
| Subtract “E” <i>Note: number must be same as shown in Step 3</i> | |
| Total [“A” x 0.10] – “E” | <i>Note: this is the remaining placement capacity under rule 7.1A</i> |

+ See chapter 19 for defined terms.

Analysis of Holdings

Monash Absolute Investment Company Limited

19-11-2018

BoardRoom

Security Classes

Listed Options \$1.05 Expiring 15 May 2020

| Holdings Ranges | Holders | Total Units | % |
|--------------------------|---------|-------------|--------|
| 1 - 1,000 | 26 | 11,737 | 0.026 |
| 1,001 - 5,000 | 161 | 522,806 | 1.180 |
| 5,001 - 10,000 | 225 | 1,809,828 | 4.084 |
| 10,001 - 100,000 | 645 | 19,440,964 | 43.872 |
| 100,001 - 99,999,999,999 | 46 | 22,527,299 | 50.837 |
| TOTAL | 1,103 | 44,312,634 | 100 |

Top 20 Holdings

Monash Absolute Investment Company Limited

19-11-2018

BoardRoom

Security Classes

Listed Options \$1.05 Expiring 15 May 2020

| Holder Name | Securities | % |
|--|------------|---------|
| HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED | 5,470,242 | 12.345% |
| AUSTRALIAN EXECUTOR TRUSTEES LIMITED <NO 1 ACCOUNT> | 2,606,457 | 5.882% |
| KEYBRIDGE CAPITAL LIMITED | 1,480,000 | 3.340% |
| BNP PARIBAS NOMINEES PTY LTD | 1,366,575 | 3.084% |
| ONE MANAGED INVT FUNDS LTD <SANDON CAPITAL INV LTD A/C> | 1,056,175 | 2.383% |
| MR BARRY MARTIN LAMBERT & MRS JOY WILMA LILLIAN LAMBERT <LAMBERT SUPER FUND A/C> | 1,000,000 | 2.257% |
| NATIONAL NOMINEES LIMITED | 756,622 | 1.707% |
| J P MORGAN NOMINEES AUSTRALIA LIMITED | 621,449 | 1.402% |
| MS PAULA SIRTES <DOLPHIN HOLDINGS A/C> | 500,000 | 1.128% |
| MR PAUL HUGH CLITHEROE & MRS VICKI CLITHEROE | 500,000 | 1.128% |
| DE SOYSA SUPER MANAGEMENT PTY LTD <DE SOYSA SUPER PEN FUND A/C> | 500,000 | 1.128% |
| ANISAM PTY LTD <GUPTA 2002 A/C> | 350,000 | 0.790% |
| IOOF INVESTMENT MANAGEMENT LIMITED <IPS SUPER A/C> | 338,019 | 0.763% |
| GASEOUS PTY LTD <LIQUID SUPER A/C> | 323,366 | 0.730% |
| SENRAH SUPERANNUATION PTY LIMITED <SENRAH SUPER FUND A/C> | 308,000 | 0.695% |
| MR MURRAY STEWART LITTLE & MRS JENNIFER LITTLE <NO 2 A/C> | 300,000 | 0.677% |

| Holder Name | Securities | % |
|---|------------|---------|
| MR ALISTAIR DAVID STRONG | 270,000 | 0.609% |
| PETER O RICKARDS & CATHERINE MV RICKARDS <PO & CM RICKARDS FAM A/C> | 260,000 | 0.587% |
| GIASAM PTY LTD <SINGER FAMILY A/C> | 250,000 | 0.564% |
| MR IAN DONALD HERAUD & MRS FIONA KERRY HERAUD <HWH SUPER A/C> | 250,000 | 0.564% |
| TOTALS | 18,506,905 | 41.764% |

Total Securities of Top 20 Holdings : 18,506,905

Total Securities: 44,312,634