

**PRELIMINARY FULL YEAR RESULTS ANNOUNCEMENT**

**CAVALIER CORPORATION LIMITED AND SUBSIDIARIES**

**Results for announcement to the market**

|   |  |                             |
|---|--|-----------------------------|
| Reporting period  | 12 months to 30 June 2017  |                             |
| Previous reporting period   | 12 months to 30 June 2016  |                             |
|   | Amount NZ\$000's   | Percentage change           |
| Revenue from ordinary activities  | 156,120  | Down 18.0%                  |
| Profit/(Loss) from ordinary activities after tax attributable to security holders | -1,856   |                             |
| Net profit/(loss) attributable to security holders                                | -2,124   |                             |
|   | Amount per security  | Imputed amount per security |
| Final dividend  | None declared  | Not applicable              |
| Record date   | Not applicable   |                             |
| Dividend payment date   | Not applicable   |                             |
| Comments  | <b>Refer to directors' report attached for more information.</b> |                             |

This "Results for announcement to the market" is based on the audited accounts of Cavalier Corporation Limited and subsidiaries. A copy of the unmodified audit report is included with the financial statements.

**PRELIMINARY ANNUAL REPORT ANNOUNCEMENT**  
**For Full Year Ended 30 June 2017**  
(referred to in this report as the "current year")

1.1 Preliminary annual report on results for the year ended 30 June 2017 (including the results for the previous corresponding year) in accordance with Listing Rule 10.3.2.

3.1 The financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and other applicable Financial Reporting Standards, as appropriate for profit-oriented entities.  
The financial statements also comply with International Financial Reporting Standards ("IFRS").

The Listed Issuer (Cavalier Corporation Limited) has a formally constituted Audit Committee of the Board of Directors.

1.3 (a) **Statement of financial performance**  
Refer to Income Statement and Statement of Comprehensive Income attached

1.3 (b) **Statement of financial position**  
Refer to attachment

1.3 (c) **Statement of cash flows**  
Refer to attachment

1.3 (d) **Dividends**

|   | <b>Amount per security</b> |
|---|----------------------------|
| Final dividend  | Nil                        |
| Record date for determining entitlement to the final dividend | Not applicable             |
| Imputation credits  | Not applicable             |
| Supplementary dividend  | Not applicable             |

1.3 (e) **Dividend or distribution reinvestment plans**  
Not applicable

1.3 (f) **Statement of movements in equity**  
Refer to attachment

1.3 (g) **Net tangible assets per security**  
Net tangible assets per ordinary security (NZ\$)

| June 2017 | June 2016 |
|-----------|-----------|
| \$0.95    | \$0.98    |

1.3 (h) **Control of entities gained or lost during the year**  
**Control gained:**

|   |                |
|---|----------------|
| Name of subsidiary or group of subsidiaries                     | Not applicable |
| Contribution to net profit for the year attributable to members | Not applicable |
| Date from which such contribution has been calculated           | Not applicable |

**Control lost:**

|   |                |
|---|----------------|
| Name of subsidiary or group of subsidiaries                     | Not applicable |
| Contribution to net profit for the year attributable to members | Not applicable |
| Date to which such contribution has been calculated             | Not applicable |

1.3 (i) **Equity-accounted investees**

**Cavalier Corporation's share of equity-accounted investees**

|  |  |
|--|--|
| Carrying amount at the beginning of the year             |  |
| Share of tax-paid profit of equity-accounted investees   |  |
| Share of fair value of cash flow hedges (net of tax)     |  |
| Gain on dilution and merger of equity-accounted investee |  |
| Dividends in specie received                             |  |
| Carrying value of CWSA                                   |  |
| Dividends received                                       |  |
| Carrying amount at the end of the year                   |  |

| June 2017<br>NZ\$000's | June 2016<br>NZ\$000's |
|------------------------|------------------------|
| 23,175                 | 24,937                 |
| 59                     | 2,232                  |
| (3)                    | 256                    |
| 3,929                  | 0                      |
| (1,700)                | 0                      |
| 1,700                  | 0                      |
| (3,670)                | (4,250)                |
| <b>23,490</b>          | <b>23,175</b>          |

**Material interests in equity-accounted investees**

Cavalier Corporation has an interest (that is material to it) in the following equity-accounted investees:

| Name of equity-accounted investee | Percentage of ownership interest (ordinary shares, units, etc) held at end of the year |           | Contribution to Operating Profit and Extraordinary Items after Taxation |                        |
|-----------------------------------|--|-----------|---|------------------------|
|                                   | June 2017  | June 2016 | June 2017<br>NZ\$000's  | June 2016<br>NZ\$000's |
|                                   | <b>Equity-accounted investee</b>   |           |   |                        |
| <i>Cavalier Wool Holdings Ltd</i> | 27.5%  | 50.0%     | 7   | 2,232                  |
| <i>CWS Assets Ltd</i>             | 50.0%  | N/A       | 52  | 0                      |
| Total                             |  |           | 59  | 2,232                  |
| <b>Other material interests</b>   |  |           |   |                        |
| <i>Nil</i>                        |  |           |   |                        |
| Total                             |  |           |   |                        |

1.3 (j) **Any other significant information**

Refer directors' report attached

1.3 (k) **Commentary on the results of the period**

Refer directors' report attached

**Details of basic EPS**

Basic EPS (Normalised) - Non-GAAP (see explanatory notes attached)  
Basic EPS (Reported)

| June 2017<br>NZ cents | June 2016<br>NZ cents |
|-----------------------|-----------------------|
| -2.7                  | 9.2                   |
| -3.1                  | 4.5                   |

**Numerator**

Numerator for basic earnings per share (\$000) (Normalised) - Non-GAAP  
Numerator for basic earnings per share (\$000) (Reported)

|        |       |
|--------|-------|
| -1,856 | 6,313 |
| -2,124 | 3,115 |

**Denominator**

Denominator for basic net earnings per share (thousands of shares)

|        |        |
|--------|--------|
| 68,679 | 68,679 |
|--------|--------|

**Nature of dilutive aspects of EPS**

Not applicable

**Segment results**

Refer to attachment

1.3 (l) **This report is based on audited financial statements of Cavalier Corporation Limited and subsidiaries.**  
**No qualifications have been made by the auditors in respect of the financial statements.**

1.3 (m) **Subsequent events**  
Refer to attachment

1.3 (n) **Unrealised gains resulting from revaluation of assets**  
Not applicable

3.2 & **Critical accounting policies and changes in accounting policies**  
3.3 Refer to attachment

3.4 **Audit report**  
Refer to attachment

**Annual Meeting**

|   |                                  |
|---|----------------------------------|
| (a) To be held at                                     | South Stand, Eden Park, Auckland |
| (b) Date  | 31 October 2017                  |
| Time  | 10 am                            |
| (c) Approximate date of availability of Annual Report | 30 September 2017                |

If this annual report was approved by resolution of the Board of Directors, please indicate date of meeting:  
22 August 2017

  
\_\_\_\_\_  
Victor Tan, Company Secretary

23 August 2017  
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