



29 January 2019

Australian Securities Exchange Limited
20 Bridge Street
Sydney NSW 2000

By: e-lodgement

Attention: Company Announcements Office

Half Year Results Update

Further to the outlook given at the Annual General Meeting on November 26, 2018, listed equities continued to decline in value during the balance of November and December. As a result of market declines and the adoption of the new accounting standard to recognise revaluations of shares through the profit and loss, CVC Limited (ASX: CVC) will incur a statutory loss on its listed investment portfolio for the half year ended December 31, 2018 of approximately \$12.5 million.

While the results are still subject to audit review, this is likely to result in a statutory after tax loss for the half year of approximately \$5 million.

CVC continues to have a strong balance sheet, with approximately \$30 million in cash available for investment and an approximate reported net asset backing of \$1.58 per share. In addition, there is a further unrecognised pre-tax uplift in the value of investments of approximately \$1.00 per share.

As indicated in the AGM presentation, all other segments of the business are performing well, and there have been significant advances in development of investment pipelines, deployment of capital into asset backed corporate and property backed loans and launch of new investment products.

Whilst clearly disappointing, it is important to note that management believe that there is significant value in the listed portfolio which has not been reflected in the share prices for a number of individual portfolio investments as at the half year. This is already borne out by an approximate \$4 million improvement in the listed investment portfolio valuation since December 31.

Subject to there being no material falls in the investment markets in which the company operates, the Board anticipates a significantly improved result for the second half of the current financial year.

As per guidance at the Annual General Meeting the Board intends to maintain the half year end dividend at 7 cents per share, fully franked. This will be confirmed at the time the half year end financial statements are finalised.

Alexander Beard
Director