

Century Australia Investments Limited NTA Updated

As at 30 April 2017

Snapshot

Pre-tax net tangible assets

95.5c

Gross assets

\$78.4m

Century Australia

| | |
|-----------------|------------|
| ASX Code | CYA |
| Listed | Apr 2004 |
| Gross assets | \$78.4m |
| Market cap | \$77.8m |
| Share price | 95.0c |
| NTA before tax | 95.5c |
| Shares on issue | 81,865,704 |

Investment objectives

- Deliver a regular income stream via fully franked dividends
- Provide capital growth over the medium-to-long term
- Preserve capital

Wilson Asset Management investment and management team

| | |
|----------------|--|
| Geoff Wilson | Chairman & Portfolio Manager |
| Kate Thorley | Chief Executive Officer |
| Chris Stott | Chief Investment Officer & Portfolio Manager |
| Matthew Haupt | Portfolio Manager |
| Martin Hickson | Head of Trading |
| Tobias Yao | Senior Equity Analyst |
| John Ayoub | Senior Equity Analyst |
| Oscar Oberg | Senior Equity Analyst |
| Cooper Rogers | Assistant Dealer |

Company Overview

On 18 April 2017, shareholders of Century Australia Investments Limited (ASX: CYA) approved the appointment of MAM Pty Limited, a member of the Wilson Asset Management Group, as the New Investment Manager. Century will provide investors with access to a Portfolio predominately comprised of large-cap companies in the S&P/ASX 300 Index and the investment management expertise of Wilson Asset Management.

May 2017 Shareholder Presentations – last chance to RSVP

For more information and to RSVP, visit wilsonassetmanagement.com.au

\$20m priority in \$75m capital raising

Century Australia Investments Company Limited is currently undertaking a capital raising of up to \$75 million and an off-market share buy-back. Century Australia shareholders are entitled to a \$20 million priority allocation in the offer of new shares, which closes on 19 May 2017. Century Australia Director and Wilson Asset Management Chairman Geoff Wilson is personally investing \$2 million in the offer. Century Australia will calculate the Issue Price after the buy-back and public offer close and will announce it on ASX once determined. The Company currently expects to make this announcement on Thursday, 1 June 2017. To participate in the offer, shareholders are required to complete the priority application form attached to the [prospectus](#) or [apply online](#). To request a mailed prospectus, call Alexandra Hopper on (02) 9247 6755 or email info@wilsonassetmanagement.com.au.

Market overview

In April, the portfolio increased 0.3% while the S&P/ASX 300 Accumulation rose 1.0%. In the period since Wilson Asset Management was appointed investment manager on 18 April 2017 the portfolio increased 2.0% in line with the benchmarks return of 2.0% during the same period.

Equity markets had a soft first half of the month, weighed down by the easing in the reflation trade, soft US economic data, the French Presidential elections and rising geopolitical tensions. However, the market rallied at the end of the month, approaching the 6,000 level on the back of positive news about the outcome of the French elections and President Trump's proposed tax cut announcement. Domestically, during its April board meeting, the Reserve Bank of Australia (RBA) left the cash rate unchanged at 1.5% as widely expected and downgraded its assessment of the Australian labour market following the release of weak February data. The Australian Prudential Regulatory Authority made further comments that it could increase bank capital requirements.

Net Tangible Assets (NTA) figures

| | |
|--|--------|
| Adjusted NTA before tax | 95.5c |
| Fully franked Interim and Special Dividend paid 10 May 2017 | 2.7c* |
| Unadjusted NTA before tax | 98.2c* |
| Deferred tax asset on carry forward realised losses | 6.4c |
| Deferred tax asset/(liability) on unrealised income and gains/losses | (1.6c) |
| NTA after tax | 100.3 |

*The NTA before tax announced on 12 May was not adjusted for the 1.6 cents per share fully franked interim dividend and the 1.1 cents per share fully franked special dividend which traded ex dividend on 21 April 2017 and was paid on 10 May 2017.

In addition to the deferred tax assets (DTA) of 6.4 cents per share recorded in the accounts there is a further \$2.94m or 3.6 cents per share of tax benefit on realised losses which is not carried on the Company's balance sheet and is available to be offset against future taxation liabilities.

The fact that Century Australia is currently not liable to pay tax means that the level of franked dividends paid is restricted by the level of franking credits received by way of fully franked dividend income. Once the total carry forward losses are utilised, Century Australia will return to paying tax on any realised gains. Tax payments will generate additional franking credits from, which franked dividends can be paid.

Diversified portfolio

| Investment Type | March 2017 | | April 2017 | |
|------------------------------|------------|-------|------------|-------|
| | \$m | % | \$m | % |
| Listed Equities | 76.1 | 94.9 | 75.8 | 96.7 |
| Fixed Interest & Cash | 4.1 | 5.1 | 2.6 | 3.3 |
| Gross Assets | 80.2 | 100.0 | 78.4* | 100.0 |
| Total Shares on issue | 81,865,704 | | 81,865,704 | |

*This figure is after the 2.7 cents per share fully franked interim and special dividends which traded ex dividend on 21 April 2017 and was paid 10 May 2017.

Top 10 holdings

| Code | Company | Market value \$ | Market value as % gross assets |
|------|---|-----------------|--------------------------------|
| CBA | Commonwealth Bank of Australia | 6,092,313 | 7.6% |
| BHP | BHP Billiton Limited | 5,134,797 | 6.4% |
| WBC | Westpac Banking Corporation | 4,747,846 | 5.9% |
| ANZ | Australia and New Zealand Banking Group | 4,244,086 | 5.3% |
| NAB | National Australia Bank Limited | 3,963,249 | 4.9% |
| MGQ | Macquarie Group Limited | 3,145,155 | 3.9% |
| HGG | Henderson Group plc | 2,968,702 | 3.7% |
| CWN | Crown Resorts Limited | 2,956,733 | 3.7% |
| WPL | Woodside Petroleum Limited | 2,933,377 | 3.6% |
| RIO | Rio Tinto Limited | 2,820,012 | 3.5% |