

CBG Capital Chairman's Address – Annual General Meeting

Delivered by Ronni Chalmers on Monday 30th November 2015

Good morning and welcome to the inaugural Annual General Meeting of our company CBG Capital. My name is Ronni Chalmers and I am chairman of this company. I would like to thank you for attending in person today. I will begin by introducing my fellow board members, Robert Swil and James Beecher. Both Robert & James have considerable public company director experience. I would also like to introduce you to our investment team, Robert Gregory Portfolio Manager, Vincent Cook Senior Equities Analyst and Michael Newbold Senior Equities Analyst. Again our investment management team has considerable industry experience. I would also like to introduce you to Andrew Reeves our audit partner from KPMG who will be available to answer any questions concerning the Company's Financial Statements. I would also like to thank White Outsourcing for their calculations of the company's NTA and Boardroom Registries for maintaining the share register and sending the dividends last week.

As you are aware CBG Capital was listed on 19th December 2014 after issuing 24.3 million ordinary shares and the equivalent number of options with an exercise price of \$1.00 and an expiry date of September 2016. The NTA on this day was \$0.98 cents per share.

I would like to remind you that our pre-tax cum dividend NTA as at 31 October 2015 had grown to \$1.012.

I am pleased to inform you that last week we paid our maiden dividend of 1.5c fully franked. A dividend Reinvestment Plan is on offer with the dividend.

I am also particularly pleased to inform you that even allowing for this 1.5c dividend our estimated (unaudited) NTA as of Friday 26th of November 2015 had increased further in the month of November to date to in excess of \$1.025. In the 11 months since the company listed the company has achieved its objective which is to deliver a return above our benchmark which is the S&P/ASX 200 Accumulation.

CBG Capital being a Listed Investment Company (LIC) offers access to a diversified portfolio of listed ASX shares in a stable closed end structure. This allows the investment manager to focus its efforts in managing the portfolio rather than being distracted by inflows/outflows into the portfolio. In addition as a listed company we must comply with rigorous corporate governance rules to provide our shareholders transparency and accountability.

One of the focuses that our company is seeking to create is a growing stream of semi-annual fully franked dividends providing that CBG Capital has a sufficient franking credit balance and profit reserves. We will announce our December half dividend as soon practical in 2016.

The CBG Investment team has in excess of 60 years' experience and the portfolio in 2015 has benefited from this. Stocks that have contributed to the portfolio's returns in 2015 include BT Investment Management, Henderson, Macquarie Atlas and Bellamys. The portfolio also benefited from no exposures to companies that fallen sharply in the last year for example Woolworths, Metcash, Santos and Origin.

CBG Capital is cautiously optimistic on the outlook for the Australian equity market in 2016 and we thank you for your recent support.