

Ryder Capital Limited
Appendix 4D
Half Year Ended 31 December 2015

Details of Reporting Period

Current*: Half Year ended 31 December 2015

Previous corresponding: N/A

* The current reporting period is from 26 June 2015 (date of Company incorporation) to 31 December 2015.

The Company listed on the ASX on 28 September 2015.

Results for Announcement to the Market*

\$

Total investment income (Revenue from ordinary activities)	226,568
Profit (Loss) from ordinary activities after tax attributable to members	22,422
Net Profit (Loss) from the period attributable to members	22,422

* The amount and percentage up or down from the previous period are not disclosed as this is the first reporting period for the Company.

Details of dividends/distributions

No dividends were declared, paid or payable for the current period

Details of dividends/distribution reinvestment plan

N/A

Net Tangible Assets per share (cents)

	31 December 2015	28 September 2015 **
Pre-tax NTA	101.29	99.11
Post-tax NTA	100.92	99.37

** The Company listed on the ASX on 28 September 2015.

Control gained or lost over entities during the period

The Company did not gain or lose control over any entities during the period.

Details of associates and joint venture entities

The Company did not have any interest in any associates or joint venture entities during the current period.

Ryder Capital Limited
Appendix 4D
Half Year Ended 31 December 2015

Independent audit report

This report is based on the interim financial report which has been subject to an independent review by the Company's Auditors, Pitcher Partners. All the documents comprise the information required by Listing Rule 4.2A.

RYDER CAPITAL LIMITED

ABN 74 606 695 854

Interim financial report

**For the period from the date of incorporation
(26 June 2015) to 31 December 2015**

RYDER CAPITAL LIMITED
Interim financial report
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

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RYDER CAPITAL LIMITED
ABN 74 606 695 854
CORPORATE DIRECTORY

Directors Peter Constable (Chairman)
David Bottomley
Ray Kellerman

Company Secretary David Bottomley

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Auditor Pitcher Partners
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19 Martin Place
Sydney NSW 2000
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Stock Exchange Listings Ryder Capital Limited securities are listed on the Australian Stock Exchange under the following exchange codes:

Shares RYD
Options RYDO

RYDER CAPITAL LIMITED

ABN 74 606 695 854

DIRECTORS' REPORT

Your directors present their report on Ryder Capital Limited ("the Company") for the period from 26 June 2015 (date of incorporation) to 31 December 2015.

The following persons were directors of the Company from registration date and up to the date of this report:

Peter Constable - Chairman
David Bottomley - Director
Ray Kellerman - Independent Director

Principal activity

The principal activity of the Company during the period was investing in a concentrated portfolio of ASX and NZX listed micro and small capitalisation securities, bonds and cash consistent with the Company's permitted investments and stated investment objective of achieving long term growth in capital and income.

Review of Operations

During the period ended 31 December 2015, the Company entered into a Management Agreement with Ryder Investment Management Pty Ltd (Portfolio Manager) on 29 July 2015 and successfully concluded its initial public offering in accordance with the Replacement Prospectus dated 12 August 2015. The Company raised \$36.8m through the issue of shares and attaching options, before capital raising transaction costs.

The allotment of shares was on 22 September 2015 with the Portfolio Manager commencing its management of the Company's investments from this time.

For the period from allotment to 31 December 2015 the Company made a profit before tax of \$29,636 and after providing for tax of \$7,214 made an after tax profit of \$22,422.

Reported profit ignores unrealised gains or losses on the Company's portfolio, therefore a better measure of the Company's performance for the period is to look at the starting pre-tax NTA of \$36,499,422 on 22 September 2015 and the closing pre-tax NTA on 31 December 2015 of \$37,297,638. The result is a gain of \$845,323 pre-tax and performance fees but after all other expenses.

As at 31 December the Portfolio Manager had deployed approximately 19.6% of the Company's assets into equities, 5.5% into bonds with the balance of 74.9% held in cash or term deposits.

The Portfolio Manager continues to review a number of investment opportunities, however with increased uncertainty in the domestic and global economy it is anticipated that cash will retain a meaningful weighting in the portfolio.

The directors are conscious of shareholders interest in not only the performance of the portfolio but also its ongoing construction. The Company releases its Net Tangible Asset position (NTA Statement) within fourteen days of the conclusion of each calendar month. In addition to value changes per share, it also outlines the portfolio asset weightings split between equities, bonds and cash. The directors consider the month to month performance assessment as inconsequential when compared with measuring long term investment performance which the Portfolio Manager is focussed on.

In addition to the NTA Statement, the directors have determined that the Company will provide a report from the Portfolio Manager in this half year report, including the top 5 investments (by value) at balance date.

The directors are mindful of any investment activity disclosure that may disadvantage the Company and as such there is no commitment to the extent of such disclosure, its completeness or continuance except as required by the ASX or the Corporations Law.

Dividends

No dividends were declared or paid during the period.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
DIRECTORS' REPORT

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 7.

Signed in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to read 'P Constable', written in a cursive style.

Peter Constable
Chairman
Ryder Capital Limited

Sydney, 23 February 2016

RYDER CAPITAL LIMITED
ABN 74 606 695 854
PORTFOLIO MANAGER'S REPORT

As Portfolio Manager we have been mindful to balance our enthusiasm to deploy capital and take advantage of emerging value opportunities and the ongoing deterioration in a number of key market drivers including the uncertain domestic and global economic climate, central bank agendas and geo political risk factors. These concerns continue to drive market volatility leading to less risk taking and lower security prices, both of which have been at historic highs in recent times.

As a value focussed investor, we are mindful to not only identify sensible value but also to be aware of timing as it is too easy to fall into the trap of buying too aggressively, too early. As such, despite substantial and in some cases calamitous stock price falls we have maintained a relatively high weighting of cash.

Outside of the top five holdings in the portfolio, we have established a larger number of smaller positions than we would ordinarily like in order to capture the timing risk described above.

We continue to avoid resource and energy related investment opportunities, not so much due to the absence of potential value, but more an inability to accurately predict with any meaningful certainty the price and value variables of the underlying products and services they rely on.

The China story will likely continue to evolve and remain a predominant theme for many Australian companies over the coming year – both negative and positive. Valuable business opportunities supplying China's growing internal consumption will continue, such as those for the likes of Blackmores, Bellamy's, A2 Milk etc. Unfortunately we were unable to capitalise on that thematic as prices had run well ahead of value prior to our commencement late in calendar year 2015. Despite this we are searching for sensible exposure to this thematic as we feel it has durability.

Industries with strong macro tailwinds remain few and far between, with headwinds appearing substantially more prevalent looking forward. Patience remains the most valuable tool we have as the impatient market/investor selectively presents tremendous longer term investment opportunities.

In the last three months we have identified a number of prospective investments that sit in our opportunity pipeline. Some are subject to completion of due diligence while others ability to become portfolio investments remains a function of price i.e. trading at a premium to what we consider a bargain.

Portfolio weightings and top 5 holdings at 31 December 2015.

Name	% Holding
Wellard Limited	7.40%
Next DC II Notes	5.40%
Updater Inc - CDI	3.50%
GeoOp Limited	3.20%
RXP Services Limited	2.90%
Other equities	12.50%
Total equities & bonds	34.90%
Cash	65.10%
	100.00%

Top 5 Holdings Commentary

Wellard Limited (WLD) sources and distributes livestock and meat globally. The Company's operations include meat production, feed milling, livestock aggregation and trading, feedlot facilities and a specialised fleet of livestock carrier vessels. WLD is a multi-geography logistics company servicing customers worldwide in an expanding and growing industry with strong macro tailwinds operating from Australia where it has a dominant market position.

NextDC Limited (NXT) II Notes (NXT Bond), the NXT business develops and operates carrier and systems neutral data centres in Australia. NXT is a high margin, capital intensive utility company operating in a fast growing market segment benefitting from the explosion of data usage both domestically and globally. NXT have a number of major global, domestic and government customers underpinning longer term take or pay contracts.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
PORTFOLIO MANAGER'S REPORT

Top 5 Holdings Commentary (continued)

Updater Inc. CDI (UPD) designs and develops application software. The Company offers unique relocation processing and moving related logistics solutions within the USA and is quickly gaining a position of dominance in the US online relocation services market due to its first mover advantage. The platform benefits three distinct user group, movers, real-estate agencies and businesses. UPD was established in 2010 and is headquartered in New York.

GeoOp Limited (GEO:NZX) offers mobile software applications for use on smartphones and tablets to the trade and mobile workforce community in Australia, New Zealand, USA and Europe. GEO develops mobile workflow business management applications for managing, creating, assigning, scheduling, carrying out, invoicing and payments of jobs.

RXP Services Limited (RXP) is an information and communication technology (ICT) professional services company servicing medium to large private and public sector enterprises and agencies in Australia. RXP provides a broad range of management, business and ICT consulting, delivery and support services.



Peter Constable
Portfolio Manager
Ryder Capital Limited

Sydney, 23 February 2016

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Pitcher Partners is an association of independent firms
Melbourne | Sydney | Perth | Adelaide | Brisbane | Newcastle

Auditor's Independence Declaration to the Directors of Ryder Capital Limited

As lead auditor for the review of Ryder Capital Limited for the period from 26 June 2015 (incorporation date) to 31 December 2015, I declare that to the best of my knowledge and belief, there have been:

- a. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Ryder Capital Limited during the period.

Pitcher Partners



Scott Whiddett
Partner

Dated in Sydney, this 23rd day of February 2016

RYDER CAPITAL LIMITED
ABN 74 606 695 854
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

	Note	Period from 26 June 2015 to 31 December 2015 \$
Investment income		
Interest income		242,018
Net unrealised loss on financial assets at fair value through profit or loss		(21,948)
Net foreign exchange realised gain		6,498
		<hr/>
Total investment income		226,568
		<hr/>
Expenses		
Management fees		(129,261)
Performance fees		(47,109)
Other operating expenses		(20,562)
		<hr/>
Total expenses		(196,932)
		<hr/>
Profit for the period before income tax expense		29,636
		<hr/>
Income tax expense		(7,214)
		<hr/>
Profit for the period		22,422
		<hr/>
Other comprehensive income		
Items that will not be reclassified to profit or loss:		
Movement in fair value of long term equity investments, net of tax	5	544,964
		<hr/>
Total comprehensive income for the period		567,386
		<hr/>
Basic earnings per share	3	0.12 cents
		<hr/>
Diluted earnings per share	3	0.12 cents
		<hr/>

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Financial Statements which follow.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

	Note	As at 31 December 2015
Assets		
Current assets		
Cash and cash equivalents		24,290,985
Receivables		175,920
Financial assets held at fair value through profit or loss	2	29,405
Total current assets		<u>24,496,310</u>
Non-current assets		
Long-term equity investments		13,026,881
Deferred tax asset		133,345
Total non-current assets		<u>13,160,226</u>
Total assets		<u>37,656,536</u>
Liabilities		
Current liabilities		
Financial liabilities held at fair value through profit or loss	2	51,353
Payables		174,200
Total current liabilities		<u>225,553</u>
Non-current liabilities		
Deferred tax liability		272,515
Total non-current liabilities		<u>272,515</u>
Total liabilities		<u>498,068</u>
Net assets		<u>37,158,468</u>
Equity		
Issued capital	4	36,591,082
Profits reserve	5	22,422
Asset revaluation reserve	5	538,166
Capital profits reserve	5	6,798
Total equity		<u>37,158,468</u>

*The above Statement of Financial Position should be read in conjunction with
the Notes to the Financial Statements which follow.*

RYDER CAPITAL LIMITED
ABN 74 606 695 854
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

Note	Issued capital \$	Retained earnings \$	Profits reserve	Asset revaluation reserve \$	Capital profit reserve \$	Total equity \$
Balance on date of registration (26 June 2015)	1	-			-	1
Profit for the period	-	22,422		-	-	22,422
Net revaluation of investments	-	-		544,964	-	544,964
Total comprehensive income for the period	-	22,422		544,964	-	567,386
Transactions with owners in their capacity as owners						
Shares and options issued during the period	4 36,828,500	-		-	-	36,828,500
Initial public offering costs, net of deferred tax impact	4 (237,419)	-		-	-	(237,419)
Realised profit on sale of investments, net of tax	5 -	-		(6,798)	6,798	-
Transfer to profits reserve	5 -	(22,422)	22,422	-	-	-
	36,591,081	(22,422)	22,422	(6,798)	6,798	36,591,081
Balance at 31 December 2015	36,591,082	-	22,422	538,166	6,798	37,158,468

The above Statement of Changes in Equity should be read in conjunction with the Notes to the Financial Statements which follow.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

	Period from 26 June 2015 to 31 December 2015 \$
Cash flows from operating activities	
Proceeds from sale of investments	34,711
Payments for purchase of investments	(12,283,072)
Interest received	74,745
Net receipts from foreign exchange transactions	6,498
Management fees paid	(88,573)
Other operating expenses paid	(28,008)
	(12,283,699)
Net cash used in operating activities	(12,283,699)
Cash flows from financing activities	
Proceeds from shares issued under initial public offering	36,828,500
Issue costs	(253,815)
	36,574,685
Net cash provided by financing activities	36,574,685
Net increase in cash held	24,290,985
Cash and cash equivalents at beginning of the financial period	-
Cash and cash equivalents at end of the financial period	24,290,985

*The above Statement of Cash Flows should be read in conjunction with
the Notes to the Financial Statements which follow.*

RYDER CAPITAL LIMITED
ABN 74 606 695 854
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ryder Capital Limited ("the Company") is a publicly listed company, incorporated and domiciled in Australia. The Company was incorporated with the Australian Securities and Investments Commission ("ASIC") on 26 June 2015. These general purpose financial statements are for the period from 26 June 2015 to 31 December 2015. A summary of material accounting policies adopted by the Company in the preparation of the interim financial statements is set out as follows:

(a) Basis of preparation

These interim financial statements for the period ended 31 December 2015 have been prepared in accordance with accounting standard AASB 134 *Interim Financial Reporting*, other authoritative pronouncements of the Australian Accounting Standards Board ("AASB") and the *Corporations Act 2001* in Australia.

The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standard.

These interim financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The interim financial statements are prepared based on an accruals concept, which requires income and expenses to be recorded as earned or incurred and not as received or paid throughout the half-year. It is prepared on the basis of fair value measurement of assets and liabilities except otherwise stated.

Adoption of new and revised accounting standards

The Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current reporting period.

(b) Investments

i) Classification

The Fund's investments are categorised as follows:

- Financial instruments held for trading

Derivative financial instruments such as options and forward contracts are included under this classification. The Fund does not designate any derivatives as hedges in a hedging relationship.

- Long-term equity investments

Long term equity investments comprise holdings in marketable equity securities which are intended to be held for the long term.

ii) Valuation

The Company values listed investments at the last quoted price. The fair value of investments that are not traded in an active market are determined using valuation techniques. These include the use of arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation techniques that provide a reliable estimate of prices obtained in actual market transactions.

Investments are recognised on a trade date basis.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Investments (continued)

iii) Recognition/derecognition

The Company recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or the Company has transferred substantially all risks and rewards of ownership.

iv) Measurement

Financial assets held at fair value through profit or loss (financial instruments held for trading)

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the statement of profit or loss.

Long-term equity investments

Long-term equity investments are recognised initially at cost and the Company has elected to present subsequent changes in the fair value of the investments in the Statement of Other Comprehensive Income after deducting a provision for potential deferred capital gains tax liability as these investments are long term holdings of the Company.

v) Investment income

Dividend income is recognised in profit or loss on the day on which the relevant investment is first quoted on an "ex-dividend" basis.

Interest revenue is recognised as it accrues, taking into account the effective yield on the financial asset.

Realised and unrealised gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are included in profit or loss in the period in which they arise.

vi) Impairment of financial assets

Financial assets, other than those at fair value through profit and loss, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that as a result of one or more events that occurred after the initial recognition of the financial asset the estimated future cash flows of the investment have been impacted.

(vii) Derivatives

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised immediately in profit or loss unless the instrument is designated as a hedging instrument, in which case the recognition of the gain or loss will depend on the nature of the hedge relationship.

(c) Income tax

The charge for current income tax expense is based on the taxable income for the period. It is calculated using the tax rates that have been enacted or substantively enacted at the end of the reporting period.

Deferred tax is accounted for using the liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Income tax (continued)

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Current and deferred taxes are recognised in profit or loss except where they relate to items that may be recognised directly in equity, in which case they are adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed

(d) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

Interest revenue is recognised as it accrues, taking into account the effective yield on the financial asset.

(e) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as being part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as an asset or liability in the statement of financial position.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(f) Earnings per share

i) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial period, adjusted for bonus elements in ordinary shares issued during the period.

ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Potential ordinary shares are anti-dilutive when their conversion to ordinary shares would increase earnings per share or decrease the loss per share from continuing operations. The calculation of diluted earnings per share does not assume conversion, exercise or other issue of potential ordinary shares that would have an anti-dilutive effect on earnings per share.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Dividends

Provisions for dividends payable are recognised in the reporting period in which they are declared, for the entire undistributed amount, regardless of the extent to which they will be paid in cash.

(h) Issued capital

Ordinary and preference shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

(i) New accounting standards and interpretations not yet adopted

Certain new accounting standards and interpretations have been published that are not mandatory for the interim reporting period ending 31 December 2015 and have not been early adopted by the Company. The Company's assessment of the impact of these new standards is that these new standards and interpretations will have no material impact on the financial report of the Company.

2. FAIR VALUE MEASUREMENT

The Company measures and recognises financial assets and liabilities held at fair value through profit or loss on a recurring basis.

The Company has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (Level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

(a) Fair value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and listed equity securities) are based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

2. FAIR VALUE MEASUREMENT (CONTINUED)

(b) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Company would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Company holds. Valuations are therefore adjusted, where appropriate, to allow for additional factors including liquidity risk and counterparty risk.

(c) Recognised fair value measurements

The table below presents the Company's financial assets and liabilities measured and recognised at fair value as at 31 December 2015:

At 31 December 2015	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial assets				
<i>Long-term equity investments</i>				
Listed equities	11,010,961	-	-	11,010,961
Fixed interest	2,015,920	-	-	2,015,920
Total long-term equity investments	13,026,881	-	-	13,026,881
<i>Held for trading assets</i>				
Options	-	29,405	-	29,405
Total held for trading assets	-	29,405	-	29,405
Total financial assets	13,026,881	29,405	-	13,056,286
Financial liabilities				
<i>Held for trading liabilities</i>				
Forward contracts	-	(51,353)	-	(51,353)
Total financial liabilities	-	(51,353)	-	(51,353)

RYDER CAPITAL LIMITED
ABN 74 606 695 854
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

2. FAIR VALUE MEASUREMENT (CONTINUED)

(d) Transfer between levels

Management's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

(e) Fair value of financial instruments not carried at fair value

The carrying value of trade receivables and trade payables are assumed to approximate their fair values.

3. EARNINGS PER SHARE

	Period from 26 June 2015 to 31 December 2015 \$
Basic earnings per share	0.12 cents
Diluted earnings per share	0.12 cents
Earnings used in calculating basic earnings per share	22,422
Earnings used in calculating diluted earnings per share	22,422
Weighted average number of ordinary shares used in the calculation of basic earnings per share	18,414,251
Weighted average number of shares used in the calculation of diluted earnings per share	18,414,251

The weighted average number of shares used as a denominator in calculating basic and diluted earnings per share is based on the weighted average number of shares from 26 June 2015, being the date of incorporation to 31 December 2015. The basic and diluted earnings per share would have been \$0.06 cents per share if calculated from 22 September 2015, as the Company had no earnings up to this date.

4. ISSUED CAPITAL

During the period ended 31 December 2015, the Company concluded its initial public offering in accordance with the Replacement Prospectus dated 12 August 2015. An amount of \$36.8 million was raised through the issue of shares and options, before capital raising transaction costs. A total of \$237,069 (net of any tax effects) of transaction costs which are directly attributable to the issue of ordinary shares and options was recognised as a deduction from equity.

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FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

4. ISSUED CAPITAL (CONTINUED)

	Period from 26 June 2015 to 31 December 2015 \$
(a) Movements in ordinary share capital	
Opening balance	1
36,828,500 ordinary shares issued under the initial public offering	36,828,500
Costs of issued capital, net of tax	(237,419)
Closing balance at 31 December 2015	36,591,082
(b) Options issued	
Opening balance	-
36,828,500 options issued during the period	36,828,500
Closing balance at 31 December 2015	36,828,500

Investors received, for no additional consideration, one initial option for every one share subscribed for, exercisable at \$1.25 on or before 10 December 2018. Upon the exercise of an initial option, the Company will issue holders a secondary option, with each secondary option exercisable at \$1.50 on or before 10 December 2021.

5. RESERVES AND RETAINED PROFITS

	Period from 26 June 2015 to 31 December 2015 \$
(a) Retained earnings	
Balance at the beginning of the period	-
Net profit attributable to members of the Company	22,422
Transfer to profits reserve	(22,422)
Balance at end of financial year	-
(b) Profits reserve	
Balance at the beginning of the period	-
Transfer from retained earnings	22,422
Balance at end of financial year	22,422
(c) Capital profits reserve	
Balance at the beginning of the period	-
Realised profit on sale of investments, net of tax	6,798
Balance at end of financial period	6,798
(d) Asset revaluation reserve	
Balance at the beginning of the period	-
Movement in fair value of long-term equity investments, net of tax	544,964
Realised profit on sale of investments, net of tax transferred to capital profits reserve	(6,798)
Balance at end of financial period	538,166

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6. CONTINGENT LIABILITIES AND COMMITMENTS

As at 31 December 2015, the Company has no contingent liabilities or commitments.

7. SEGMENT INFORMATION

The Company currently engages in investing activities, including cash, term deposits and equity investments. It has no other reportable business or geographic segments.

8. EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the half-year which significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the company in future financial years.

RYDER CAPITAL LIMITED
ABN 74 606 695 854
DIRECTORS' DECLARATION
FOR THE PERIOD FROM 26 JUNE 2015 (DATE OF INCORPORATION) TO 31 DECEMBER 2015

The directors of the Company declare that:

- a) the financial statements and notes set out on pages 8 to 19 are in accordance with the *Corporations Act 2001*, and:
 - i) complying with Australian Accounting Standard AASB134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
 - ii) giving a true and fair view of the financial position of the Company as at 31 December 2015 and of its performance for the period from 26 June 2015 (date of incorporation) to 31 December 2015.
- b) In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors of the Company.



Peter Constable
Chairman
Ryder Capital Limited

Sydney, 23 February 2016

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**Independent Auditor's Review Report
to the members of Ryder Capital Limited
A.B.N. 74 606 695 854**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Ryder Capital Limited ('the Company'), which comprises the statement of financial position as at 31 December 2015, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period 26 June 2015 (incorporation date) to 31 December 2015, a statement of significant accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Ryder Capital Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the applicable independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Ryder Capital Limited is not in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2015 and of its performance for the period from 26 June 2015 (incorporation date) to 31 December 2015; and
- (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



Pitcher Partners



Scott Whiddett

Partner

Dated in Sydney, this 23rd day of February 2016