

MARKET ANNOUNCEMENT

NTA Backing as at 31 August 2019

Bentley Capital Limited (ASX Code: BEL) gives notice that its unaudited after-tax Net Tangible Assets (NTA) Backing as at 31 August 2019 was \$0.0836 per share.

NTA Backing for Period Ending:	% Change	Current Month 31 August 2019	Previous Month 31 July 2019
Pre-Tax NTA Backing per share	-6.16%	\$0.0836	\$0.0891
Post-Tax NTA Backing per share	-6.16%	\$0.0836	\$0.0891
Based on total issued share capital		76,127,918	76,127,918

Bentley's NTA position comprises the following items:

NTA Components:	Current Month 31 August 2019 \$'m	Previous Month 31 July 2019 \$'m
Non-current asset held for sale – Strike Resources Limited	2.42	3.15
Financial assets – Keybridge Capital Limited	2.25	1.76
Managed funds	0.96	0.97
Other ASX-listed securities	0.75	0.75
Cash	0.23	0.18
Net other assets/(liabilities)	(0.25)	(0.04)
Net Tangible Asset	6.36	6.78

Bentley's major securities holdings as at 31 August 2019 were:

Security	ASX Code/ Description	Industry Sector	Value \$'m	% of NTA
Strike Resources Limited	SRK	Materials	2.42	38.0%
Keybridge Capital Limited	KBC	Diversified	2.25	35.4%
Yowie Group Ltd	YOW	Food, Beverage	0.74	11.6%
Managed funds	Unlisted	Diversified	0.96	15.1%
Other listed securities	Various	Various	0.01	0.2%



NOTES:

- (1) With effect on 30 June 2019, the Directors determined to change the accounting treatment/classification of its 20.17% interest (31,700,000 shares) in Keybridge Capital Limited (ASX:KBC) from being an investment in an Associate entity (accounted on an equity accounting basis under AASB 128) to being an investment in Financial Assets at Fair Value through Profit or Loss (accounted at fair value under AASB 9). This decision was made as a consequence of recent developments with respect to the composition of the Keybridge Board (refer Bentley's ASX Announcement dated 22 July 2019: Update on Investment in Keybridge Capital Limited). Refer also Note 8 (Financial Assets at Fair Value through Profit or Loss) on pages 39 and 40 of Bentley's 2019 Full Year Report for further information in this regard.

Bentley notes the following matters:

- Keybridge has been suspended from trading on the ASX since 16 July 2019¹.
- Keybridge's last closing bid price on ASX was \$0.071 as at 15 July 2019 (the day prior to Keybridge's suspension from trading on ASX).

As at 31 August 2019, Bentley's investment in Keybridge had a carrying value of \$0.071 (based on KBC's last bid price on ASX) per share (\$2.25 million).

- (2) Bentley's investment in Strike Resources Limited (ASX:SRK) is regarded as an investment in a Non-Current Asset Held For Sale and is accounted for under Accounting Standard AASB 5. Refer Note 9 (Non-Current Asset Held for Sale) on page 40 of Bentley's 2019 Full Year Report for further information in this regard.

Bentley has accounted for its investment in SRK (52,553,493 shares being 36.16% of SRK's total issued share capital) (31 July 2019: 52,553,493 shares; 36.16%) at a carrying value of \$2.42 million (based on the closing bid price on ASX of 4.6 cents per share) at month end on this basis (31 July 2019: \$3.15 million; 6 cents).

- (3) Units invested in unlisted managed funds are valued at the unit price published by the investment manager as at month end – the unit price reflects the net asset backing of the fund.
- (4) The post-tax NTA Backing per share figure is reported net of provision for tax liabilities on realised and unrealised gains on investments, in accordance with the Company's income tax accounting policy. Refer Note 5 (Tax) on pages 36 to 38 of Bentley's 2019 Full Year Report for further information in this regard.
- (5) Bentley's current accounting policy is to recognise deferred tax assets arising from its carried forward tax losses and its unrealised loss on investments only to the extent of offsetting any deferred tax liabilities arising from its unrealised gains on investments.
- (6) Bentley's current accounting policy uses the first in-first out method of calculating gains or losses on sales of share investments.

¹ Refer Keybridge ASX Announcement dated 16 July 2019: Suspension from Official Quotation