Monash ABSOLUTE INVESTMENT COMPANY

Monash Absolute Investment Company Limited

T: +612 9237 8862
Level 5, 139 Macquarie Street
Sydney NSW 2000 Australia
monashinvestors.com

ASX ANNOUNCEMENT

11 October 2018

Company Announcements Officer
Australian Securities Exchange

MONASH ABSOLUTE INVESTMENT COMPANY LIMITED (ASX: MA1)
Loyalty Option Issue

The Board of Monash Absolute Investment Company Limited (the **Company**) is continuing to address the factors that allow the MA1 stock price to trade at a discount to NTA. An aspect of this discount is the size of the Company. It appears that a market capitalisation above $100m is important in this regard, to many investors. The Board has considered various alternatives for increasing the size of the Company.

The Board has concluded that the fairest opportunity for our shareholders is to issue pro rata bonus options.

As a result, the Company is pleased to announce its intention to issue a pro rata bonus issue of loyalty options. Each option, when exercised, will result in the issue of a second option, as shown below. The Company intends to apply for their quotation, so they may be freely traded. The basic terms proposed follow:

Initial Option
MA1 shares will be ex-entitlement on Thursday 15 November 2018 for shareholders to receive an initial option on a 1 for 1 basis.
Exercise Price: $1.05
Expiry: Friday 15 May 2020

Secondary Option
Upon the exercise of an initial option, a secondary option will be issued.
Exercise Price: $1.15
Expiry: Monday 15 November 2021

All the relevant details of the above option issue shall be set out in a prospectus to be lodged with ASIC and the ASX.

An indicative timetable is provided for shareholders benefit, though dates may be changed at the discretion of the Board, and subject to the ASX.

Announcement of Option offer to ASX	11 October 2018
Lodgment of Prospectus with ASIC and ASX and release of Appendix 3B to ASX	24 October 2018
Notice sent to Option Holders	24 October 2018
Shares quoted on an ex-Bonus Option entitlements basis and Bonus Options quoted on a deferred settlement basis	15 November 2018

Record Date for Bonus Options	16 November 2018
Issue Date	19 November 2018
End of Bonus Options trading on a deferred settlement basis	19 November 2018
Prospectus and Statement sent to Shareholders	20 November 2018
Normal trading in Bonus Options (and exercised, Loyalty Options)	20 November 2018
Bonus Options Expire	15 May 2020
Loyalty Options Expire	15 November 2021

Please note that our AGM will take place on 2 November 2018 at Level 12, 225 George Street, Sydney NSW 2000 and we hope that you are able to attend.

Laura Newell
Company Secretary

For all business development enquiries, please contact
Winston Capital Partners (Acting on behalf of Monash Investors)

Andrew Fairweather	P: +61 401 716 043 Andrew@winstoncapital.com.au
Stephen Robertson	P: +61 418 387 427 stephen@winstoncapital.com.au

For shareholder enquiries, please contact

Boardroom Pty Limited
P: 1300 737 760 (in Australia)
+612 9290 9600 (international)
E: enquiries@boardroomlimited.com.au

For more information about the Company and the strategy, please refer to the Monash Investors website at www.monashinvestors.com. You can also follow us on Livewire here or subscribe to our updates here