



FRONTIER CAPITAL GROUP LIMITED
ACN 145 105 148

Level 2 Hudson House, 131 Macquarie Street, Sydney NSW 2000 Australia

P: +61 2 9251 7177 | F: +61 2 9251 7500

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Company Announcement Office
Australian Securities Exchange Limited

Profit expected to Double on Philippines Casino Expansion to USD11.7m

Highlights:

- **Forecast profit to increase from USD5M to USD11.7M.**
- **Recently announced Casino expansion to drive profit increase**
- **Gaming Facilities to increase**
- **USD5M per annum profit already guaranteed over 5 years**
- **Target to reach USD25m within first 3 full years of operation**

Frontier Capital Group Limited (ASX: FCG) (**Company** or **Frontier Capital** or **FCG**) advises its forecast profit as a result of its aggressive expansion plans for the Casablanca Casino which operates from the Stotsenberg Hotel¹.

Appointed Casino operators Elxcite Gaming and Entertainment Inc (**Elxcite**) have provided the following profit forecasts subject to the planned expansion:

- USD5M profit per annum guarantee for 5 years (USD25M total)
- Target 2016 USD5.0M / AUD7.0M
- Target 2017 USD7.9M / AUD11.2M
- Target 2018 USD11.7M / AUD16.5M

The expansion will result in an increase of Gaming Tables to 47, Slot Machines to 250. With the expected increase of patrons through the Stotsenberg property as a result of the AUD450M passenger terminal expansion at Clark International Airport, the company will be well positioned to capitalise on this.

Frontier Capital COO Ken Wong commented, "The Company fully understands the significant upside potential of its planned expansion and with a forecast profit of USD11.7M for 2018, we expect a positive re-rating of our share price and market capitalisation".

For further information please contact:

Henry Kinstlinger
Frontier Capital Group Limited

Telephone: +61 2 9251 7177

¹ The Acquisition of Stotsenberg Leisure Park & Hotel Corporation (ASX: 6/11/2015) will constitute a change to the nature or scale of Frontier Capital's activities and in accordance with the Listing Rules of the ASX will be considered by shareholders at a general meeting, proposed to be held before the end of this year.

Should shareholders approve the acquisition, FCG will be required to re-comply with chapters 1 and 2 of the ASX listing rules and this will be required before the completion of the Acquisition.

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Forward Looking Statements

Statements contained in this announcement, particularly those regarding possible or assumed future performance, costs, dividends, production levels or rates, prices, resources, reserves or potential growth of FCG, industry growth or other trend projections are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties.

Actual events and results may differ materially from those expressed or forecasted in forward-looking statements due to a number of factors. The principal important risk factors that could cause FCG's actual performance and future events and actions to differ materially from such forward-looking statements, include, but are not limited to, continuing volatility in the capital or credit markets and other changes in the securities and capital markets, changes in market prices of FCG's investments, the occurrence of one or more catastrophic events, such as an earthquake, hurricane, or act of terrorism, changes in laws or regulations, changes in income tax laws, and changes in general economic and market factors that affect the prices of securities or the industries in which it does business.

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