

ASX Announcement
31 August 2020

FY20 full year results

Highlights

- **Assets Under Management up 320% on prior year to A\$105m**
- **Revenue for the year end 30 June 2020 up 626% on prior year to \$2.979m**
- **Underlying net loss decreased to \$0.513m (June 20) vs prior year loss of \$2.542m (June 19)**
- **Net Assets of the company improved 29% on prior year to \$7.502m**
- **SQ Property Opportunities Fund to launch this week**

Auctus Investment Group Limited (“Auctus”) has announced an underlying net loss of \$513k for the 12 months to 30 June 2020. This result is a significant improvement on the previous years underlying net loss of over \$2.5m. The reported statutory loss for FY20 of \$3.286m was inclusive of a number of non-cash items as outlined below.

Results summary	\$ FY20	\$ FY19
Revenue from continuing operations	2,979,020	410,589
Loss after income tax from continuing operations	(3,286,116)	(3,095,017)
Add:		
Share of profits/(losses) of associates accounted for using the equity method	312,687	(39,647)
Add:		
Share based payments expense	2,343,854	531,127
Add:		
Depreciation and amortisation	116,528	60,827
Underlying net loss after tax	(513,047)	(2,542,710)

Auctus had a strong year, growing Assets Under Management (‘AUM’) and improving revenue significantly. The result was particularly pleasing, given the macro-economic environment and general impact of COVID-19.

The Auctus team have worked tirelessly throughout the period to establish an extremely solid foundation for the business going forward. Share based payments during the financial year, which are non-cash in nature, were to reward and align the Auctus team with shareholders and investors.

Post balance date in August 2020, Auctus further strengthened its balance sheet via a \$4m placement to sophisticated investors. In addition, we have launched a \$800k share purchase plan to enable all shareholders to increase their investment should they wish to do so. The placement resulted in demand from new and existing sophisticated investors and two new substantial holders.

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These funds will allow continued investment in the existing business and partnerships, as well as exploring expansion opportunities across our stated areas of focus being private equity, infrastructure and private real estate.

SQ Property Opportunities Fund Launch

As announced to the ASX on 13 July 2020, Auctus signed a joint venture agreement with Student Quarters, LLC to launch a multi-asset student housing fund. We are pleased to advise that this fund has now passed trustee approval and will be launched this week. The asset class has held up extremely well in the current climate and we expect significant demand from HNW, family office and wholesale investors.

In addition to launching the fund domestically in Australia, the JV gives Auctus exclusivity across the Asia-Pacific region. As such, we have sounded out numerous wholesale investors as to the possible demand from Asia, to date the feedback has been extremely positive. As a result, Auctus will look to establish a unit trust in Asia for the SQ Property Opportunities Fund to provide additional scale.

Auctus would like to take this opportunity to thank our shareholders for their solid support over the 2020 Financial Year. We look forward to FY21 being a rewarding one as we continue to grow the business.

-Ends

This announcement has been authorised for release by the Board of AVC.

For shareholder enquires please contact:

Campbell McComb
Managing Director

enquiries@auctusinvest.com

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