

Eildon Capital Limited
ACN 059 092 198

NOTICE OF ANNUAL GENERAL MEETING

Date: Monday, 26 November 2018

Time: 2:00pm (Sydney time)

Place: Level 37 Gateway, 1 Macquarie Place, Sydney, New South Wales, 2000, Australia

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NOTE: Capitalised terms used in this document are defined in the Glossary (Section 3).

Key dates

Due date for lodgement of Proxy Forms	2:00pm (Sydney time) on 24 November 2018
Record date	7:00pm (Sydney time) on 24 November 2018
Annual General Meeting	2:00pm (Sydney time) on 26 November 2018

NOTE: The above timetable is indicative only. The Company may vary any of the above dates subject to the Corporations Act, the ASX Listing Rules and any other applicable law.

Important information

The Notice of Meeting is dated 26 October 2018.

A copy of this Notice of Meeting has been lodged with ASX. ASX does not take any responsibility for the contents of this Notice of Meeting.

This Notice of Meeting does not take into account the individual investment objectives, financial situation or particular needs of any person. Shareholders should seek professional advice from a licensed financial adviser, accountant, stockbroker, lawyer or other professional adviser before deciding whether or not to approve the Resolutions set out in the Notice of Meeting.

Financial amounts in this Notice of Meeting are expressed in Australian dollars unless otherwise stated.

This Notice of Meeting is governed by the law in force in New South Wales, Australia.

Corporate directory

Directors

Mr James Davies (Chairperson)
Mr Mark Avery
Mr Alexander Beard
Ms Michelle Harpur

Company Secretary

Mr John Hunter

Registered office

Level 25, 360 Collins Street
MELBOURNE VIC 3000
Australia

Website

<http://www.eildonfunds.com/>

Share registry

Computershare Investor Services Pty Limited
Level 4, 60 Carrington Street
SYDNEY NSW 2000
Australia
Telephone: 1300 787 272

Enquiries

If you have any queries about the matters set out in this Notice of Meeting, please contact John Hunter, Company Secretary, on +61 2 9087 8000 during business hours.

1 Notice of Annual General Meeting

Notice is hereby given that the Annual General Meeting of the Shareholders of Eildon Capital Limited (**Company** or **EDC**) will be held at Level 37 Gateway, 1 Macquarie Place, Sydney, New South Wales, 2000, Australia on Monday, 26 November 2018 at 2:00pm (Sydney time) for the purpose of transacting the business set out in this Notice of Meeting.

ORDINARY BUSINESS

1 Financial Reports

To receive the financial statements, directors' report and auditor's report for the Company and its controlled entities for the financial period from 1 July 2017 to 30 June 2018.

Note: The Financial Reports are contained in the Annual Report, which is available on the Company's website at <http://www.eildonfunds.com/>. There is no requirement for Shareholders to approve these Financial Reports. The Financial Reports will be laid before the Meeting and, at the Meeting, the Chairperson will allow a reasonable opportunity for Shareholders to ask questions about, or make comments on, the operations and management of the Company, and for Shareholders to ask the auditor questions about the conduct of the audit and content of the auditor's report. Shareholders may also submit questions in writing before the Meeting. The list of any such questions will be presented at the Meeting for discussion and responses.

2 Remuneration Report

To adopt the Company's remuneration report for the financial period from 1 July 2017 to 30 June 2018.

Note: The Remuneration Report is set out on pages 9 to 11 of the Annual Report and contains details of the Company's policy for determining the remuneration for its Directors and senior executives. It includes information on the methodology adopted and the elements of remuneration which are fixed and those which are related to performance. At the Meeting, the Chairperson will allow a reasonable opportunity for Shareholders to ask questions about, or make comments on, the Remuneration Report. This Resolution is advisory only and does not bind the Company or the Directors.

3 Election of a Director – Ms Michelle Harpur

To consider and, if thought fit, pass the following Resolution as an ordinary resolution:

"To elect, as a director of the Company, Ms Michelle Harpur, who retires in accordance with the Company's Constitution and offers herself for re-election."

Note: Ms Harpur was appointed as a Director on 18 October 2016. Relevant information about Ms Harpur is set out on page 8 of the Annual Report. The Board (other than Ms Harpur) considers that Ms Harpur is an independent Director of the Board, supports the re-election of Ms Harpur and recommends that Shareholders vote in favour of this Resolution. Other than as Shareholders of the Company, none of the Directors (other than Ms Harpur) has an interest in the outcome of this Resolution.

SPECIAL BUSINESS

4 Enhanced Placement Capacity

To consider and, if thought fit, pass the following Resolution as a special resolution:

"To approve, pursuant to and in accordance with ASX Listing Rule 7.1A and for all other purposes, the issue, on one or more occasions, of such number of Shares that is cumulatively equal to up to 10% of the issued capital of the Company, at the time of the issue, calculated in accordance with

the formula prescribed in ASX Listing Rule 7.1A.2, at a price determined in accordance with ASX Listing Rule 7.1A.3 and on the terms and conditions in the explanatory notes accompanying the Notice of Meeting (**Explanatory Notes**)."

5 Share Buyback Program

To consider and, if thought fit, pass the following Resolution as an ordinary resolution:

"To approve the acquisition, by means of an on-market buyback, of up to 10,000,000 Shares on the terms set out in the explanatory notes accompanying the Notice of Meeting."

By order of the Board

John Hunter
Company Secretary
26 October 2018

1.1 Voting exclusion statements

(a) Agenda Item 2 – Remuneration Report

In accordance with the Corporations Act, the Company will disregard any votes cast in respect of the Agenda Item 2 Resolution (Remuneration Report):

- (i) by or on behalf of a member of a key management personnel of the Company whose remuneration is disclosed in the Remuneration Report and a closely related party of such key management personnel; and
- (ii) by a proxy who is a member or a closely related party of a key management personnel of the Company.

However, the Company need not disregard a vote if:

- (i) it is cast by a person (including the key management personnel or their closely related parties) as proxy for a person who is entitled to vote, in accordance with the directions on the proxy form; or
- (ii) it is cast by a person chairing the Meeting as proxy for a person who is entitled to vote, where the proxy form does not specify the way the proxy is to vote on the Agenda Item 2 Resolution but expressly authorises the person chairing the Meeting to exercise the proxy even if Agenda Item 2 is connected directly or indirectly with the remuneration of a member of the key management personnel of the Company.

(b) Agenda Item 4 – Enhanced Placement Capacity

In accordance with ASX Listing Rule 14.11, the Company will disregard any votes cast in favour in respect of the Agenda Item 4 Resolution (Enhanced Placement Capacity) by:

- (i) a person who may participate in the issue of Shares pursuant to the Enhanced Placement Capacity and a person who might obtain a benefit, except a benefit solely in the capacity of a holder of Shares, if the Agenda Item 4 Resolution is passed; and
- (ii) any associates of any of those persons.

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However, the Company need not disregard a vote if:

- (i) it is cast by a person as proxy for a person who is entitled to vote, in accordance with the directions on the proxy form; or
 - (ii) it is cast by a person chairing the Meeting as proxy for a person who is entitled to vote, in accordance with a direction on the proxy form to vote as the proxy decides.
- (c) Key management personnel and closely related parties

For the purposes of these voting exclusions, "key management personnel" are the Directors of the Company and those other persons having authority and responsibility for planning, directing and controlling the activities of the Company, either directly or indirectly. The Company's Remuneration Report identifies the Company's key management personnel. "Closely related parties" of key management personnel are defined in the Corporations Act, and include certain of their family members, dependants and companies they control.

1.2 **Chairperson's voting intentions**

The Chairperson intends to vote undirected proxies on, and in favour of, all the proposed Resolutions. If there is a change to how the Chairperson intends to vote undirected proxies, the Company will make an announcement to the market.

1.3 **Voting entitlement**

Any person registered as a Shareholder on the Register at 7:00pm (Sydney time) on 24 November 2018 is entitled to attend and vote at the Meeting.

Registrable transmission applications or transfers registered after the time specified above will be disregarded in determining entitlements to vote at the Meeting.

In the case of Shares held by joint holders, only one of the joint Shareholders is entitled to vote. If more than one Shareholder votes in respect of jointly held Shares, only the vote of the Shareholder whose name appears first in the Register will be counted.

Each Shareholder may vote by attending the Meeting in person or by proxy, attorney or, in the case of a corporation which is a Shareholder, by corporate representative.

1.4 **Voting in person**

Any Shareholder entitled to attend and vote at the Meeting who wishes to attend and vote at the Meeting in person will be admitted to the Meeting and given a voting card upon disclosure of their name and address at the point of entry to the Meeting.

1.5 **Voting by proxy**

Any Shareholder entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of the Shareholder.

A proxy need not be a Shareholder.

If a Shareholder is entitled to cast 2 or more votes at the Meeting, that Shareholder may appoint 2 proxies. Where 2 proxies are appointed, each proxy may be appointed to represent a specified proportion or number of the Shareholder's voting rights. If the Shareholder does not specify the proportion or number of the Shareholder's voting rights that each proxy is to represent, each proxy will be entitled to exercise half the Shareholder's votes.

A Proxy Form for the Meeting is enclosed. In order to be valid, a properly complete the Proxy Form must be lodged in any of the following ways:

- (a) By mail to: GPO Box 2975, Melbourne, Victoria, 3001, Australia
- (b) By fax to: +61 3 9473 2500

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- (c) Online:
- (i) You can appoint a proxy online and submit your voting instructions (if any) by visiting www.investorvote.com.au and following the instructions on the website. To use this online facility, you will need your Shareholder Reference Number (SRN) or Holder Identification Number (HIN), postcode and the six digit PIN shown on your Proxy Form. If you lodge an online proxy appointment in accordance with the instructions, you will be taken to have signed or authorised the Proxy Form.
 - (ii) Custodians and nominees with access to Intermediary Online can appoint a proxy online and submit their voting instructions (if any) at www.intermediaryonline.com.

To be valid, your completed Proxy Form must be received by 2:00pm (Sydney time) on 24 November 2018.

Please note that post only reaches the above address on Business Days in Sydney, Australia. A proxy will be admitted to the Meeting and given a voting card upon providing written evidence of their name and address at the point of entry to the Meeting. The return of a completed Proxy Form will not preclude a Shareholder from attending in person and voting at the Meeting.

1.6 **Voting by attorney**

An attorney of any Shareholder entitled to attend and vote at the Meeting may attend the Meeting, and vote on that Shareholder's behalf.

If a Shareholder wishes to vote by attorney at the Meeting, that Shareholder must, if they have not already done so, deliver the original, or a certified copy, of the power of attorney by the methods specified in Section 1.5 so that it is received before the Meeting commences or, alternatively, ensure the power of attorney is brought to the Meeting and presented at the point of entry to the Meeting.

A Shareholder's attorney will be admitted to the Meeting and given a voting card upon providing written evidence of their appointment, their name and address and the identity of their appointer (i.e. the Shareholder) at the point of entry to the Meeting.

1.7 **Voting by corporate representative**

A corporation that is a Shareholder must appoint a person to act as its representative to vote at the Meeting (if it does not wish to vote by proxy or attorney). The appointment must comply with the Corporations Act. An authorised corporate representative will be admitted to the Meeting and given a voting card upon providing written evidence of their appointment including any authority under which it is signed, their name and address and the identity of their appointer (i.e. the Shareholder) at the point of entry to the Meeting.

2 Explanatory Notes

These explanatory notes have been prepared for the information of Shareholders in connection with the business to be transacted at the Meeting.

2.1 Agenda Item 4 – Enhanced Placement Capacity

(a) ASX Listing Rule 7.1A

ASX Listing Rule 7.1A enables eligible entities to issue shares up to 10% of their issued share capital through placements over a 12 month period after the annual general meeting (**Enhanced Placement Capacity**). This Enhanced Placement Capacity is in addition to the eligible entity's 15% placement capacity under ASX Listing Rule 7.1.

The Company is an eligible entity for the purposes of ASX Listing Rule 7.1A. The Company has a market capitalisation of less than A\$300 million and is not included in the S&P ASX 300 Index.

The Agenda Item 4 Resolution is a special resolution and therefore requires approval of 75% of the votes cast by Shareholders present and eligible to vote (in person, by proxy, by attorney or, in the case of a corporate Shareholder, by a corporate representative).

If approved, the effect of this Resolution will be to allow the Company to issue Shares under ASX Listing Rule 7.1A during the Enhanced Placement Period (defined in Section 2.1(d) below) in addition to the Company's 15% placement capacity under ASX Listing Rule 7.1 (**15% Placement Capacity**).

(b) Calculation of the Enhanced Placement Capacity

The exact number of Shares to be issued under the Enhanced Placement Capacity will be determined in accordance with the formula prescribed in ASX Listing Rule 7.1A.2, which is reproduced below:

$$(A \times D) - E$$

A = Has the same meaning as in rule 7.1.

D = 10%

E = The number of *equity securities issued or agreed to be issued under rule 7.1A.2 in the 12 months before the *issue date or date of agreement to issue that are *not* issued with the approval of holders of *ordinary securities under rule 7.1 or 7.4.

At the date of this Notice of Meeting, the Company has on issue 46,041,025 Shares and therefore has a capacity to issue:

- (i) 6,906,153 Shares under the 15% Placement Capacity; and
- (ii) subject to Shareholder approval under this Resolution, 4,604,102 Shares under the Enhanced Placement Capacity.

The actual number of Shares that the Company will have capacity to issue under the Enhanced Placement Capacity will be calculated at the date of issue of the Shares in accordance with the formula prescribed in ASX Listing Rule 7.1A.2.

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(c) Minimum issue price

The issue price of Shares issued under the Enhanced Placement Capacity will not be less than 75% of the volume weighted average price of shares in the same class calculated over the 15 trading days on which trades in that class were recorded immediately before:

- (i) the date on which the price at which the Shares are to be issued is agreed; or
- (ii) if the Shares are not issued within 5 trading days of the date in Section 2.1(c)(i) above, the date on which the Shares are issued.

(d) Enhanced Placement Period

Shareholder approval of the Enhanced Placement Capacity is valid, and Shares will only be issued under the Enhanced Placement Capacity, from the date of the annual general meeting at which the approval is obtained and expires on the earlier to occur of:

- (i) the date that is 12 months after the date of the annual general meeting at which the approval is obtained; or
- (ii) the date of the approval by Shareholders of a transaction under ASX Listing Rule 11.1.2 (a significant change to the nature or scale of activities) or ASX Listing Rule 11.2 (disposal of main undertaking),

(Enhanced Placement Period).

Accordingly, if this Resolution is passed, the Company's Enhanced Placement Period commences on 26 November 2018 (being the date of the Meeting) and ends on 26 November 2019.

(e) Dilution of existing shareholders

(i) *Dilution risks*

If this Resolution is approved by Shareholders and the Company issues Shares under the Enhanced Placement Capacity, the voting power of existing Shareholders in the Company will be diluted as shown in the table in Section 2.1(e)(iii).

(ii) *Economic risks*

(A) There is a risk that:

- (I) the market price of the Shares may be significantly lower on the date of the issue of the Shares than on the date of the Meeting; and
- (II) the Shares may be issued at a price that is at a discount to the market price of the Shares on the issue date;

(B) If Shares are issued at a discount to the net tangible asset value per Share (**NTA**) there may be a negative impact on NTA.

(iii) *Potential dilution of existing Shareholders*

The table below shows the dilution of existing Shareholders on the basis of the current market price of Shares and the current number of Shares for variable "A" calculated in accordance with the formula in ASX Listing Rule 7.1.2 as at the date of this Notice of Meeting. The table also shows:

- (A) two examples where variable "A" has increased, by 50% and 100%. Variable "A" is based on the number of Shares the Company has on issue. The number of Shares on issue may increase as a result of issues of Shares that do not require Shareholder approval, or future specific

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placements under ASX Listing Rule 7.1 that are approved at future meetings of Shareholders; and

- (B) two examples of where the issue price of Shares has decreased by 50% and increased by 100% as against the current market price.

Variable 'A' in ASX Listing Rule 7.1A.2		Dilution		
		A\$0.50 50% decrease in issue price	A\$1.00 Issue price	A\$2.00 100% increase in issue price
Current variable A 46,041,025 Shares	10% voting dilution	4,604,102 Shares	4,604,102 Shares	4,604,102 Shares
	Funds raised	A\$2,302,051	A\$4,604,102	A\$9,208,204
50% increase in current variable A 69,061,537 Shares	10% voting dilution	6,906,153 Shares	6,906,153 Shares	6,906,153 Shares
	Funds raised	A\$3,453,076.50	A\$6,906,153	A\$13,812,306
100% increase in current variable A 92,082,050 Shares	10% voting dilution	9,208,205 Shares	9,208,205 Shares	9,208,205 Shares
	Funds raised	A\$4,604,102.50	A\$9,208,205	A\$18,416,410

Note: The table has been prepared on the following assumptions:

- The Company issues the maximum number of Shares available under the Enhanced Placement Capacity.
- The 10% voting dilution reflects the aggregate percentage dilution against the issued share capital at the time of issue. This is why the voting dilution is shown in each example as 10%.
- The table does not show an example of dilution that may be caused to a particular Shareholder by reason of placements under the Enhanced Placement Capacity, based on that Shareholder's holding at the date of the Meeting.
- The table shows only the effect of issues of Shares under ASX Listing Rule 7.1A, not under the 15% Placement Capacity under ASX Listing Rule 7.1.
- The issue price is A\$1.00 per Share, being the closing price of the Shares on ASX on 15 October 2018.

(f) Specific information required by ASX Listing Rule 7.3A

Pursuant to and in accordance with ASX Listing Rule 7.3A, information is provided in relation to the approval of the Enhanced Placement Capacity as follows:

- (i) The Company may issue Shares under the Enhanced Placement Capacity in order to provide additional funding to support the Company's activities, to strengthen the Company's balance sheet, for investment activities providing further portfolio diversification and/or to fund general working capital. Shares may be issued for non-cash consideration. Where the Company issues securities for non-cash consideration, the Company will provide a valuation of the non-cash consideration as required by ASX Listing Rule 7.1A.3.

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- (ii) The Company's allocation policy is dependent on the prevailing market conditions at the time of any proposed issue pursuant to the Enhanced Placement Capacity. The identity of the allottees of Shares will be determined on a case-by-case basis having regard to factors including but not limited to the following:
- (A) the methods of raising funds that are available to the Company, including but not limited to, rights issue or other issue in which existing Shareholders can participate;
 - (B) the effect of the issue of the Shares on the control of the Company;
 - (C) the financial situation and solvency of the Company; and
 - (D) advice from its professional advisers, including corporate, financial and broking advisers (if applicable).
- (iii) The allottees under the Enhanced Placement Capacity have not been determined as at the date of this Notice of Meeting but may include existing substantial Shareholders and/or new Shareholders who are not related parties or associates of a related party of the Company.
- (iv) The Company previously sought Shareholder approval under ASX Listing Rule 7.1A at its 2017 annual general meeting.
- (v) In accordance with ASX Listing Rule 7.3A.6, the details of the Company's equity securities issued in the 12 months preceding the date of the Meeting are set out in the following tables:

Number of equity securities issued in twelve months preceding the date of the Meeting, being 26 November 2017*	The number of issued equity securities as a percentage of equity securities on issue as at 26 November 2017*
11,298,136 Shares*	32.52%

Date of issue	Number of equity securities issued *	Class of equity securities issued	Names of persons to whom the Company issued equity securities or basis on which those persons were determined	Issue price and discount (if any) on closing market price on date of issue	Total cash consideration, the amount of cash that has been spent, what it was spent on and intended use for remaining cash (if any)	Total non-cash consideration and current value of non-cash consideration
14 December 2017	1,039,939	Fully paid ordinary shares	Issue of Shares to applicants under the share purchase plan announced by the Company on 15 November 2017	\$1.05 (\$0.015 discount)	\$1,091,935.95 spent on investment activities and general working capital	N/A
11 January 2018	10,227,495	Fully paid ordinary shares	Issue of Shares to institutional and sophisticated investors under the	\$1.05 (\$0.02 discount)	\$10,738,869.75 spent on investment activities and general working capital	N/A

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Date of issue	Number of equity securities issued *	Class of equity securities issued	Names of persons to whom the Company issued equity securities <u>or</u> basis on which those persons were determined	Issue price and discount (if any) on closing market price on date of issue	Total cash consideration, the amount of cash that has been spent, what it was spent on and intended use for remaining cash (if any)	Total non-cash consideration and current value of non-cash consideration
			placement announced by the Company on 15 November 2017			
24 April 2018	9,756	Fully paid ordinary shares	Issue of Shares to eligible holders under the Company's dividend reinvestment plan	\$0.99 (no discount)	N/A	\$9,658.44 (current value as at 15 October 2018 is \$9,756)
24 July 2018	20,946	Fully paid ordinary shares	Issue of Shares to eligible holders under the Company's dividend reinvestment plan	\$0.9849 (no discount)	N/A	\$20,629.72 (current value as at 15 October 2018 is \$20,946)

* *The number of equity securities issued in the 12 months preceding the date of the Meeting is current as at 18 October 2018 and does not detail any equity securities that may be issued or cancelled by the Company between 18 October 2018 and the date of the Meeting on 26 November 2018, including any equity securities issued or cancelled as a result of any issue, lapsing, vesting or exercise of vested options by holders.*

(vi) A voting exclusion statement is included in this Notice of Meeting. As at the date of this Notice of Meeting, the Company has not approached any particular existing Shareholder or security holder or an identifiable class of existing security holder to participate in the issue of the Shares under the Enhanced Placement Capacity. Therefore, no existing Shareholder's votes will be excluded under the voting exclusion in the Notice of Meeting.

(g) Directors' recommendation

The Directors of the Company believe that the transactions contemplated by this Resolution are in the best interests of the Company and unanimously recommend that Shareholders vote in favour of this Resolution. Other than as Shareholders of the Company, none of the Directors has an interest in the outcome of this Resolution.

2.2 **Agenda Item 5 – Share Buyback Program**

(a) Background

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The Company is seeking authority to implement an on-market buyback of up to 10,000,000 Shares in the manner outlined in this Section 2.2 (**Share Buyback Program**)

The Corporations Act authorises a listed company to buyback its own shares on market if the buyback does not materially prejudice the company's ability to pay its creditors and it follows the procedures set out in the Corporations Act.

Shareholder approval is required if all of the shares bought back in the last 12 months, and the shares that will be bought back if the proposed buyback is made, is in aggregate more than 10% of the minimum number of shares on issue at any time during the last 12 months. The limit after which a company requires shareholder approval for a buyback is called the **10/12 limit**.

At the date of this Notice of Meeting, the Company is able to acquire 4,604,102 Shares without Shareholder approval. The Company wishes to be able to buy back a total of 10,000,000 Shares on market, which is 5,395,898 more Shares than it is permitted to do under the 10/12 limit, and accordingly seeks Shareholder approval for the Share Buyback Program.

(b) Reasons for the Share Buyback Program

The Share Buyback Program offers an opportunity:

- (i) to return capital to Shareholders, as would be contemplated by a closed end fund; and
- (ii) to better match recurrent earnings with capital employed.

It is also an efficient use of capital when Shares trade at a discount to inherent net asset value of the Company. The 10 day volume weighted average price (**VWAP**) of the Shares for the period expiring on 15 October 2018 trades at a 5.2% discount to the Company's dividend adjusted reported net asset value (as at 31 August 2018).

(c) Details of the Share Buyback Program

The key details of the proposed Share Buyback Program are as follows:

- (i) **Price range:** The Company will, in its discretion, offer to buy back Shares on market at a price determined by the Company subject to the ASX Listing Rules. The ASX Listing Rules impose a moving cap on the price the Company may pay for the Shares of 5% above the average market price per Share for the 5 days on which trades were recorded before the day on which the purchase under the buyback was made.
- (ii) **Maximum number of Shares:** The maximum number of Shares to be bought back is 10,000,000 Shares. The maximum number of Shares to be bought back represents approximately 21.7% of the Company's total issued share capital of 46,041,025 Shares at the date of this Notice of Meeting.

(d) Advantages of the Share Buyback Program

The key advantages of the Share Buyback Program are as follows:

- (i) It will provide liquidity to the Shares. There is a limited market for the Shares on ASX. The Share Buyback Program gives Shareholders an increased ability to exit their investment in the Company should they wish to do so;
- (ii) It allows for an efficient use of surplus capital in a market where finding suitable investments is proving difficult; and
- (iii) It will provide increased price competition for Shares.

(e) Disadvantage of the Share Buyback Program

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The key disadvantage of the Share Buyback Program is that it reduces the cash balance of the Company. If the maximum number of Shares is bought back by the Company, the Company's cash balance would be reduced by approximately A\$10,000,000 (using the 15 October 2018 closing share price of A\$1.00 as an indication of the average price at which Shares may be bought back). The cash balance of EDC as at 30 June 2018 totalled A\$10,209,431. This cash balance does not reflect investments made and realised subsequent to 30 June 2018.

(f) Funding for the Share Buyback Program

The Share Buyback Program will be funded from the Company's cash reserves. The Directors do not believe that the Share Buyback Program will materially prejudice the Company's ability to pay its creditors.

(g) Effect of the Share Buyback Program on the capital structure of the Company

The Directors do not anticipate that the Share Buyback Program will have any material effect on the ownership spread of Shares or result in any party gaining control of the Company.

(h) Consequence if this Resolution is not passed

If this Resolution is not passed, the Company intends to buyback on market the maximum number of Shares permitted under the 10/12 limit without Shareholder approval.

(i) Directors' recommendation

The Directors unanimously recommend that Shareholders vote in favour of this Resolution. Other than as Shareholders of the Company, none of the Directors has an interest in the outcome of this Resolution.

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3 Glossary

In this Notice of Meeting, unless the context or subject matter otherwise requires:

15% Placement Capacity	has the meaning given to that term in Section 2.1(a).
Agenda Item	means an agenda item set out in Section 1.
Annual Report	means the Company's annual report for the Financial Period.
ASX	means ASX Limited (ABN 98 008 624 691) or the financial market operated by it.
ASX Listing Rules	means the official listing rules of ASX and any other rules of ASX which are applicable while the Company is admitted to the official list of ASX, as amended or replaced from time to time, except to the extent of any express written waiver by ASX.
Board	means the board of Directors.
Business Day	has the meaning given to that term in the ASX Listing Rules.
Chairperson	means the chairperson of the Board.
closely related parties	has the meaning given to that term in the Corporations Act.
Company or EDC	means Eildon Capital Limited (ACN 059 092 198).
Company Secretary	means the company secretary of the Company.
Corporations Act	means <i>Corporations Act 2001</i> (Cth) as amended or replaced from time to time.
Director	means a director of the Company.
Enhanced Placement Capacity	has the meaning given to that term in Section 2.1(a).
Enhanced Placement Period	has the meaning given to that term in Section 2.1(d).
Financial Period	means 1 July 2017 to 30 June 2018.
Financial Reports	means the financial statements, directors' report and auditor's report for the Company and its controlled entities for the Financial Period.
key management personnel	means the key management personnel nominated in the Remuneration Report included in the Annual Report.
Meeting	The general meeting of the Company to be held at the time and place specified in this Notice of Meeting.
Notice of Meeting	means this document, comprising the notice of annual general meeting, the explanatory notes and all annexures.
NTA	has the meaning given to that term in Section 2.1(e)(ii)(B).
Proxy Form	means the proxy forms accompanying this Notice of Meeting.
Register	means the register of members of the Company.
Remuneration Report	means the Company's remuneration report for the Financial Period, as set out in the Annual Report.
Resolutions	means the resolutions proposed at the Meeting, as set out in the Notice of Meeting.
Section	means a section of this Notice of Meeting.
Share	means a fully paid ordinary share in the capital of the Company.
Share Buyback Program	has the meaning given to that term in Section 2.2(a).
Shareholder	means a person who is registered in the Register as a holder of Shares from time to time.


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Sydney time	means the time in Sydney, Australia.
VWAP	has the meaning given to that term in Section 2.2(b).

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EDC
MR SAM SAMPLE
FLAT 123
123 SAMPLE STREET
THE SAMPLE HILL
SAMPLE ESTATE
SAMPLEVILLE VIC 3030

Lodge your vote:

 **Online:**
www.investorvote.com.au

 **By Mail:**
Computershare Investor Services Pty Limited
GPO Box 242 Melbourne
Victoria 3001 Australia

Alternatively you can fax your form to
(within Australia) 1800 783 447
(outside Australia) +61 3 9473 2555

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(within Australia) 1300 850 505
(outside Australia) +61 3 9415 4000

Proxy Form

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Vote and view the annual report online

- Go to www.investorvote.com.au or scan the QR Code with your mobile device.
- Follow the instructions on the secure website to vote.



Your access information that you will need to vote:

Control Number: 999999

SRN/HIN: I9999999999 PIN: 99999

PLEASE NOTE: For security reasons it is important that you keep your SRN/HIN confidential.

 **For your vote to be effective it must be received by 2:00pm (Sydney Time) Saturday 24 November 2018**

How to Vote on Items of Business

All your securities will be voted in accordance with your directions.

Appointment of Proxy

Voting 100% of your holding: Direct your proxy how to vote by marking one of the boxes opposite each item of business. If you do not mark a box your proxy may vote or abstain as they choose (to the extent permitted by law). If you mark more than one box on an item your vote will be invalid on that item.

Voting a portion of your holding: Indicate a portion of your voting rights by inserting the percentage or number of securities you wish to vote in the For, Against or Abstain box or boxes. The sum of the votes cast must not exceed your voting entitlement or 100%.

Appointing a second proxy: You are entitled to appoint up to two proxies to attend the meeting and vote on a poll. If you appoint two proxies you must specify the percentage of votes or number of securities for each proxy, otherwise each proxy may exercise half of the votes. When appointing a second proxy write both names and the percentage of votes or number of securities for each in Step 1 overleaf.

A proxy need not be a securityholder of the Company.

Signing Instructions for Postal Forms

Individual: Where the holding is in one name, the securityholder must sign.

Joint Holding: Where the holding is in more than one name, all of the securityholders should sign.

Power of Attorney: If you have not already lodged the Power of Attorney with the registry, please attach a certified photocopy of the Power of Attorney to this form when you return it.

Companies: Where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the company (pursuant to section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please sign in the appropriate place to indicate the office held. Delete titles as applicable.

Attending the Meeting

Bring this form to assist registration. If a representative of a corporate securityholder or proxy is to attend the meeting you will need to provide the appropriate "Certificate of Appointment of Corporate Representative" prior to admission. A form of the certificate may be obtained from Computershare or online at www.investorcentre.com under the help tab, "Printable Forms".

Comments & Questions: If you have any comments or questions for the company, please write them on a separate sheet of paper and return with this form.

**GO ONLINE TO VOTE,
or turn over to complete the form** →

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MR SAM SAMPLE
FLAT 123
123 SAMPLE STREET
THE SAMPLE HILL
SAMPLE ESTATE
SAMPLEVILLE VIC 3030

Change of address. If incorrect, mark this box and make the correction in the space to the left. Securityholders sponsored by a broker (reference number commences with 'X') should advise your broker of any changes.



I 9999999999

I ND

Proxy Form

Please mark to indicate your directions

STEP 1 Appoint a Proxy to Vote on Your Behalf

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I/We being a member/s of Eildon Capital Limited hereby appoint

the Chairman of the Meeting **OR**

PLEASE NOTE: Leave this box blank if you have selected the Chairman of the Meeting. Do not insert your own name(s).

or failing the individual or body corporate named, or if no individual or body corporate is named, the Chairman of the Meeting, as my/our proxy to act generally at the Meeting on my/our behalf and to vote in accordance with the following directions (or if no directions have been given, and to the extent permitted by law, as the proxy sees fit) at the Annual General Meeting of Eildon Capital Limited to be held at Level 37 Gateway, 1 Macquarie Place, Sydney NSW 2000 on Monday 26 November 2018 at 2:00pm (Sydney time) and at any adjournment or postponement of that Meeting.

Chairman authorised to exercise undirected proxies on remuneration related resolutions: Where I/we have appointed the Chairman of the Meeting as my/our proxy (or the Chairman becomes my/our proxy by default), I/we expressly authorise the Chairman to exercise my/our proxy on Item 2 (except where I/we have indicated a different voting intention below) even though Item 2 is connected directly or indirectly with the remuneration of a member of key management personnel, which includes the Chairman.

Important Note: If the Chairman of the Meeting is (or becomes) your proxy you can direct the Chairman to vote for or against or abstain from voting on Item 2 by marking the appropriate box in step 2 below.

STEP 2 Items of Business

PLEASE NOTE: If you mark the **Abstain** box for an item, you are directing your proxy not to vote on your behalf on a show of hands or a poll and your votes will not be counted in computing the required majority.

	For	Against	Abstain
2 Remuneration Report	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3 Election of a Director – Ms Michelle Harpur	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4 Enhanced Placement Capacity	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5 Share Buyback Program	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

The Chairman of the Meeting intends to vote undirected proxies in favour of each item of business. In exceptional circumstances, the Chairman of the Meeting may change his/her voting intention on any resolution, in which case an ASX announcement will be made.

SIGN Signature of Securityholder(s) *This section must be completed.*

Individual or Securityholder 1

Sole Director and Sole Company Secretary

Securityholder 2

Director

Securityholder 3

Director/Company Secretary

Contact Name

Contact Daytime Telephone

Date

/ /

EDC

999999A

Computershare +

EDCRM

MR RETURN SAMPLE
123 SAMPLE STREET
SAMPLE SUBURB
SAMPLETOWN VIC 3030

Dear Securityholder,

We have been trying to contact you in connection with your securityholding in Eildon Capital Limited. Unfortunately, our correspondence has been returned to us marked "Unknown at the current address". For security reasons we have flagged this against your securityholding which will exclude you from future mailings, other than notices of meeting.

Please note if you have previously elected to receive a hard copy Annual Report (including the financial report, directors' report and auditor's report) the dispatch of that report to you has been suspended but will be resumed on receipt of instructions from you to do so.

We value you as a securityholder and request that you supply your current address so that we can keep you informed about our Company. Where the correspondence has been returned to us in error we request that you advise us of this so that we may correct our records.

You are requested to include the following;

- > Securityholder Reference Number (SRN);
- > ASX trading code;
- > Name of company in which security is held;
- > Old address; and
- > New address.

Please ensure that the notification is signed by all holders and forwarded to our Share Registry at:

Computershare Investor Services Pty Limited
GPO Box 2975
Melbourne Victoria 3001
Australia

Note: If your holding is sponsored within the CHESSE environment you need to advise your sponsoring participant (in most cases this would be your broker) of your change of address so that your records with CHESSE are also updated.

Yours sincerely

Eildon Capital Limited