

Gryphon Capital Income Trust (GCI)
ARSN 623 308 850
Appendix 4D
For the half-year ended 31 December 2018

Details of reporting period

Current: Half-year ended 31 December 2018

Previous corresponding: N/A

The Trust is a registered managed investment scheme that was constituted on 7 December 2017, registered on 20 December 2017, commenced operations on 21 May 2018 and its units commenced trading on the Australian Securities Exchange (ASX: GCI) on 25 May 2018.

The directors of One Managed Investment Funds Limited, the responsible entity of the Gryphon Capital Income Trust (the "Trust") announce the unaudited results of the Trust for the half-year ended 31 December 2018 as follows:

Results for announcement to the market

Extracted from financial statements for the half-year ended 31 December 2018.

	\$'000
Revenue from ordinary activities	4,919
Profit/(loss) from the period	4,025
Total comprehensive income/(loss) for the period	4,025

Details of distributions

During the half-year ended 31 December 2018, the directors declared monthly distributions totalling 4.46 cents per ordinary unit which amounted to \$3,909,190.

On 23 January 2019, the directors declared a distribution of 0.88 cents per ordinary unit which amounted to \$771,320 and was paid on 8 February 2019.

Details of distribution reinvestment plan

N/A

Net Tangible Assets

	As at 31 December 2018	As at 30 June 2018
Total Net Tangible Assets attributable to unitholders (\$'000)	175,466	175,350
Units on issue ('000)	87,650	87,650
Net Tangible Assets attributable to unit holders per unit (\$)	2.00	2.00

Control gained or lost over entities during the period

The Trust did not gain or lose control over entities during the period.

Details of associates and joint venture entities

The Trust did not have any interest in associates and joint venture entities during the period.

Independent auditor review report

This report is based on the condensed interim financial statements which has been subject to an independent review by the Trust's auditors, PricewaterhouseCoopers. All the documents comprise the information required by Listing Rule 4.2A.

Gryphon Capital Income Trust (GCI)

ARSN 623 308 850

Interim financial statements

For the half-year ended 31 December 2018

Gryphon Capital Income Trust (GCI)

ARSN 623 308 850

Interim financial statements

For the half-year ended 31 December 2018

Contents	Page
Directors' report	2
Auditor's independence declaration	5
Condensed statement of comprehensive income	6
Condensed statement of financial position	7
Condensed statement of changes in equity	8
Condensed statement of cash flows	9
Notes to the condensed financial statements	10
Directors' declaration	16
Independent auditor's review report to the unitholders of the Gryphon Capital Income Trust	17
Directory	19

These interim financial statements do not include all the notes of the type normally included in the annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the annual report for the year ended 30 June 2018 and any public announcements made in respect to Gryphon Capital Income Trust during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The condensed interim financial statements cover the Gryphon Capital Income Trust as an individual entity.

The responsible entity of the Gryphon Capital Income Trust is One Managed Investment Funds Limited (ABN 47 117 400 987, AFSL 297 042).

The responsible entity's registered office is:
Level 11, 20 Hunter Street
Sydney NSW 2000

Directors' report

The directors of One Managed Investment Funds Limited (ABN 47 117 400 987, AFSL 297 042) ("OMIFL" or the "Responsible Entity"), the responsible entity of the Gryphon Capital Income Trust ("the Trust"), present their report together with the interim financial statements of the Trust for the half-year ended 31 December 2018 and the auditor's review report thereon.

Principal activities

The Trust is a registered managed investment scheme that was constituted on 7 December 2017, registered on 20 December 2017, commenced operations on 21 May 2018 and its units commenced trading on the Australian Securities Exchange (ASX: GCI) on 25 May 2018.

The Trust's investment strategy is to invest in a diversified portfolio of residential mortgage backed securities ("RMBS") and asset backed securities ("ABS") with Australian domiciled issuers in accordance with the Product Disclosure Statement dated 30 April 2018 ("PDS") and the provisions of the Trust's constitution.

Gryphon Capital Investments Pty Ltd (AFSL 454 552) has been appointed by the Responsible Entity to be the investment manager of the Trust ("Investment Manager").

The Trust did not have any employees during the half-year.

Directors and senior management

The following persons held office as directors and company secretaries of the Responsible Entity during the half-year and up to the date of this report:

Name	Title
Frank Tearle	Executive Director and Company Secretary
Justin Epstein	Executive Director
Elizabeth Reddy	Non-executive Director (resigned 26 October 2018)
Sarah Wiesener	Executive Director (appointed 26 October 2018) and Company Secretary

Units on issue

Units on issue in the Trust at the end of the half-year are set out below:

	As at 31 December 2018 Units ('000)	As at 30 June 2018 Units ('000)
Units on issue	87,650	87,650

Review and result of operations

During the half-year, the Investment Manager has continued to invest the Trust portfolio in investments that satisfied the return and risk characteristics outlined in the PDS and the provisions of the Trust's constitution. The net running yield of the Trust portfolio is exceeding the target return of RBA Cash + 3.50% pa (5.00% net of fees) as outlined in the PDS ("Target Return"). Importantly, the underlying portfolio, whilst consistent in construction and asset allocation as the indicative portfolio as outlined in the PDS ("Indicative Portfolio"), when assessing its risk using a credit rating distribution, is at a lower risk level than the Indicative Portfolio. Simply, the underlying portfolio is currently outperforming the Target Return and doing so with less anticipated risk.

Directors' report (continued)

Review and result of operations (continued)

The performance of the Trust, as represented by the results of its operations, was as follows:

	Half-year ended 31 December 2018
Operating profit/(loss) for the half-year (\$'000)	4,025
Distribution paid and payable (\$'000)	3,909
Distribution (cents per unit)	4.46

During the half-year ended 31 December 2018, the directors declared monthly distributions totalling 4.46 cents per ordinary unit which amounted to \$3,909,190.

Significant changes in state of affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Trust that occurred during the half-year.

Events subsequent to reporting date

On 23 January 2019, the directors declared a distribution of 0.88 cents per ordinary unit which amounted to \$771,320 and was paid on 8 February 2019.

No other matter or circumstance has arisen since 31 December 2018 that has significantly affected, or may significantly affect:

- (i) the operations of the Trust in future financial years, or
- (ii) the results of those operations in future financial years, or
- (iii) the state of affairs of the Trust in future financial years.

Rounding of amounts

The Trust is an entity of the kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* and in accordance with that instrument, amounts in the financial statements and Directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Comparatives

The Trust commenced operations on 21 May 2018, hence there are no half-year comparatives for the condensed statements of comprehensive income, changes in equity and cash flows.

Directors' report (continued)

Auditor's Independence declaration

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 5.

This Directors' report is signed in accordance with a resolution of directors of One Managed Investment Funds Limited, the Responsible Entity.



Frank Tearle
Director
One Managed Investment Funds Limited

Sydney
25 February 2019



Auditor's Independence Declaration

As lead auditor for the review of Gryphon Capital Income Trust for the half-year ended 31 December 2018, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink, appearing to read 'Ben Woodbridge', written in a cursive style.

Ben Woodbridge
Partner
PricewaterhouseCoopers

Brisbane
25 February 2019

Condensed statement of comprehensive income

	Notes	Half-year ended 31 December 2018 \$'000
Investment income		
Interest income from financial assets at fair value through profit or loss		4,657
Interest income from receivables/loans at amortised cost		273
Net gains/(losses) on financial instruments at fair value through profit or loss	4	<u>(11)</u>
Total net investment income		<u>4,919</u>
Expenses		
Responsible Entity fees		56
Management fees		635
Administrative expenses		127
Other expenses		<u>76</u>
Total operating expenses		<u>894</u>
Operating profit/(loss) for the half-year	7	<u>4,025</u>
Other comprehensive income		-
Total comprehensive income/(loss) for the half-year		<u>4,025</u>
Earnings per unit for profit attributable to unitholders of the Trust		
Basic and diluted gain/(loss) per unit (cents)	9	4.59

The above condensed statement of comprehensive income should be read in conjunction with the accompanying notes.

Condensed statement of financial position

	Notes	As at 31 December 2018 \$'000	As at 30 June 2018 \$'000
Assets			
Cash and cash equivalents		4,039	30,434
Other receivables		595	330
Financial assets at fair value through profit or loss	5	166,719	139,934
Receivables / Loans at amortised cost	6	5,054	5,259
Total assets		<u>176,407</u>	<u>175,957</u>
Liabilities			
Distributions payable	8	771	403
Payables		170	204
Total liabilities		<u>941</u>	<u>607</u>
Net assets attributable to unitholders - equity	7	<u>175,466</u>	<u>175,350</u>

The above condensed statement of financial position should be read in conjunction with the accompanying notes.

Condensed statement of changes in equity

	Notes	Half-year ended 31 December 2018 \$'000
Total equity at the beginning of the half-year		175,350
Comprehensive income for the half-year		
Profit/(loss) for the half-year		4,025
Other comprehensive income		-
Total comprehensive income for the half-year		<u>4,025</u>
Transactions with unitholders		
Applications	7	-
Reinvestments	7	-
Distributions to unitholders	7	<u>(3,909)</u>
Total transactions with unitholders		<u>(3,909)</u>
Total net assets attributable to unitholders - equity at the end of the half-year		<u>175,466</u>

The above condensed statement of changes in equity should be read in conjunction with the accompanying notes.

Condensed statement of cash flows

	Half-year ended 31 December 2018 \$'000
Cash flows from operating activities	
Interest income received from cash deposits and loans at amortised cost	280
Interest income from financial assets at fair value through profit or loss	4,443
Proceeds from sale of financial assets	69,557
Receipt of principal repayments on financial assets	3,901
Purchase of financial assets	(100,254)
Responsible Entity fees paid	(59)
Management fees paid	(666)
Administrative expenses paid	(124)
Other expenses paid	(137)
Net cash outflow from operating activities	<u>(23,059)</u>
Cash flows from investing activities	
Receipt of loan	205
Net cash inflow from investing activities	<u>205</u>
Cash flows from financing activities	
Distributions paid to unitholders	(3,541)
Net cash outflow from financing activities	<u>(3,541)</u>
Net decrease in cash and cash equivalents	(26,395)
Cash and cash equivalents at the beginning of the half-year	30,434
Cash and cash equivalents at the end of the half-year	<u>4,039</u>
Non-cash financing and investing activities	-

The above condensed statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the condensed financial statements

Contents

- 1 General information
- 2 Basis of preparation
- 3 Fair value measurements
- 4 Net gains/(losses) on financial instruments at fair value through profit or loss
- 5 Financial assets at fair value through profit or loss
- 6 Receivables/ Loans at amortised cost
- 7 Net assets attributable to unitholders - equity
- 8 Distributions to unitholders
- 9 Earnings per unit
- 10 Segment information
- 11 Events occurring after the reporting period
- 12 Contingent assets and liabilities and commitments

1 General information

The financial statements cover the Gryphon Capital Income Trust (the "Trust") as an individual entity. The Trust was constituted on 7 December 2017, registered on 20 December 2017, commenced operations on 21 May 2018 and its units commenced trading on the Australian Securities Exchange (ASX: GCI) on 25 May 2018. The Trust is domiciled in Australia.

The responsible entity of the Trust is One Managed Investment Funds Limited (ABN 47 117 400 987, AFSL 297 042) (the "Responsible Entity"). The Responsible Entity's registered office is Level 11, 20 Hunter Street, Sydney NSW 2000.

The investment manager of the Trust is Gryphon Capital Investments Pty Ltd (AFSL 454 552) (the "Investment Manager").

The custodian of the Trust is One Managed Investment Funds Limited.

The Trust's investment strategy is to invest in a diversified portfolio of residential mortgage backed securities ("RMBS") and asset backed securities ("ABS") with Australian domiciled issuers in accordance with the Product Disclosure Statement dated 30 April 2018 ("PDS") and the provisions of the Trust's constitution.

The interim financial statements were authorised for issue by the directors of the Responsible Entity on the date the Directors' declaration was signed. The directors of the Responsible Entity have the power to amend and reissue the interim financial statements.

2 Basis of preparation

These condensed interim financial statements have been prepared in accordance with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standards IAS 34 *Interim Financial Reporting*.

These condensed interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these interim financial statements are to be read in conjunction with the annual financial statements for the period ended 30 June 2018 and any public announcements made in respect of the Trust during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

(a) Significant accounting policies

Except as disclosed below, the accounting policies in these interim financial statements are the same as those applied in the Trust's financial statements for the period ended 30 June 2018.

(b) New and amended standards adopted by the Trust

Certain new accounting standards and interpretations have been published that are effective for the first time for the half-year beginning 1 July 2018. The directors' assessment of the impact of these new standards (to the extent relevant to the Trust) and interpretations is set out below:

- AASB 9 *Financial Instruments* (and applicable amendments)

AASB 9 *Financial Instruments* addresses the classification, measurement and derecognition of financial assets and liabilities, and replaces the multiple classification and measurement models in AASB 139. Classification of a financial asset is driven by the entity's model for managing the financial asset and the contractual cash flow characteristics of the financial asset.

A financial asset is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI) on the principal amount outstanding. A financial asset is measured at fair value through other comprehensive income (FVOCI) if the objective of the business model is achieved by both collecting the contractual cash flows, which represent SPPI, and selling the financial asset.

All other financial assets must be recognised at fair value through profit or loss (FVTPL). An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

As permitted by AASB 9, the Trust has not restated its comparative financial statements. The application of AASB 9 has resulted in the reclassification of certain debt securities (with a carrying value of \$51.8M at 1 July 2018) previously classified at FVTPL to FVOCI as their contractual cash flows represent SPPI and they are held in a business model to both collect and sell. Interest income recognised on these debt securities reclassified to FVOCI throughout the reporting period was \$344,000 based on the floating 1 month Bank Bill Swap Rate (BBSW) plus a margin range between 0.70%-1.2%. The net loss on the financial instruments at fair value through profit or loss for these debt securities was \$140,000 throughout the reporting period. The remaining debt securities held by the Trust remain classified at FVTPL as at transition date on the basis their contractual cash flows do not represent SPPI. There was no other material changes to the measurement of financial instruments on transition to AASB 9.

2 Basis of preparation (continued)

(b) New and amended standards adopted by the Trust (continued)

- AASB 9 *Financial Instruments* (and applicable amendments) (continued)

The Trust's other financial assets including the manager's loan which are held for collection will continue to be classified and measured at amortised cost. The derecognition requirements have remained unchanged from those previous stated in AASB 139 and the Trust does not apply hedge accounting.

The adoption of AASB 9 introduces a new expected credit loss (ECL) impairment model. There was no material impact on adoption from the application of the new impairment model.

- AASB 15 *Revenue from Contracts with Customers*

AASB 15 replaces AASB 118 *Revenue* which covers contracts for goods and services and AASB 111 *Construction Contracts* which covers construction contracts. AASB 15 is based on the principle that revenue is recognised when control of a good or service transfers to a customer, thus replacing the existing notion of risks and rewards.

The Trust's main sources of income are interest and gains on financial instruments through profit or loss at fair value. All of these are outside the scope of the new revenue standard. As a consequence, the adoption of AASB 15 does not have any impact on the Trust's accounting policies or the amounts recognised in the financial statements.

(c) New accounting standards and interpretations not yet adopted

There are no other standards that are not yet effective and that are expected to have a material impact on the Trust in the current or future reporting periods and on foreseeable future transactions.

3 Fair value measurements

The Trust measures and recognises financial assets and liabilities at fair value through profit or loss on a recurring basis.

The Trust has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Observable prices from an independent pricing provider in markets which are not defined as active (level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The Trust's investments in RMBS and ABS are classified as financial assets and the Trust relies on daily security pricing provided by a specialist, independent fixed income pricing provider for the valuation of its financial assets.

(a) Fair value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on last traded prices at the end of the reporting period without any deduction for estimated future selling costs. For the majority of financial assets and liabilities, information provided by the quoted market independent pricing services is relied upon for valuation.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. An active market is a market in which transactions for the financial asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

(b) Fair value in an inactive or unquoted market (Level 2 and Level 3)

RMBS and ABS securities are issued to and invested by institutional investors over the counter and are not listed on any exchange. Although all financial assets invested in by the Trust are priced daily using mid-market prices provided by a specialist, independent fixed income pricing provider, it is deemed that transactions are not conducted with sufficient frequency for these financial assets to be classified as fair value in an active market (Level 1).

The Trust relies on information provided by independent pricing services for the valuation of its level 2 investments.

3 Fair value measurements (continued)

(b) Fair value in an inactive or unquoted market (Level 2 and Level 3) (continued)

Recognised fair value measurements

The table below sets out the Trust's financial assets measured at fair value according to the fair value hierarchy at 31 December 2018.

As at 31 December 2018	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Residential Mortgage Backed Securities and Asset backed Securities	-	166,719	-	166,719
Total financial assets at fair value through profit or loss	-	166,719	-	166,719
Total financial assets	-	166,719	-	166,719

As at 30 June 2018	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Residential Mortgage Backed Securities and Asset backed Securities	-	139,934	-	139,934
Total financial assets at fair value through profit or loss	-	139,934	-	139,934
Total financial assets	-	139,934	-	139,934

4 Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets at fair value through profit or loss:

	Half-year ended 31 December 2018 \$'000
Financial assets	
Net gain/(loss) on financial assets at fair value through profit or loss	(11)
Total net gains/(losses) on financial instruments at fair value through profit or loss	(11)

5 Financial assets at fair value through profit or loss

	As at 31 December 2018 \$'000	As at 30 June 2018 \$'000
Residential Mortgage Backed Securities and Asset Backed Securities	166,719	139,934
Total financial assets at fair value through profit or loss	166,719	139,934

6 Receivables / Loans at amortised cost

	As at 31 December 2018 \$'000	As at 30 June 2018 \$'000
Loan to Gryphon Capital Management Pty Ltd	5,054	5,259
Total receivables / Loans at amortised cost	5,054	5,259

7 Net assets attributable to unitholders - equity

Movements in number of units and net assets attributable to unitholders during the half-year were as follows:

	Half-year ended 31 December 2018		For the period 20 December 2017 to 30 June 2018	
	Units ('000)	\$'000	Units ('000)	\$'000
Opening balance	87,650	175,350	-	-
Applications	-	-	87,650	175,300
Reinvestments	-	-	-	-
Distributions to unitholders	-	(3,909)	-	(403)
Profit/(loss) for the half-year / period	-	4,025	-	453
Closing balance	87,650	175,466	87,650	175,350

As stipulated within the Trust's constitution, each unit represents a right to an individual interest in the Trust and does not extend to a right to the underlying assets of the Trust. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Trust.

8 Distributions to unitholders

The following distributions were paid/payable during this interim reporting period.

	Half-year ended 31 December 2018	
	\$'000	Cents per unit
Distributions		
31 July	421	0.48
31 August	543	0.62
30 September	649	0.74
31 October	771	0.88
30 November	754	0.86
31 December (payable)	771	0.88
Total distributions	3,909	4.46

9 Earnings per unit

Earnings per unit amounts are calculated by dividing net profit/(loss) attributable to unitholders before distributions by the weighted average number of units outstanding during the half-year.

	Half-year ended 31 December 2018
Operating profit/(loss) attributable to unitholders (\$'000)	4,025
Weighted average number of units on issue ('000)	87,650
Basic and diluted earnings per unit (cents)	4.59

10 Segment information

The Trust is organised into one main operating segment with only one key function, being the investment of funds predominantly in Australia.

11 Events occurring after the reporting period

No significant events have occurred since the reporting half-year which would impact on the financial position of the Trust disclosed in the statement of financial position as at 31 December 2018 or on the results and cash flows of the Trust for the half-year ended on that date.

12 Contingent assets and liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 31 December 2018 and 30 June 2018.

Directors' declaration

In the opinion of the directors of One Managed Investment Funds Limited, the responsible entity of Gryphon Capital Income Trust:

- (a) the financial statements and notes set out on pages 6 to 15 are in accordance with the *Corporations Act 2001*, including:
- (i) giving a true and fair view of the financial position of the Trust as at 31 December 2018 and of its performance for the half-year ended on that date; and
 - (ii) complying with Australian Accounting Standards, the *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.



Frank Tearle
Director
One Managed Investment Funds Limited

Sydney
25 February 2019



Independent auditor's review report to the unitholders of Gryphon Capital Income Trust

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Gryphon Capital Income Trust (the Registered Scheme), which comprises the condensed statement of financial position as at 31 December 2018, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, selected other explanatory notes and the directors of the Responsible Entity's declaration.

Directors of the Responsible Entity's responsibility for the half-year financial report

The directors of the Responsible Entity of the Registered Scheme are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors of the Responsible Entity determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Australian Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the entity's financial position as at 31 December 2018 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Gryphon Capital Income Trust, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

PricewaterhouseCoopers, ABN 52 780 433 757
480 Queen Street, BRISBANE QLD 4000, GPO Box 150, BRISBANE QLD 4001
T: +61 7 3257 5000, F: +61 7 3257 5999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.



Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Gryphon Capital Income Trust is not in accordance with the *Corporations Act 2001* including:

1. giving a true and fair view of the entity's financial position as at 31 December 2018 and of its performance for the half-year ended on that date;
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A handwritten signature in black ink that reads 'PricewaterhouseCoopers' in a cursive, flowing script.

PricewaterhouseCoopers

A handwritten signature in black ink that reads 'Ben Woodbridge' in a cursive, flowing script.

Ben Woodbridge
Partner

Brisbane
25 February 2019

**Gryphon Capital Income Trust (GCI)
Directory**

Directors:	Frank Tearle Justin Epstein Sarah Wiesener
Company Secretaries:	Sarah Wiesener Frank Tearle
Investment Manager:	Gryphon Capital Investments Pty Ltd
Auditor:	PriceWaterhouseCoopers 480 Queen Street BRISBANE QLD 4000
Country of Incorporation:	Australia
Responsible Entity:	One Managed Investment Funds Limited
Registered Office:	Level 11, 20 Hunter Street SYDNEY NSW 2000 Ph: 612 8277 0000
Unit Registry:	Boardroom Pty Limited Grosvenor Place Level 12, 225 George Street SYDNEY NSW 2000 Ph: 1300 737 760
ASX Code :	GCI
ARSN:	623 308 850
Website:	http://www.gcapinvest.com/gcit/overview
Corporate Governance Statement:	http://www.gcapinvest.com/gcit/document-archive