

GRYPHON

CAPITAL INCOME TRUST

ARSN 623 308 850

ASX ANNOUNCEMENT

29 July 2019

GRYPHON CAPITAL INCOME TRUST (ASX:GCI) COMPLETION OF ENTITLEMENT AND SHORTFALL OFFERS

One Managed Investment Funds Limited ABN 47 117 400 987 AFSL 297042 (**Responsible Entity**) is the responsible entity for the Gryphon Capital Income Trust ARSN 623 308 850 (ASX:GCI) (**GCI** or **Trust**). The Responsible Entity today announces the successful completion of the Trust's capital raise undertaken by way of an Entitlement Offer and Shortfall Offer (**Offer**) (details of which were announced to the market on 21 June 2019). The Offer was fully over-subscribed and achieved its maximum potential raise of approximately \$108 million in total at an offer price of \$2.00 per new fully paid ordinary unit (**New Unit**) issued.

The Offer was well supported by both existing and new investors. The net funds raised from the Offer will be invested by GCI's investment manager, Gryphon Capital Investments Pty Ltd ACN 167 850 535 (**Gryphon**) in a portfolio of Australian debt securities including residential mortgage backed securities and asset backed securities, consistent with GCI's investment strategy, as disclosed in the product disclosure statement prepared in connection with the Offer dated 26 June 2019 (**PDS**).

Gryphon's CEO Steven Fleming said "we are very pleased with the success of the GCI Offer and I believe this reflects the strong investor demand for defensive investments which aim to preserve capital whilst providing sustainable and predictable income."

Approximately 54 million New Units will be issued under the Offer, including approximately 15 million New Units to existing Eligible Unitholders under the Entitlement Offer on Thursday, 1 August 2019 which will commence trading on the ASX on a normal settlement basis on Friday, 2 August 2019. As outlined in the PDS, the first distribution to be paid on these New Units is expected to be declared in August 2019 and paid in September 2019.

Approximately 39 million New Units will be issued under the Shortfall Offer on Tuesday, 13 August 2019 which will commence trading on the ASX on a normal settlement basis on Wednesday, 14 August 2019.

New Units issued under the Offer will rank equally with existing units on issue.

Further Information

McMahon Clarke is acting as legal adviser to the Trust in respect of the Offer.

National Australia Bank Limited and Morgans Financial Limited are acting as both Lead Arrangers and Joint Lead Managers to the Offer.

Bell Potter Securities Limited, Patersons Securities Limited and Shaw and Partners Limited are acting as Co-Managers to the Offer.

PricewaterhouseCoopers Securities Ltd acted as the investigating accountant to the Offer.

Key Dates

Results of the Offer announced	29 July 2019
New Units issued under the Entitlement Offer	1 August 2019
Normal trading of New Units issued under the Entitlement Offer expected to commence on the ASX	2 August 2019
New Units issued under the Shortfall Offer	13 August 2019
Normal trading of New Units issued under the Shortfall Offer expected to commence on the ASX	14 August 2019

The above timetable is indicative only and subject to change without notice. All times and dates refer to Australian Eastern Standard Time. The Responsible Entity reserves the right, subject to the Corporations Act, ASX Listing Rules and other applicable laws, to vary the dates without prior notice. The commencement of quotation of New Units is subject to confirmation from the ASX.

Important notice:

One Managed Investment Funds Limited ABN 47 117 400 987 AFSL 297042 (OMIFL) is the responsible entity of the Gryphon Capital Income Trust ARSN 623 308 850 (Trust). Information contained in this document was prepared by Gryphon Capital Investments Pty Ltd ACN 167 850 535 (Gryphon). While neither OMIFL nor Gryphon has any reason to believe the information is inaccurate, the truth or accuracy of the information cannot be warranted or guaranteed. Before making any decision regarding the Trust, investors and potential investors should consider the product disclosure statement dated 26 June 2019 (PDS) and other continuous disclosures available on the Australian Securities Exchange (ASX) website (Disclosure Material). The Disclosure Material contains important information about investing in the Trust and it is important investors obtain and read the Disclosure Material before making a decision about whether to acquire, continue to hold or dispose of units in the Trust. This document contains general information only and is not intended to be financial product advice. It does not take into account any person's (or class of persons') investment objectives, financial situation or particular needs, and should not be used as the basis for making investment, financial or other decisions. Investors should also consult a licensed financial adviser before making an investment decision in relation to the Trust. Past performance is not indicative of future performance. Neither OMIFL or Gryphon nor any other person associated with the Trust guarantees or warrants the future performance of the Trust, the return on an investment in the Trust, the repayment of capital or the payment of distributions from the Trust. To the extent permitted by law, no liability is accepted by OMIFL, Gryphon or their respective directors for any loss or damage as a result of any reliance on this information. Information in this letter is current as at 29 July 2019