

# Appendix 3B

## New issue announcement, application for quotation of additional securities and agreement

*Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.*

Introduced 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12, 04/03/13

Name of entity

Argo Investments Limited

ABN

35 007 519 520

We (the entity) give ASX the following information.

### Part 1 - All issues

*You must complete the relevant sections (attach sheets if there is not enough space).*

- |   |   |  |
|---|---|--|
| 1 | +Class of +securities issued or to be issued  | Executive Performance Rights<br>(not quoted on ASX)  |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued   | <u>Long-term incentive (LTI)</u><br>171,030 2018 issue LTI Performance Rights<br><br><u>Short-term incentive (STI)</u><br>53,938 2017-2018 issue STI Performance Rights  |
| 3 | Principal terms of the +securities (e.g. if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Grant of LTI and STI Performance Rights under the Executive Performance Rights Plan. There is no amount payable by the executives either on grant or exercise of the Performance Rights. The LTI performance conditions will be measured on 15 October 2022 and the STI service condition will be tested on 15 October 2020.<br><br>Any Performance Rights which do not vest as a result of measurement will lapse after 5pm Adelaide time on the above dates. |

+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

---

<p>4 Do the <sup>+</sup>securities rank equally in all respects from the <sup>+</sup>issue date with an existing <sup>+</sup>class of quoted <sup>+</sup>securities?</p> <p>If the additional <sup>+</sup>securities do not rank equally, please state:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> <li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li> </ul>	<p>Any shares resulting from the exercise of LTI and STI Performance Rights which vest pursuant to the Executive Performance Rights Plan will be purchased <u>on-market</u> and therefore will rank equally in all respects with existing ordinary shares.</p> <p>No new shares will be issued.</p>
<p>5 Issue price or consideration</p>	<p>Nil</p>
<p>6 Purpose of the issue          (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Issued under the Company's Executive Performance Rights Plan as a long-term and short-term equity incentive for Company executives.</p>
<p>6a Is the entity an <sup>+</sup>eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h <i>in relation to the <sup>+</sup>securities the subject of this Appendix 3B</i>, and comply with section 6i</p>	<p>No</p>
<p>6b The date the security holder resolution under rule 7.1A was passed</p>	
<p>6c Number of <sup>+</sup>securities issued without security holder approval under rule 7.1</p>	
<p>6d Number of <sup>+</sup>securities issued with security holder approval under rule 7.1A</p>	

---

+ See chapter 19 for defined terms.

6e	Number of +securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)					
6f	Number of +securities issued under an exception in rule 7.2					
6g	If +securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the +issue date and both values. Include the source of the VWAP calculation.					
6h	If +securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements					
6i	Calculate the entity's remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements					
7	<p>+Issue dates</p> <p><small>Note: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in Appendix 7A.</small></p> <p><small>Cross reference: item 33 of Appendix 3B.</small></p>	22 October 2018				
8	Number and +class of all +securities quoted on ASX ( <i>including</i> the +securities in section 2 if applicable)	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Number</th> <th style="text-align: left;">+Class</th> </tr> </thead> <tbody> <tr> <td style="vertical-align: top;">711,953,094</td> <td style="vertical-align: top;">Fully paid ordinary shares</td> </tr> </tbody> </table>	Number	+Class	711,953,094	Fully paid ordinary shares
Number	+Class					
711,953,094	Fully paid ordinary shares					

+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

---

9	Number and <sup>+</sup> class of all <sup>+</sup> securities not quoted on ASX ( <i>including</i> the <sup>+</sup> securities in section 2 if applicable)	<table border="1"> <thead> <tr> <th data-bbox="703 253 1062 293">Number</th> <th data-bbox="1062 253 1394 293"><sup>+</sup>Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="703 293 1062 356">88,481</td> <td data-bbox="1062 293 1394 356">Fully paid ordinary shares</td> </tr> <tr> <td colspan="2" data-bbox="703 356 1062 396"><u>Long-term incentive (LTI)</u></td> </tr> <tr> <td data-bbox="703 396 1062 436">119,200 2014 issue</td> <td data-bbox="1062 396 1394 436">LTI Performance Rights</td> </tr> <tr> <td data-bbox="703 436 1062 477">132,320 2015 issue</td> <td data-bbox="1062 436 1394 477">LTI Performance Rights</td> </tr> <tr> <td data-bbox="703 477 1062 517">157,420 2016 issue</td> <td data-bbox="1062 477 1394 517">LTI Performance Rights</td> </tr> <tr> <td data-bbox="703 517 1062 557">167,050 2017 issue</td> <td data-bbox="1062 517 1394 557">LTI Performance Rights</td> </tr> <tr> <td data-bbox="703 557 1062 598">171,030 2018 issue</td> <td data-bbox="1062 557 1394 598">LTI Performance Rights</td> </tr> <tr> <td colspan="2" data-bbox="703 598 1062 638"><u>Short-term incentive (STI)</u></td> </tr> <tr> <td data-bbox="703 638 1062 678">72,275 2015-2016 issue</td> <td data-bbox="1062 638 1394 678">STI Performance Rights</td> </tr> <tr> <td data-bbox="703 678 1062 719">71,516 2016-2017 issue</td> <td data-bbox="1062 678 1394 719">STI Performance Rights</td> </tr> <tr> <td data-bbox="703 719 1062 759">53,938 2017-2018 issue</td> <td data-bbox="1062 719 1394 759">STI Performance Rights</td> </tr> </tbody> </table>	Number	<sup>+</sup> Class	88,481	Fully paid ordinary shares	<u>Long-term incentive (LTI)</u>		119,200 2014 issue	LTI Performance Rights	132,320 2015 issue	LTI Performance Rights	157,420 2016 issue	LTI Performance Rights	167,050 2017 issue	LTI Performance Rights	171,030 2018 issue	LTI Performance Rights	<u>Short-term incentive (STI)</u>		72,275 2015-2016 issue	STI Performance Rights	71,516 2016-2017 issue	STI Performance Rights	53,938 2017-2018 issue	STI Performance Rights	
Number	<sup>+</sup> Class																										
88,481	Fully paid ordinary shares																										
<u>Long-term incentive (LTI)</u>																											
119,200 2014 issue	LTI Performance Rights																										
132,320 2015 issue	LTI Performance Rights																										
157,420 2016 issue	LTI Performance Rights																										
167,050 2017 issue	LTI Performance Rights																										
171,030 2018 issue	LTI Performance Rights																										
<u>Short-term incentive (STI)</u>																											
72,275 2015-2016 issue	STI Performance Rights																										
71,516 2016-2017 issue	STI Performance Rights																										
53,938 2017-2018 issue	STI Performance Rights																										
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	Any shares resulting from the exercise of LTI and STI Performance Rights which vest pursuant to the Executive Performance Rights Plan, will be purchased on-market and therefore will rank equally with existing ordinary shares.																									

**Part 2 - Pro rata issue**

11	Is security holder approval required?	
12	Is the issue renounceable or non-renounceable?	
13	Ratio in which the <sup>+</sup> securities will be offered	
14	<sup>+</sup> Class of <sup>+</sup> securities to which the offer relates	
15	<sup>+</sup> Record date to determine entitlements	
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
17	Policy for deciding entitlements in relation to fractions	

---

+ See chapter 19 for defined terms.

- |    |  |  |
|----|--|--|
| 18 | Names of countries in which the entity has security holders who will not be sent new offer documents<br><br><small>Note: Security holders must be told how their entitlements are to be dealt with.<br/>Cross reference: rule 7.7.</small> |  |
| 19 | Closing date for receipt of acceptances or renunciations   |  |
| 20 | Names of any underwriters  |  |
| 21 | Amount of any underwriting fee or commission   |  |
| 22 | Names of any brokers to the issue  |  |
| 23 | Fee or commission payable to the broker to the issue   |  |
| 24 | Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders   |  |
| 25 | If the issue is contingent on security holders' approval, the date of the meeting  |  |
| 26 | Date entitlement and acceptance form and offer documents will be sent to persons entitled  |  |
| 27 | If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders  |  |
| 28 | Date rights trading will begin (if applicable)   |  |
| 29 | Date rights trading will end (if applicable)   |  |
| 30 | How do security holders sell their entitlements <i>in full</i> through a broker?   |  |

---

+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

---

- 31 How do security holders sell *part* of their entitlements through a broker and accept for the balance?
- 32 How do security holders dispose of their entitlements (except by sale through a broker)?
- 33 <sup>+</sup>Issue date

**Part 3 - Quotation of securities**

*You need only complete this section if you are applying for quotation of securities*

- 34 Type of <sup>+</sup>securities  
(tick one)
- (a)  <sup>+</sup>Securities described in Part 1
- (b)  All other <sup>+</sup>securities  
Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

**Entities that have ticked box 34(a)**

**Additional securities forming a new class of securities**

*Tick to indicate you are providing the information or documents*

- 35  If the <sup>+</sup>securities are <sup>+</sup>equity securities, the names of the 20 largest holders of the additional <sup>+</sup>securities, and the number and percentage of additional <sup>+</sup>securities held by those holders
- 36  If the <sup>+</sup>securities are <sup>+</sup>equity securities, a distribution schedule of the additional <sup>+</sup>securities setting out the number of holders in the categories  
1 - 1,000  
1,001 - 5,000  
5,001 - 10,000  
10,001 - 100,000  
100,001 and over
- 37  A copy of any trust deed for the additional <sup>+</sup>securities

**Entities that have ticked box 34(b)**

- 38 Number of <sup>+</sup>securities for which <sup>+</sup>quotation is sought

---

<sup>+</sup> See chapter 19 for defined terms.

39 +Class of +securities for which quotation is sought

40 Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?

If the additional +securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another +security, clearly identify that other +security)

	Number	+Class
42	Number and +class of all +securities quoted on ASX ( <i>including</i> the +securities in clause 38)	

**Quotation agreement**

- 1 +Quotation of our additional +securities is in ASX’s absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.
  - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
  - There is no reason why those +securities should not be granted +quotation.
  - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

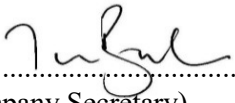
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

+ See chapter 19 for defined terms.

**Appendix 3B**  
**New issue announcement**

---

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
  - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document is not available now, we will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: .....  ..... Date: 29.10.2018  
(Company Secretary)

Print name: T.C.A. Binks

====

---

+ See chapter 19 for defined terms.