

ASX Announcement

08 July 2015

Proposed Return of Capital

ASX Code: ASW

Capital Structure:

Shares: 42.746m

Options: nil

Share price: \$0.65

Market capitalisation: \$27.78m

Board of Directors:

Simon Cato – *Chairman*

Kim Chong – *Managing Director*

Alan Winduss – *Non-executive Director/ Company Secretary*

Alvin Tan – *Non-executive Director*

About ASW:

Advanced Share Registry Limited provides registry services to listed and unlisted clients on a national basis. The business has built its registry operations through its reputation and delivery as an efficient, cost effective service provider. The Company has a track record of profits and pays a 6 monthly franked dividend. In April 2010, the company opened its Sydney office and will continue to look towards national expansion.

The Directors of Advanced Share Registry Limited ('the Company', 'ASW') have resolved, subject to shareholder approval, to undertake a Capital Reduction of 2.44 cents per share.

Under the Capital Reduction, ASW proposes to reduce its share capital by returning to each of its shareholders the amount of 2.44 cents per ordinary share. This represents a total return of approximately \$1,043,015,¹ with these funds to be sourced from ASW's existing surplus cash reserves. The number of shares on issue in ASW will not change as a result of the Capital Reduction.

Shareholder approval is required for the Capital Reduction which will require a General Meeting to be called.

The Directors have decided to take this action to benefit shareholders as, due to a solid trading performance since beginning operation, the company has:

- Preserved and increased cash balance since listing of the company;
- Not required the cash for operational purposes and allowed a high dividend payout to be met from operational cash flows; and
- Allowed major asset acquisitions, including the purchase of the Sydney Office and all printing and mailing equipment, to be financed from internal cash flows.

It is the Director's belief that the Company's share price is not influenced by cash or asset balances, and the Company is retaining a sufficient cash balance for any future requirements.

The Company is undertaking the necessary steps to convene the General Meeting to obtain approval, and is intending to complete these steps so that the payment of the Capital Reduction can be done simultaneously with the final dividend.

The Company will advise shareholders of both the proposed Capital Reduction and final dividend payment timetables once these details have been finalised.

Alan Winduss
Company Secretary

¹ Calculated on the basis that the Company has 42,746,500 shares on issue and the amount to be referred to shareholders is 2.44 cents per share.