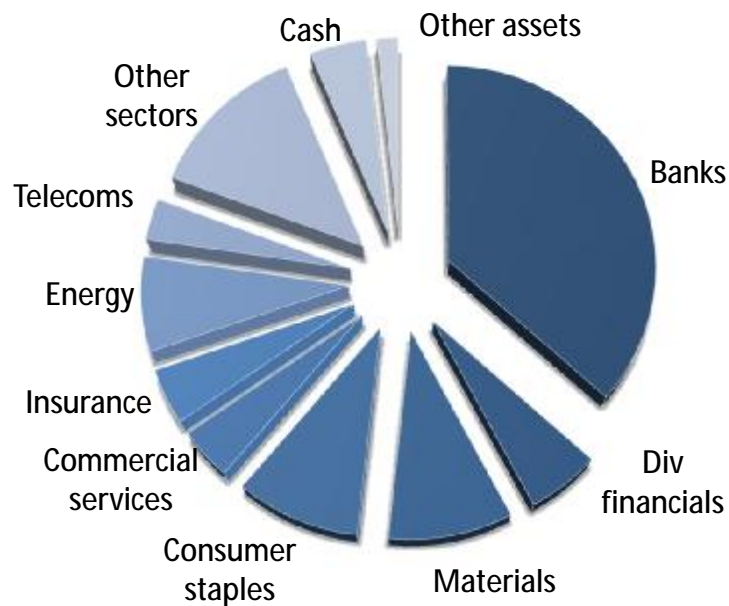


MILTON CORPORATION LIMITED

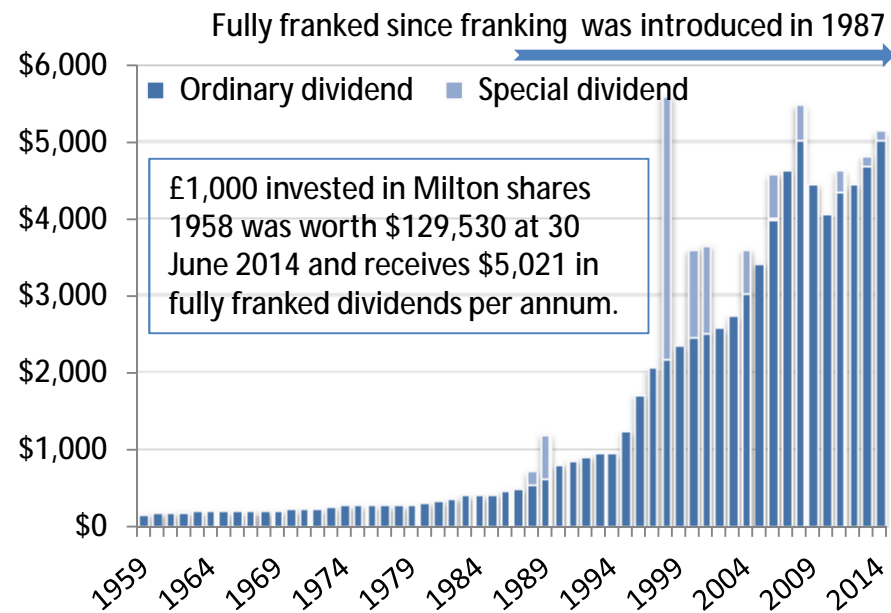
AN AUSTRALIAN LISTED INVESTMENT COMPANY SINCE 1958

2014 ANNUAL GENERAL MEETING

DIVERSIFIED PORTFOLIO



DIVIDEND HISTORY SINCE LISTING



DISCLAIMER

Milton Corporation Limited (“Milton”) has prepared this presentation.

The presentation (including views expressed by Milton’s directors) is made in good faith however, Milton does not warrant or represent that it is free from errors or omissions.

This presentation is intended as general information only and those to whom this presentation is made should seek independent financial advice that takes into account their financial circumstances when making an investment decision.

NON EXECUTIVE DIRECTORS

- **MR ROBERT MILLNER, Chairman**
- **MR JOHN CHURCH**
- **MR GRAEME CRAMPTON**
- **MR KEVIN ELEY**
- **DR IAN POLLARD**

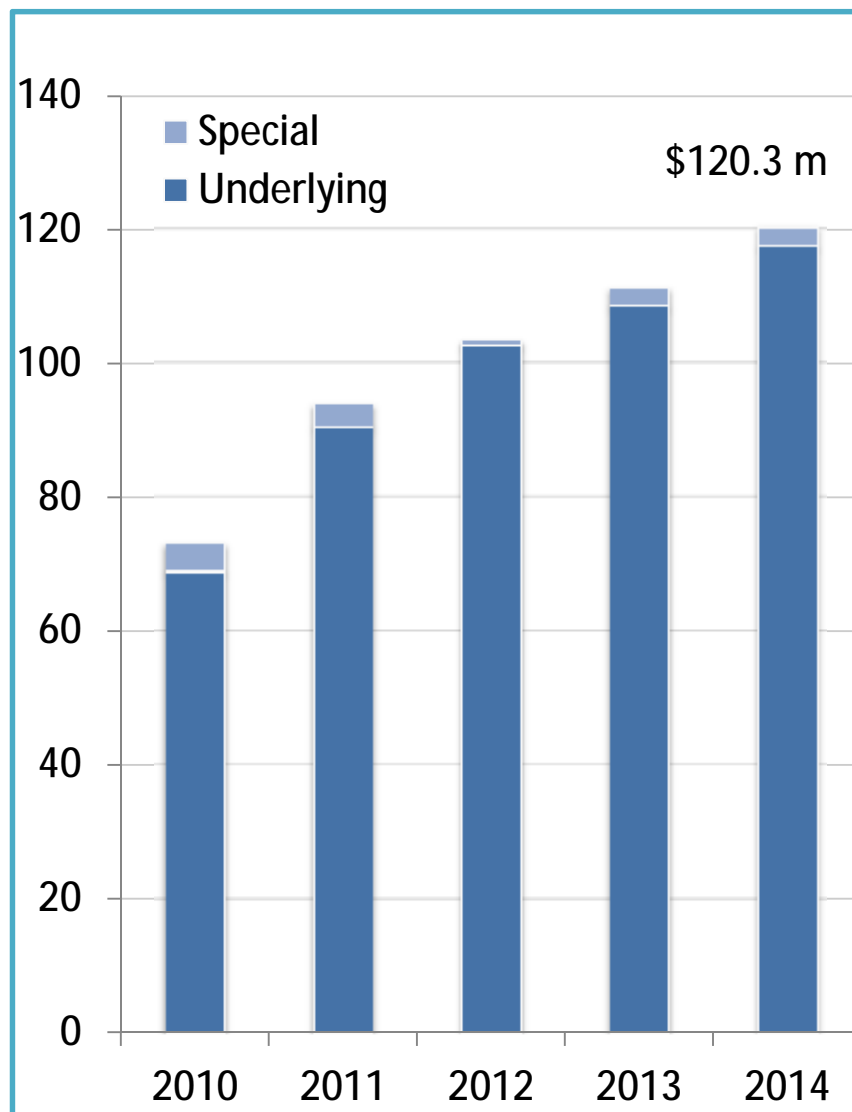
EXECUTIVES

- MR FRANK GOOCH, Managing Director
- MR NISHANTHA SENEVIRATNE, Secretary

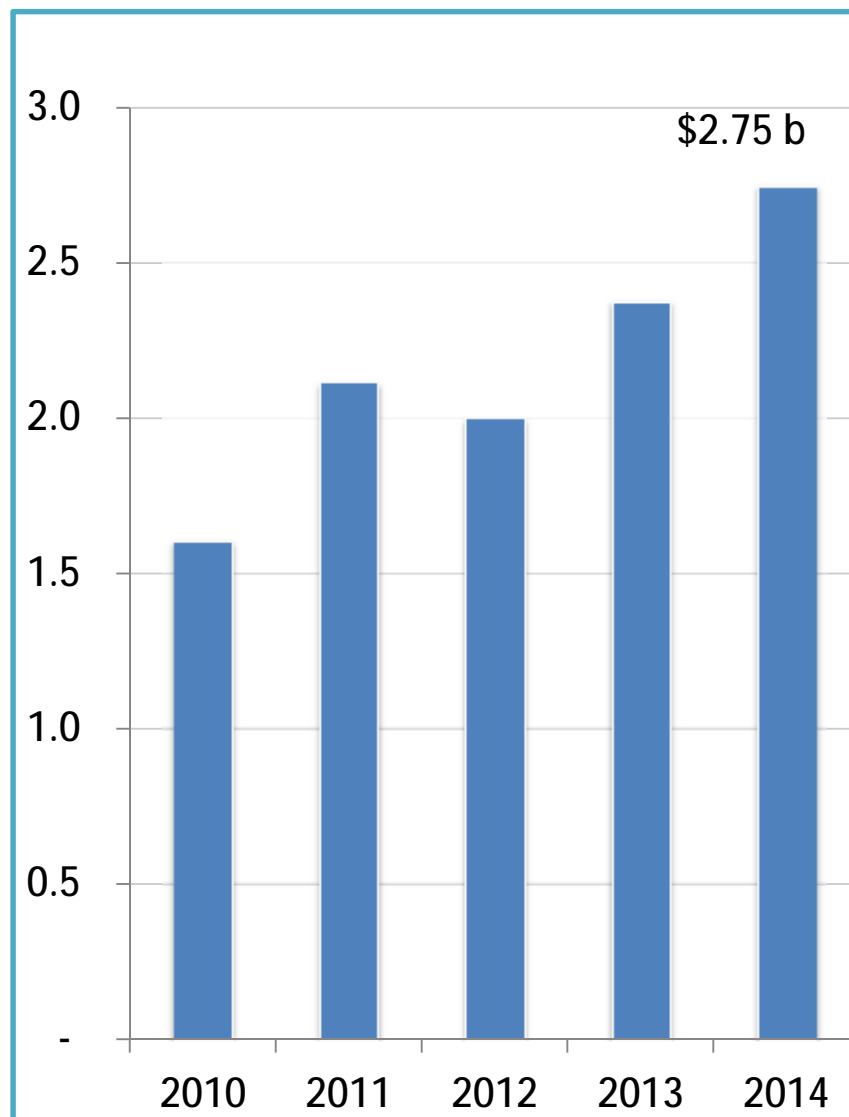
AUDITOR – MOORE STEPHENS SYDNEY

- MR JOE SHANNON, Partner

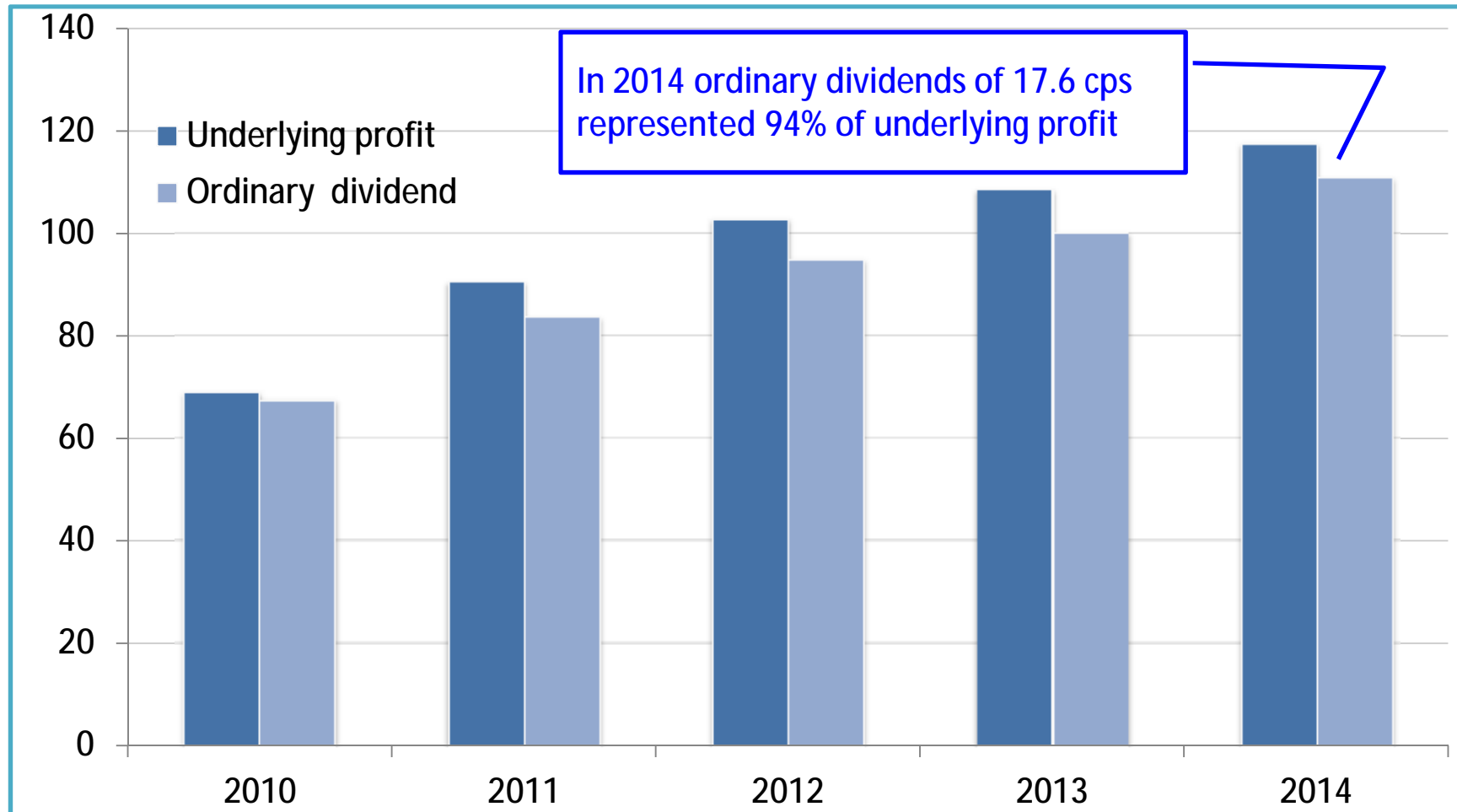
NET PROFIT



NET ASSETS

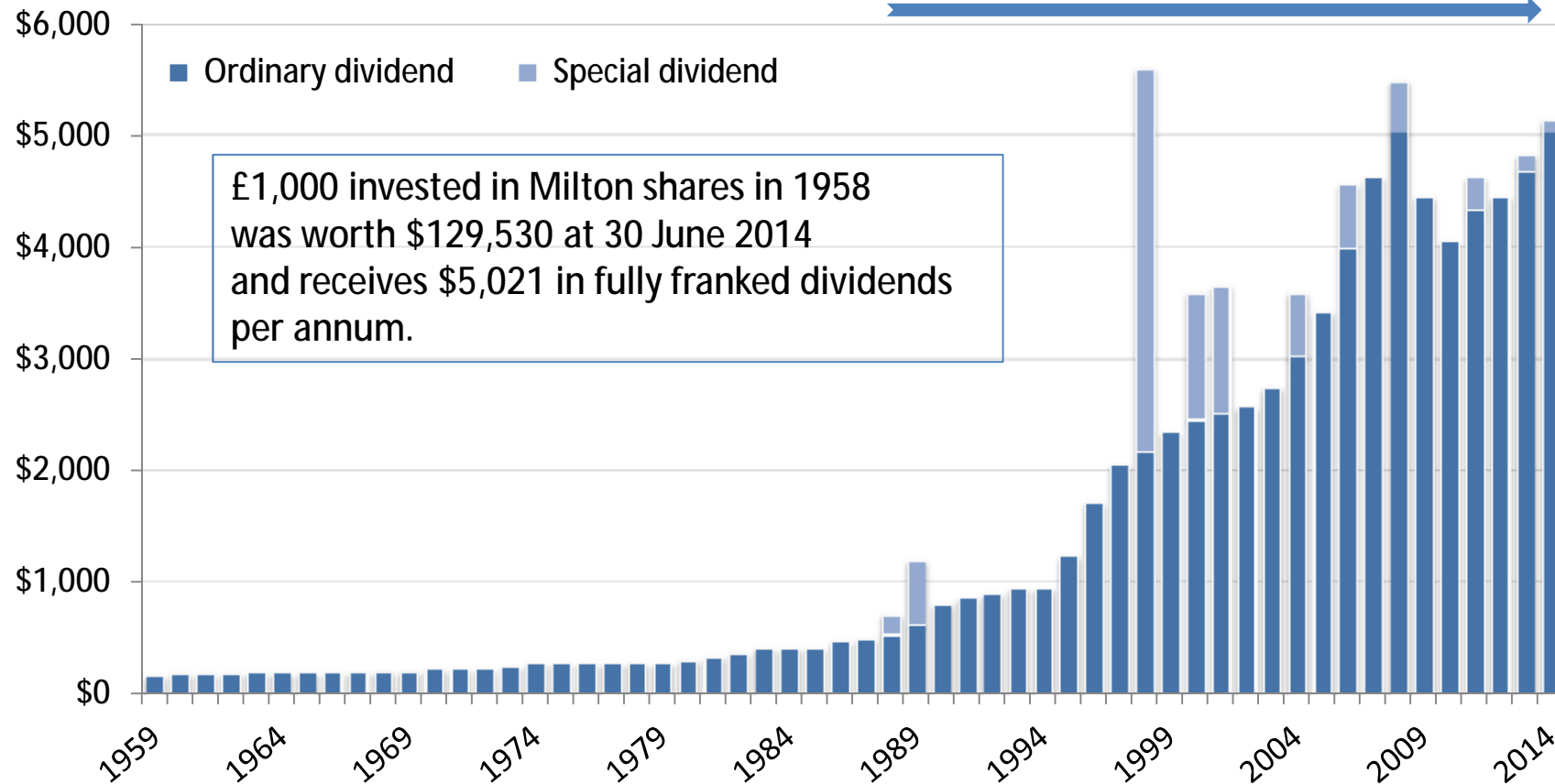


GROWING DIVIDENDS COVERED BY INCREASING ORDINARY PROFITS

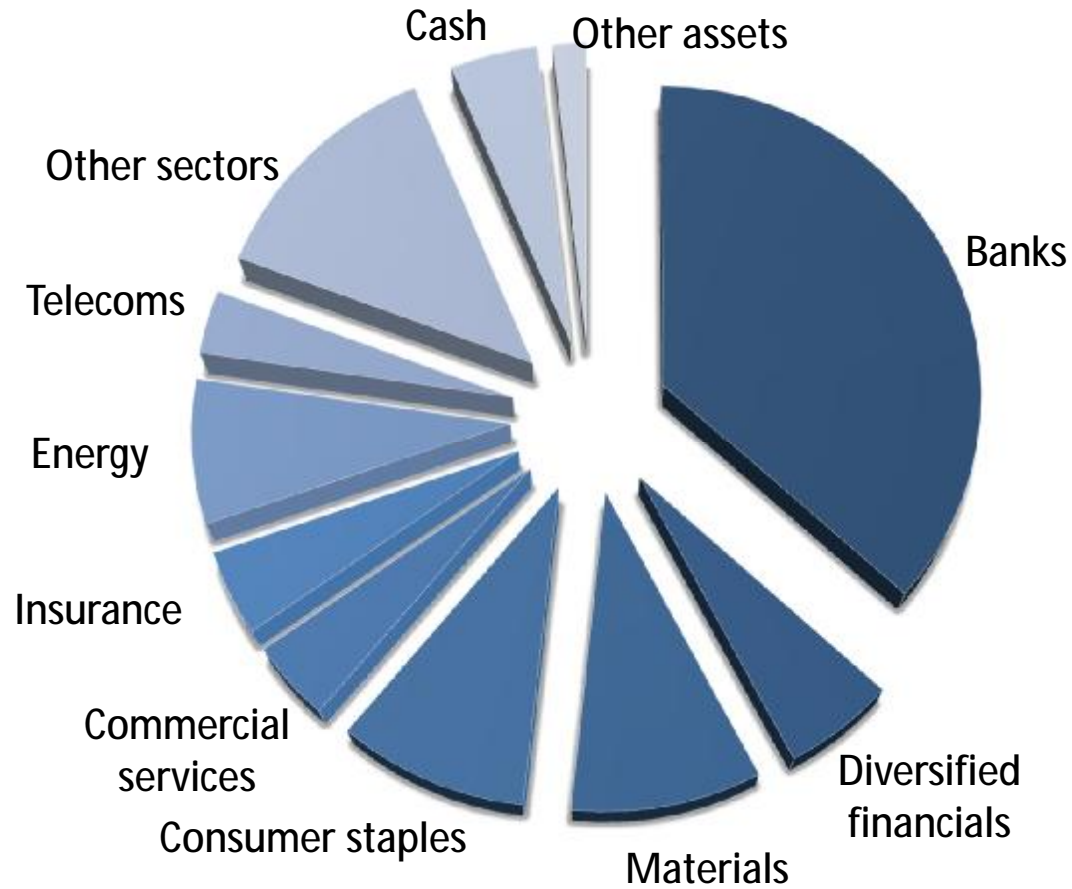


DIVIDEND HISTORY

Fully franked since franking was introduced in 1987



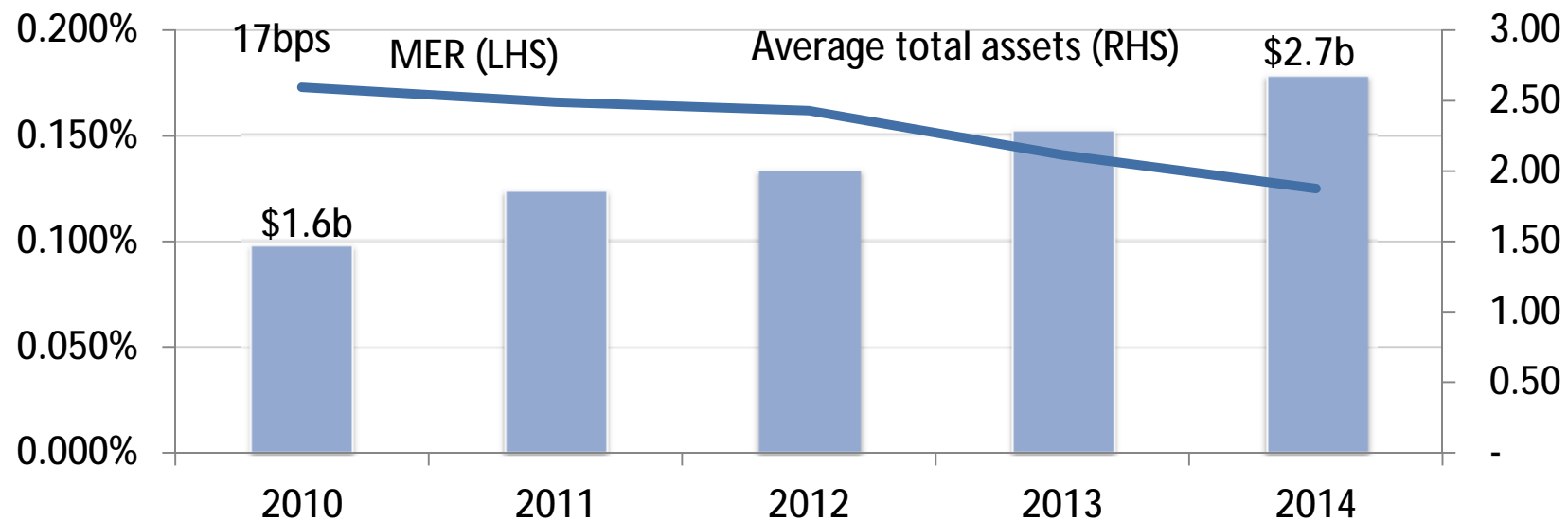
ASSETS



MER

| | 2010 | 2011 | 2012 | 2013 | 2014 |
|---|-------|-------|-------|-------|-------|
| Total operating costs (\$ 000) | 2,552 | 3,088 | 3,241 | 3,214 | 3,347 |
| Average total assets (\$billion) | 1.473 | 1.859 | 2.005 | 2.287 | 2.677 |
| MER (Operating costs/average assets)(%) | 0.173 | 0.166 | 0.162 | 0.141 | 0.125 |

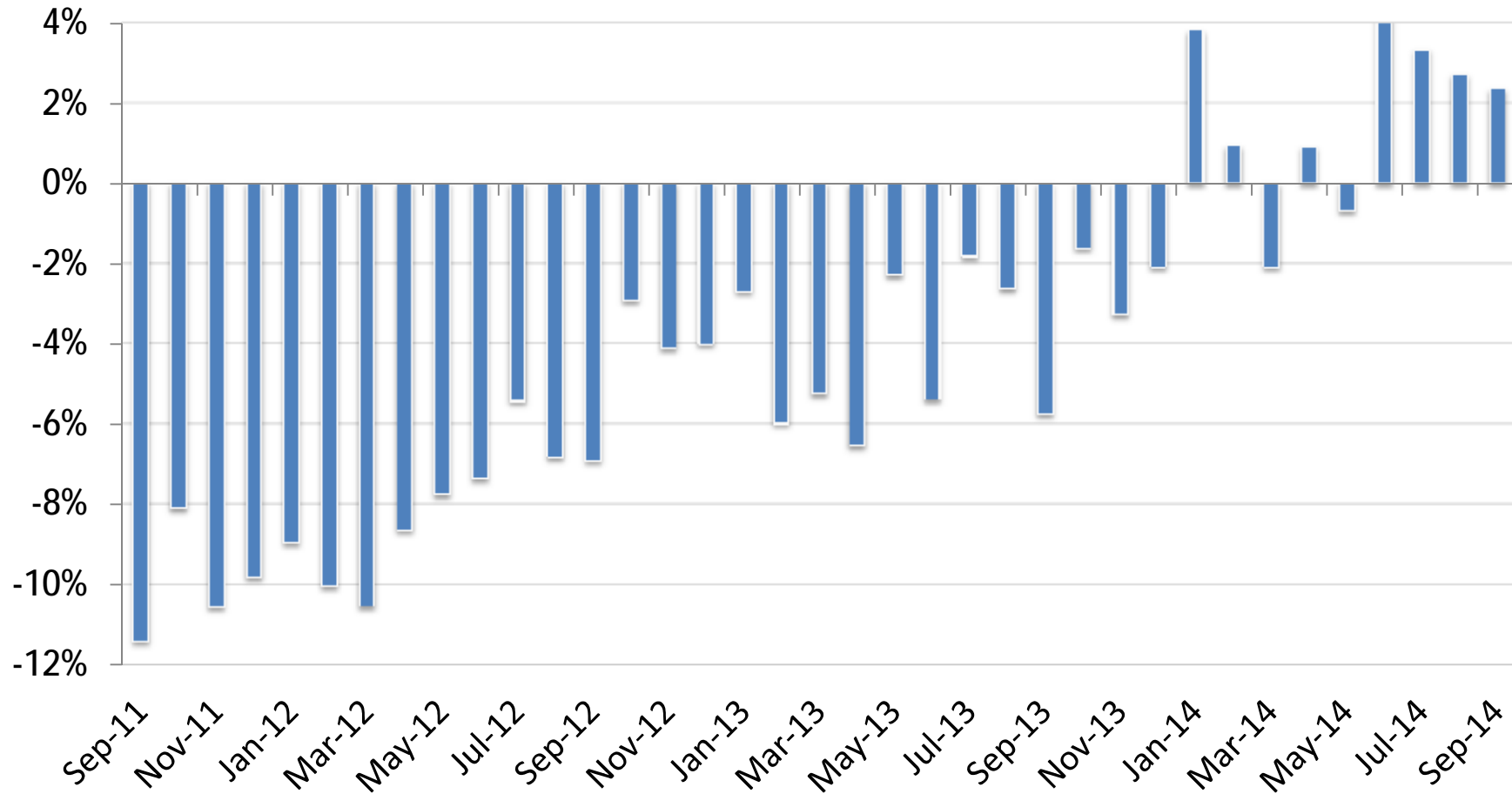
The number of shareholders have increased from 15,890 to 21,055



CAPITAL MANAGEMENT

- Share purchase plan in September 13
 - Raised \$63.5 million at \$19.12 per share
- Share split in October 13
 - 5 for 1
- Acquisition of unlisted investment company in February 14 valued at \$14 million
- DRP in March 14 and September 14
- Share purchase plan in September 14
 - Raised \$35.7 million at \$4.45 per share

PREMIUM / (DISCOUNT) at 30 September 2014



OUTLOOK

- Underlying operating profit for 3 months to 30 September 14 ahead of that of 2013
- Interim dividend of 8.2cps should at least be maintained

FRANK GOOCH

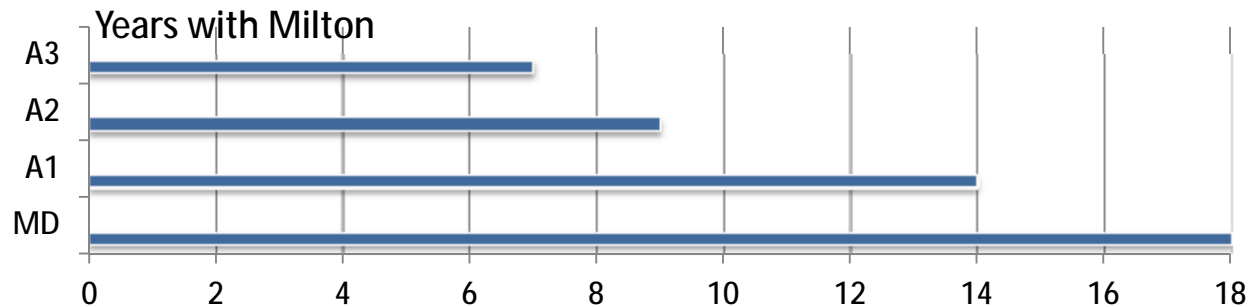
MANAGING DIRECTOR

UNDERLYING PROFIT

| At 30 June 2014 | 2014 \$ million | 2013 \$ million |
|-----------------------------------|--------------------|--------------------|
| Ordinary investment income | 114.3 | 105.8 |
| Net liquidity income | 4.7 | 5.6 |
| JV profits | 6.4 | 5.0 |
| Other income | 1.1 | 0.7 |
| Ordinary income from operations | 126.5 | 117.1 |
| Operating expenses | (3.3) | (3.2) |
| Tax expense | (5.8) | (5.4) |
| Underlying profit | 117.4 | 108.8 |
| Ordinary dividends declared | 110.7 | 100.0 |
| Special dividend income after tax | 2.9 | 2.7 |
| Special dividends paid | 2.5 | 3.0 |

LOW COST PROFESSIONAL PORTFOLIO MANAGEMENT

- **Low MER**
 - Operating costs in 2014 represented 0.125% of average total assets
- **Internal management**
 - Staff are working to maximise returns to Milton's shareholders not an external fund manager
 - There are no performance fees
- **Professional management**
 - Three experienced analysts reporting to managing director review portfolio



- Investment committee comprises 3 non exec directors and managing director

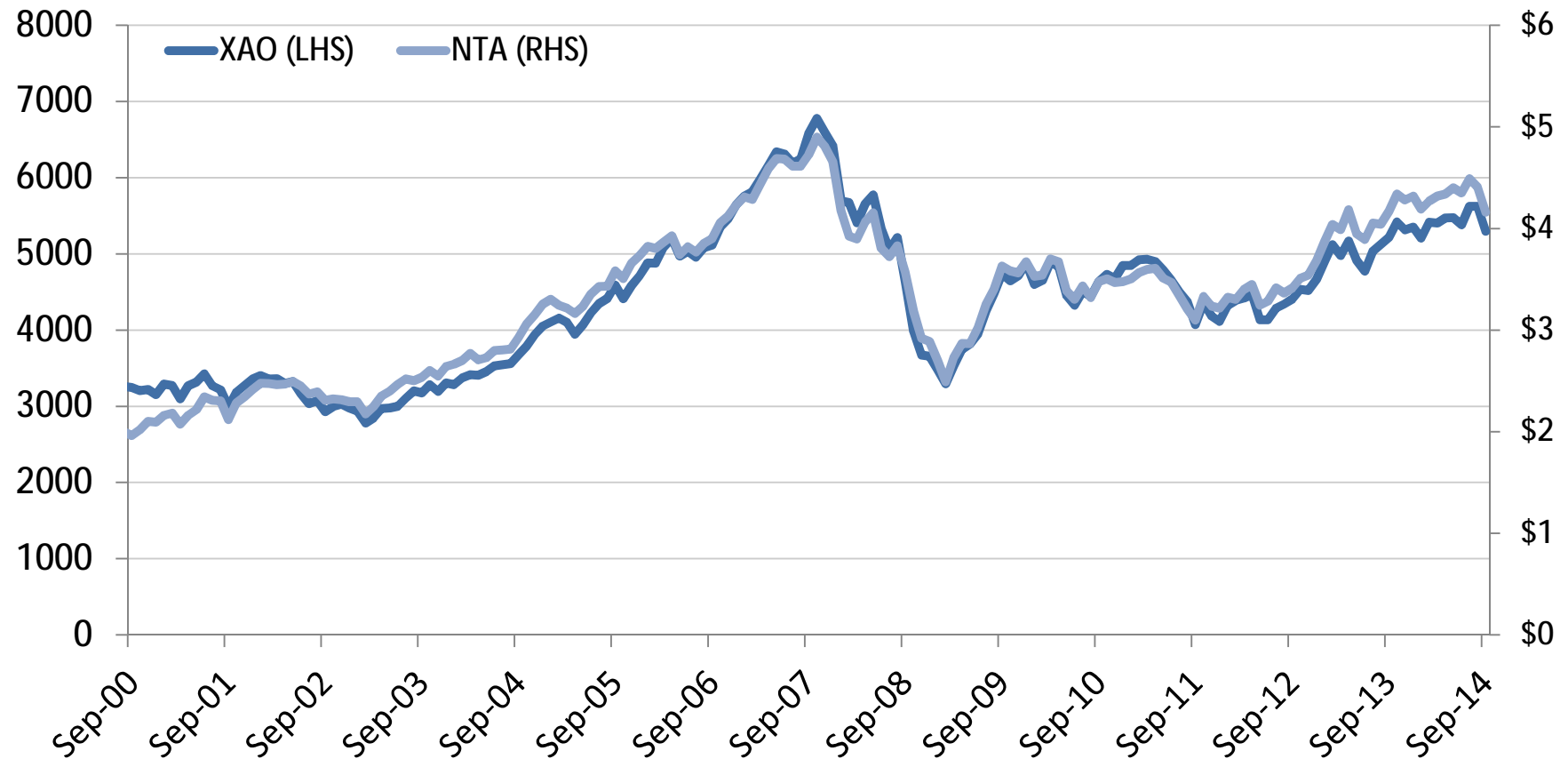
PROFORMA BALANCE SHEET

| At 30 June 2014 | 2014 \$ million | 2013 \$ million |
|--|--------------------|--------------------|
| Cash & liquids | 116 | 115 |
| Investments | 2,575 | 2,203 |
| Other assets | 57 | 60 |
| Total assets | 2,748 | 2,378 |
| Liabilities | (2) | (3.2) |
| Net assets before provision for tax on unrealised capital gains | 2,746 | 2,375 |
| Provision for tax on unrealised capital gains | (309) | (223) |
| Net assets | 2,437 | 2,152 |

CASHFLOWS

| | \$ million |
|---------------------------------------|------------|
| Cash at beginning of the year | 114.8 |
| <i>Inflows:</i> | |
| Operating cash flow | 120.6 |
| Net proceeds from share issues | 64.1 |
| Proceeds from disposal of investments | 19.5 |
| Total cash inflows | 204.2 |
| <i>Outflows:</i> | |
| Dividends paid | (107.0) |
| Payments for investments | (94.4) |
| Payment for joint ventures | (1.0) |
| Other | (0.4) |
| Total cash outflows | (202.8) |
| Cash at the end of the year | 116.2 |

MOVEMENT IN NTA



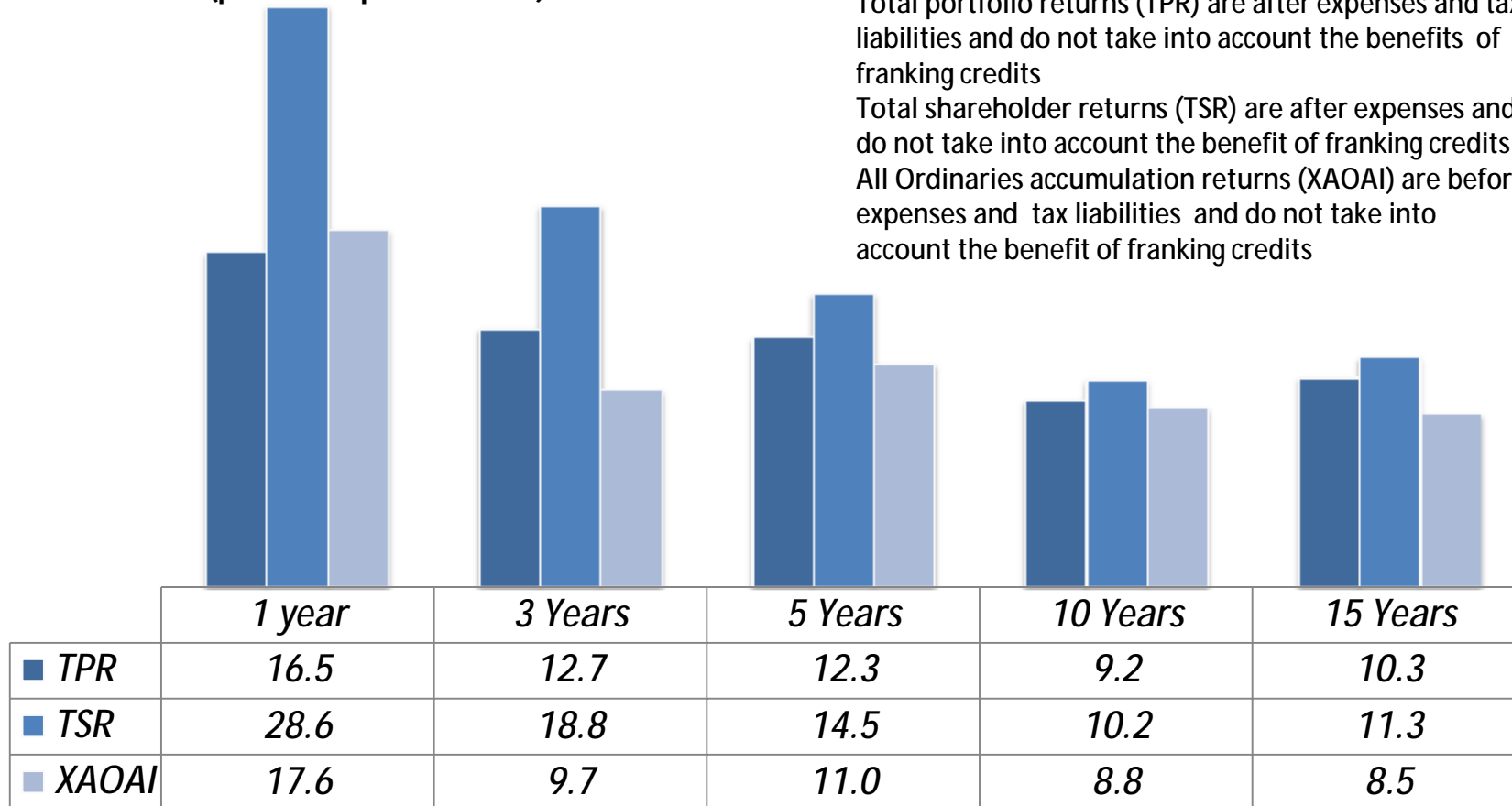
TOTAL RETURNS at 30 June 2014

Total returns (per cent per annum)

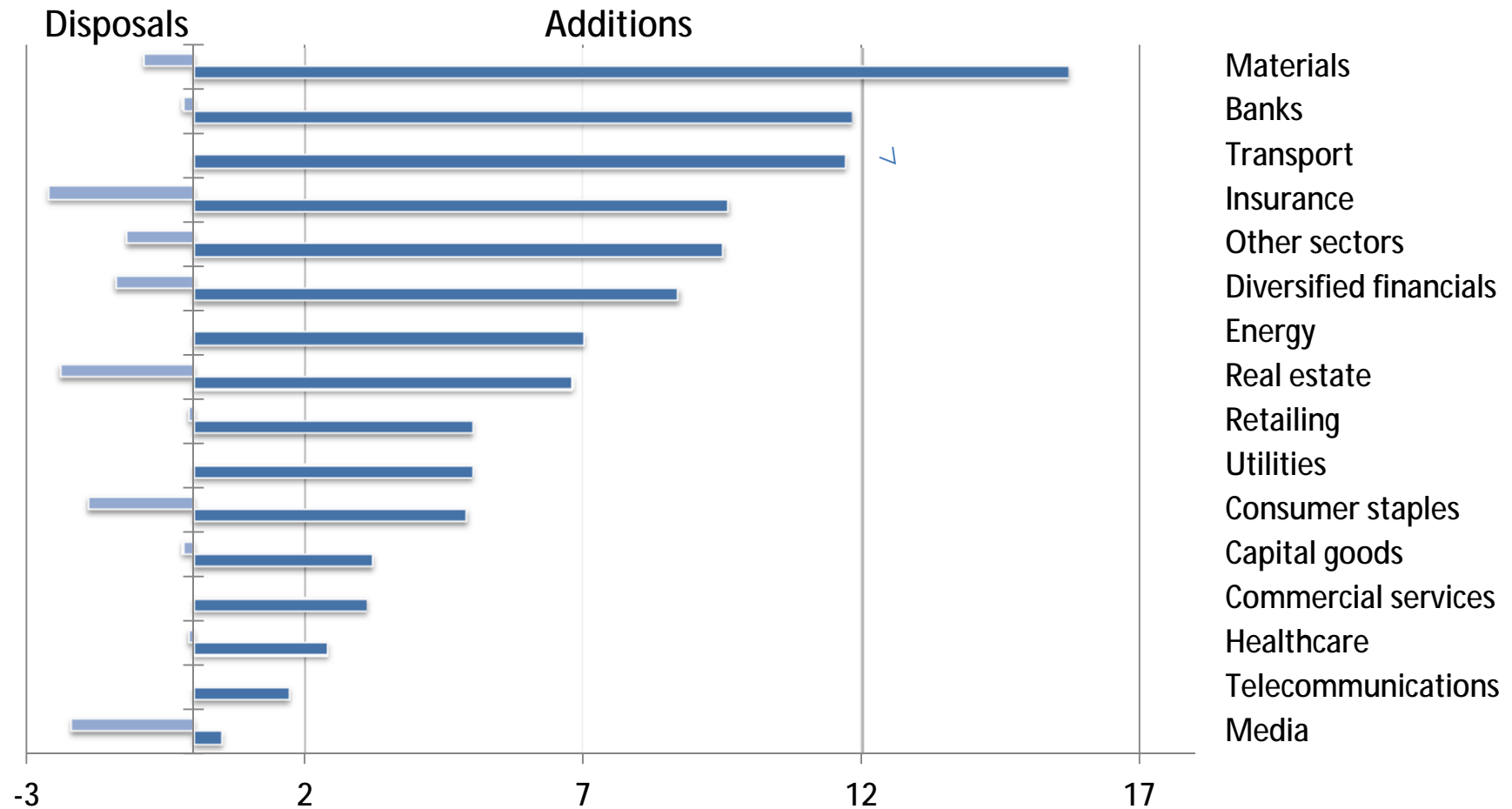
Total portfolio returns (TPR) are after expenses and tax liabilities and do not take into account the benefits of franking credits

Total shareholder returns (TSR) are after expenses and do not take into account the benefit of franking credits

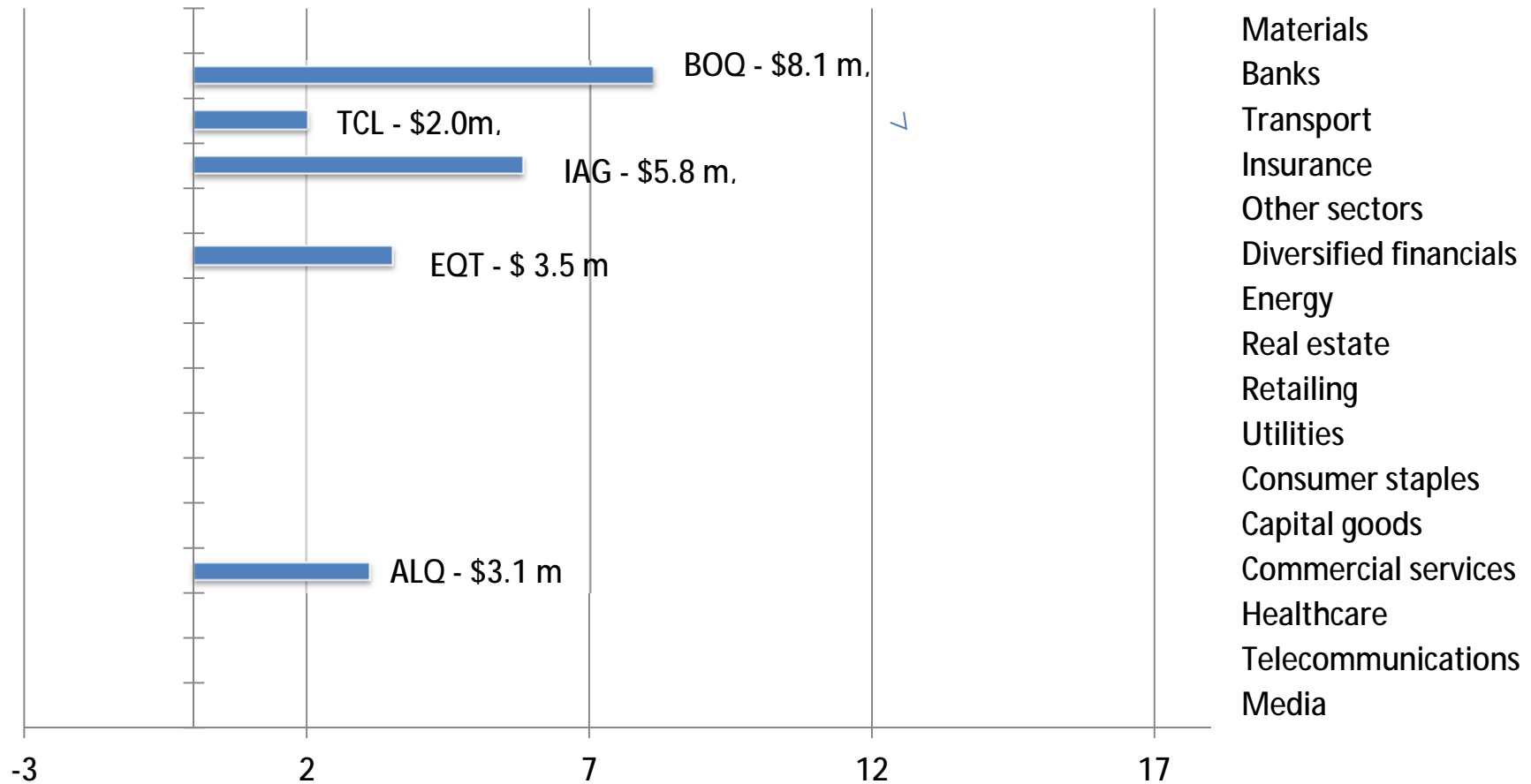
All Ordinaries accumulation returns (XAOAI) are before expenses and tax liabilities and do not take into account the benefit of franking credits



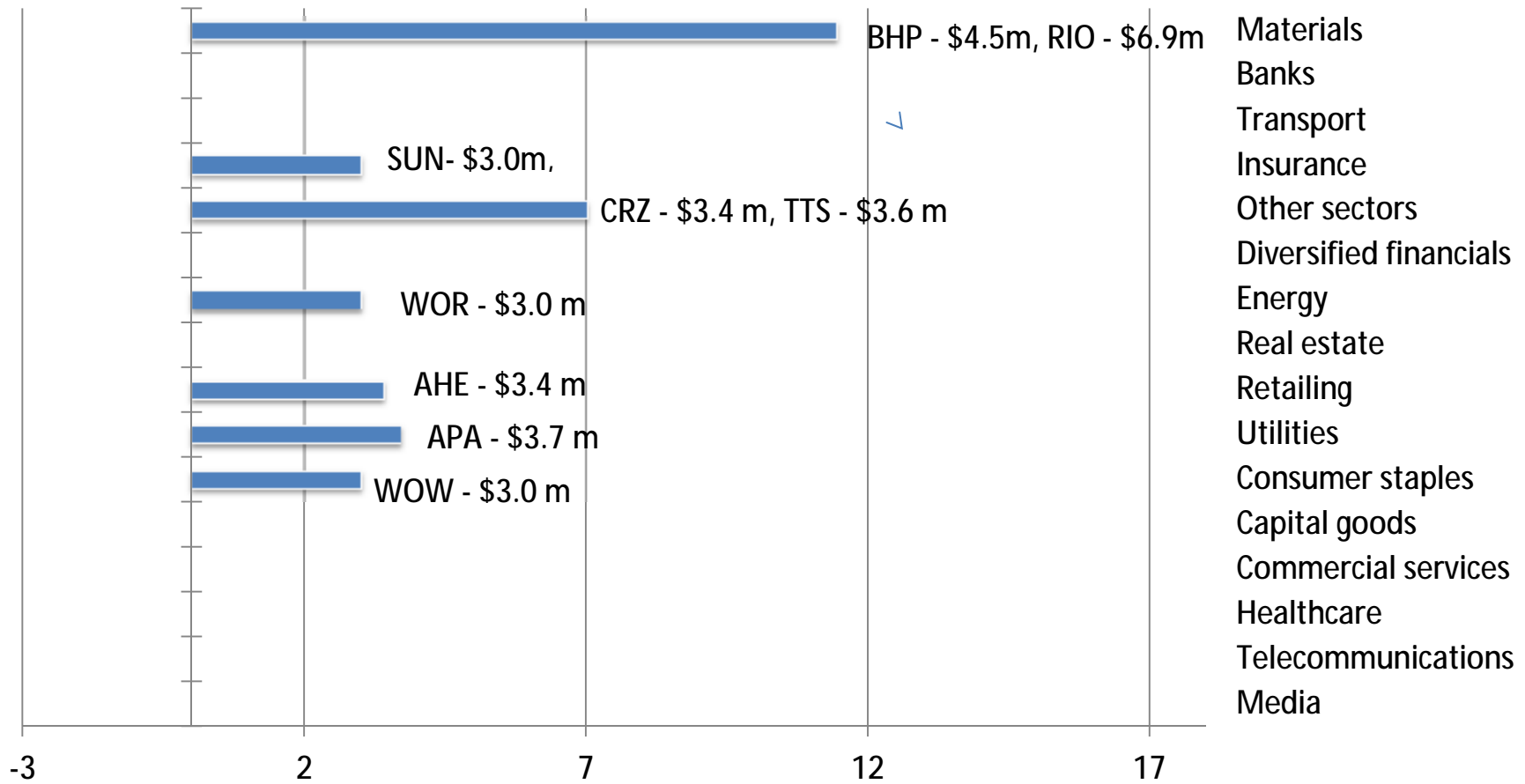
PORTFOLIO ADDITIONS AND DISPOSALS BY SECTOR



OPPORTUNISTIC PORTFOLIO ADDITIONS



PORTFOLIO ADDITIONS ABOVE \$3 MILLION

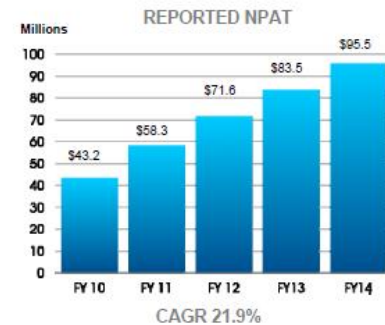
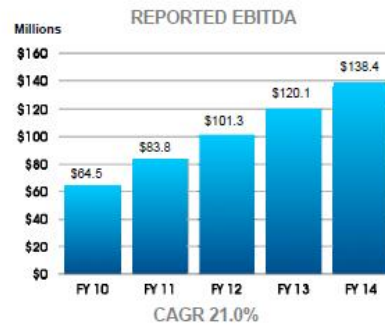
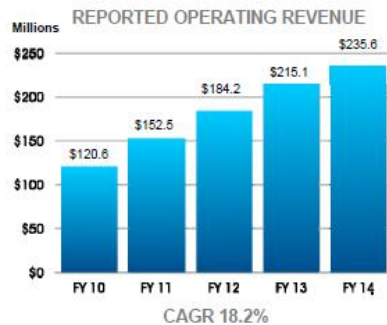


CARSALES.COM

Financial Overview

- Maintained strong growth in Operating Revenue rising to \$235.6m, up by 10% on pcp.
- Operating expenses (before interest and D&A) up 2% on pcp
- EBITDA up 15% on pcp to \$138.4m
- EPS of 40.2 cents per share, up 4.7 cents on the prior full year (H2 FY2014 21.7 cents per share up 2.2 cents on prior H2).
- Final FY2014 dividend of 17.4 cents per share declared (Interim FY2014 dividend of 14.7 cents per share).
- Total capex spend of \$5.1m.

| Reported Year Ending 30 June 2014 | \$A Millions | | Growth | |
|--|--------------|--------------|-------------|------------|
| | FY2013 | FY2014 | \$'s | % |
| Operating Revenue (Excluding Interest Revenue) | | | | |
| Online Advertising | 187.2 | 203.9 | 16.7 | 9% |
| Data & Research | 25.6 | 29.1 | 3.5 | 14% |
| International | 2.3 | 2.6 | 0.3 | 13% |
| Total Operating Revenue | 215.1 | 235.6 | 20.5 | 10% |
| Operating Expenses (Before Interest and D&A) | 95.0 | 97.2 | 2.2 | 2% |
| EBITDA | 120.1 | 138.4 | 18.3 | 15% |
| <i>EBITDA Margin</i> | 56% | 59% | | |
| D&A | 2.5 | 3.3 | 0.8 | 32% |
| EBIT | 117.6 | 135.1 | 17.5 | 15% |
| Net Interest Expense (Income) | (1.3) | 2.9 | 4.2 | 319% |
| Profit Before Tax | 118.9 | 132.3 | 13.4 | 11% |
| Income Tax Expense | 35.2 | 39.4 | 4.2 | 12% |
| Profits (Losses) in Associates | (0.2) | 3.4 | 3.6 | |
| Outside Equity Interests | 0 | (0.8) | (0.8) | |
| Net Profit After Tax | 83.5 | 95.5 | 11.9 | 14% |
| Earnings Per Share (cents) | 35.5 | 40.2 | 4.7 | 13% |



Source: carsales

WDS LIMITED



STRATEGIC FRAMEWORK

mining
energy

WDS is a provider of world class services to the Energy and Mining sectors which allow our clients to focus on their core business

WDS has 1000 Skilled people, extensive Fleet of Specialised Equipment underpinned by strong management systems

WDS values Safety & Environment, Integrity, Working Together, Excellence & Accountability



Sectors
Energy
Underground
Mining

Customers
site chip
corporates
Government
Gas producers
Emerging miners

Services
Feasibility
Design
Engineering
Manufacturing & construction
Maintenance



Strong balance sheet, local understanding of the licence to operate, robust risk management framework, specialised fleet of equipment and personnel

WDS LIMITED



MARKET ANALYSIS - CSG/LNG

mining
energy

- Energyskills Queensland forecast 45,000 wells over 20 years for the 6 train Curtis Island development
- CSG gathering is now evolving to the long term sustaining phase
- Well servicing and gas field maintenance opportunities emerging

WDS:

- Direct long term contractual relationships with all CSG participants
- Facilities, personnel and equipment strategically located in Queensland
- Investing in well work over and CSG maintenance
- First contractual success for WDS - CPECC JV with Arrow
- Cooper Basin gas development continuing

Well Servicing Workforce

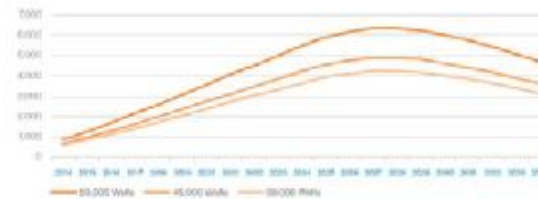


Figure 10: Projected well servicing workforce by job role 2014 to 2024

Gas Field & Facilities Development Workforce

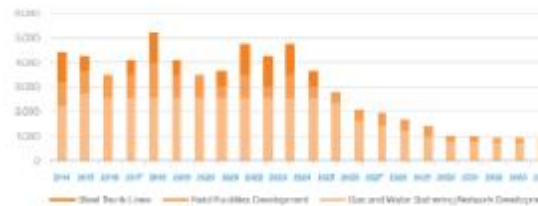


Figure 11: Gas field and facilities development workforce (excluding gas and water gathering) 2014 to 2024

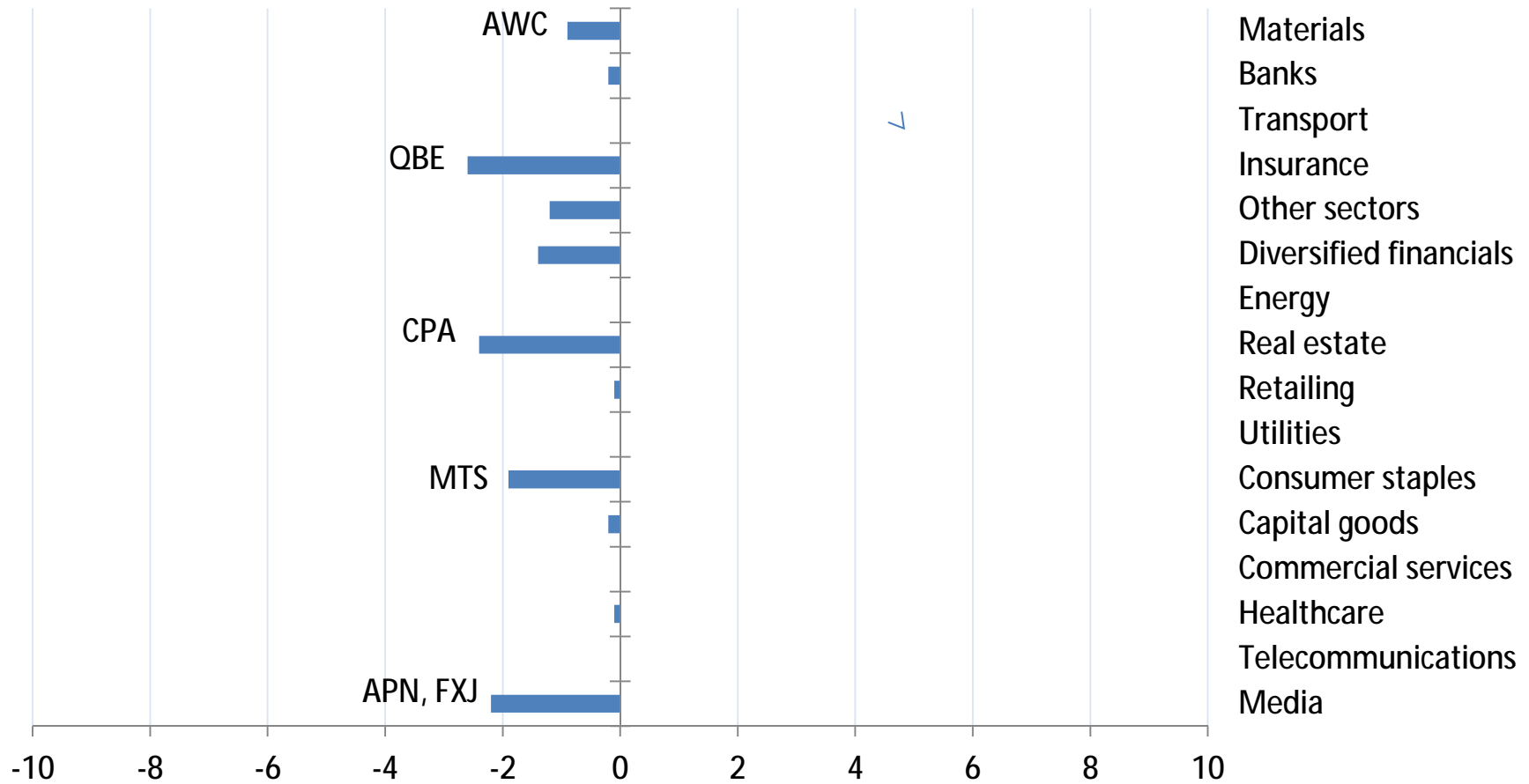
Source: Energyskills Queensland - Queensland CSG to LNG Industry Workforce Plan - Operations and Maintenance 2014 - 2024

18

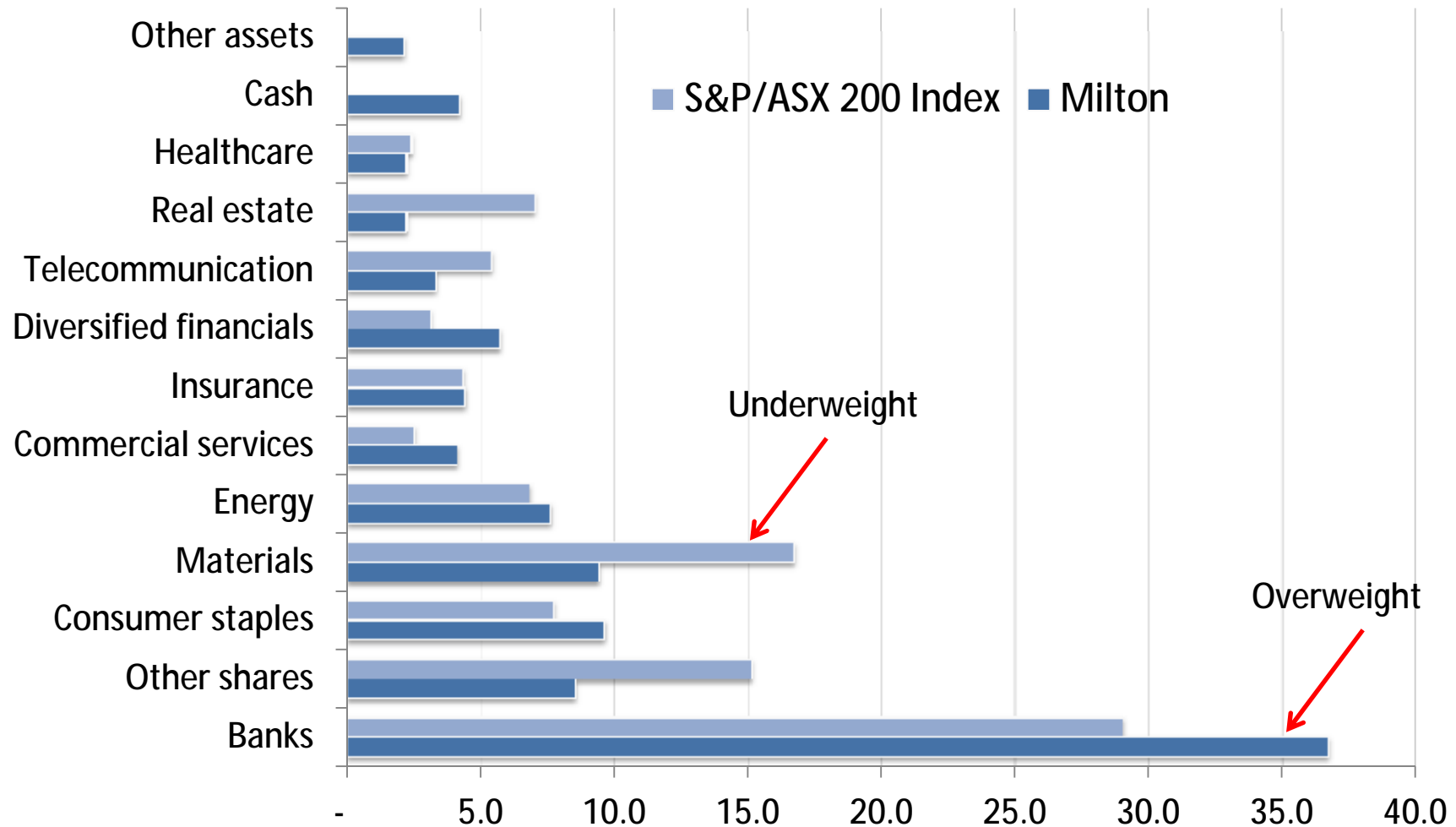
CORPORATE TRANSACTIONS

| Company | Action | New Company | Comment |
|------------------------|--------------|----------------|---|
| Amcor | Demerged | Orora | Retained |
| Brambles | Demerged | Recall | Sold and proceeds reinvested in BXB |
| Trust Company | Merged | Perpetual | Accepted scrip alternative and retained |
| Westfield Group | Restructured | Westfield Corp | Retained |
| Westfield Retail Trust | Restructured | Scentre Group | Retained |

PORTFOLIO DISPOSALS BY SECTOR



INVESTMENT PORTFOLIO ACTIVE POSITIONS at 30 June 2014



BANKING SECTOR

| | Milton Weight % | Index Weight % |
|--------------------------------|--------------------|-------------------|
| Westpac Banking Corporation | 12.9 | 7.4 |
| Commonwealth Bank of Australia | 8.9 | 9.2 |
| National Australia Bank | 5.3 | 5.4 |
| ANZ Banking Group | 3.6 | 6.4 |
| Bank of Queensland | 3.2 | 0.3 |
| Bendigo and Adelaide Bank | 2.5 | 0.4 |

DIVIDENDS BY SECTOR

| Classification | Opening position \$ million | Additions \$ million | Disposals \$ million | Change in value \$ million | Closing position \$ million | Income \$ million | Share of total assets % |
|--------------------------|--------------------------------|-------------------------|-------------------------|-------------------------------|--------------------------------|----------------------|----------------------------|
| Banks | 845.0 | 11.8 | (0.2) | 151.7 | 1,008.3 | 51.9 | 36.7 |
| Consumer staples | 254.7 | 4.9 | (1.9) | 2.1 | 259.8 | 11.5 | 9.5 |
| Materials | 217.3 | 15.7 | (0.9) | 26.5 | 258.6 | 8.9 | 9.4 |
| Energy | 180.9 | 7.0 | - | 21.1 | 209.0 | 7.2 | 7.6 |
| Commercial services | 117.5 | 3.1 | - | (6.7) | 113.9 | 4.8 | 4.1 |
| Insurance | 117.5 | 9.6 | (2.6) | (2.4) | 122.1 | 5.4 | 4.4 |
| Diversified financials | 110.0 | 8.7 | (1.4) | 36.4 | 153.7 | 5.8 | 5.6 |
| Telecommunications | 76.5 | 1.7 | - | 13.3 | 91.5 | 4.2 | 3.3 |
| Capital goods | 39.6 | 3.2 | (0.2) | 5.1 | 47.7 | 1.9 | 1.7 |
| Real estate | 48.8 | 6.8 | (2.4) | 6.5 | 59.7 | 3.5 | 2.2 |
| Other shares | 51.7 | 21.2 | (1.2) | 2.5 | 74.2 | 2.7 | 2.7 |
| Utilities | 39.9 | 5.0 | - | 3.9 | 48.8 | 2.1 | 1.8 |
| Healthcare | 50.9 | 2.4 | (0.1) | 6.0 | 59.2 | 1.3 | 2.2 |
| Retailing | 40.5 | 5.0 | (0.1) | 12.0 | 57.4 | 2.2 | 2.1 |
| Media | 11.7 | 0.5 | (2.2) | 1.1 | 11.1 | 0.6 | 0.4 |
| Total listed investments | 2,202.5 | 106.6 | (13.2) | 279.1 | 2,575.0 | 114.0 | 93.7 |
| Cash & liquids | 129.0 | | | | 126.0 | 4.7 | 4.6 |
| Other assets | 46.6 | | | | 47.5 | 10.9 | 1.7 |
| Total | 2,378.1 | | | | 2,748.5 | 129.6 | 100.0 |

OUTLOOK 2015

- Recent results announcements were good
- EPS increases from cost cutting rather than revenue gains
- Milton's results to date ahead of last year
- Economic and political uncertainty affects business planning
- Milton to maintain long term focus

**MILTON CORPORATION LIMITED AN
AUSTRALIAN LISTED INVESTMENT COMPANY
SINCE 1958**

2014 ANNUAL GENERAL MEETING