

Unaudited Full Year Result and Dividend Announcement

Leading equipment financier Silver Chef Limited ("Silver Chef" ASX: SIV) today confirmed that the unaudited underlying hospitality FY18 profit before tax result is expected to be within the guidance range of between \$17 million and \$18 million and the unaudited statutory FY18 net loss after tax is expected to be around \$48 million.

FY18 Statutory Loss

The FY18 full year loss is largely attributed to the Group's exit of the GoGetta business announced on 26 February 2018. The loss constitutes a write down of expected returns from the GoGetta business, a customer remediation provision (see below), a write off of borrowing costs relating to the previous bank facility and a reset of provisions for the arrears and rental asset book on a go-forward basis.

Dividend

Based on the statutory result, the Board has resolved to suspend the final dividend.

ASIC

Management continues to work with ASIC to resolve the previously communicated matter. The Company has taken a material provision for customer remediation and related costs at the full year while a resolution continues to be worked through.

Capital Management

Following the expected FY18 statutory loss, the Company is in discussions with its Lenders regarding its financial covenants and a capital management plan going forward. The Company continues to enjoy the support of its Lenders and expects appropriate waivers will be granted as required. As part of the capital management plan the Company is expected to introduce subordinated debt to its capital structure. Discussions have commenced with interested parties to provide such debt.

The GoGetta run-off continues as expected and the associated debt has reduced from \$88 million at 30 June to \$77 million at 31 July.

Conclusion

Both the Board and Management remain confident of the strength of the core hospitality business and that the Transformation Strategy the Group is embarking on will deliver growth over coming years.

The Company will be releasing its full year result on 30 August.

ENDS

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About Silver Chef

Silver Chef was established in 1986 to help businesses fund their equipment needs through the Rent-Try-Buy® and Rent-Grow-Own® Solutions. This keeps their options open and preserves their cash to grow their business.

Silver Chef Limited is an Australian Securities Exchange-listed company (ASX Code: SIV) focused on long term rentals of commercial equipment to small-to-medium enterprise in the hospitality space. The company has a significant presence in Australia and growing exposure to the New Zealand and North American markets.

Disclaimer

Silver Chef Limited has not considered the financial position or needs of the recipient in providing this update letter. Persons needing advice should consult their stockbroker, bank manager, solicitor, attorney, accountant or other independent financial or legal advisor.

This letter includes certain 'forward-looking statements' which are not historical facts but rather are based on Silver Chef's current expectations, estimates and projections about the industry in which Silver Chef operates, and beliefs and assumptions regarding Silver Chef's future performance. Words such as 'anticipates', 'expects', 'intends', 'plans', 'believes', 'seeks', 'estimates' and similar expressions are intended to identify forward-looking statements. These statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and other factors, some of which are beyond the control of Silver Chef, are difficult to predict and could cause actual results to differ materially from those expressed or forecasted in the forward-looking statements. Silver Chef cautions shareholders and prospective shareholders not to place undue reliance on these forward-looking statements, which reflect the view of Silver Chef only at the date of this letter.

The forward-looking statements made in this letter relate only to events as of the date on which the statements are made. Silver Chef will not undertake any obligation to release publicly any revisions or updates to these forward-looking statements to reflect events, circumstances or unanticipated events occurring after the date of this letter except as required by law or by any appropriate regulatory authority.

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