

Quarterly 1.5 cent Dividend

Katana Capital Limited (ASX: KAT) (“Katana”) The Board of Katana is pleased to declare a 1.5 cent dividend (unfranked) for the December 2014 quarterly period.

DIVIDEND TIMETABLE

28 January 2015	Announcement to market
2 February 2015	Ex-dividend date
4 February 2015	Record Date
9 February 2015	Last day for DRP election
23 February 2015 ⁽ⁱ⁾	Payment Date

(i) Indicative payment date based on completion of DRP buyback programme

DIVIDEND REINVESTMENT PLAN (DRP)

Katana’s DRP and DRP buyback programme will be active and apply to this dividend, please refer over for additional details.

- ENDS -

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DIVIDEND REINVESTMENT PLAN (“DRP”)

Katana Capital notes that its dividend reinvestment plan (“DRP”) applies to this dividend, the key terms of the DRP are as follows:

- (i) Shareholders may elect to receive Katana Capital shares instead of cash for dividends declared by Katana Capital in respect of all or part of their holdings of Shares (at their election). All shareholders are eligible to participate in the DRP, and participation is optional.
- (ii) Every shareholder wishing to participate in the DRP will need to apply directly to Katana Capital share registry.
- (iii) The DRP will involve the transfer to participating shareholders of existing Katana Capital shares to the value of a shareholder’s total dividend entitlement. These shares will be acquired on-market for the purposes of the DRP by a nominated broker, at a price per share up to a maximum price determined by the board, which will be set at a specified discount to Katana’s NTA per share.
- (iv) To the extent sufficient shares to meet shareholders’ entitlements under the DRP cannot be purchased at a price less than the specified maximum price per share, Katana Capital will issue additional new shares to participating shareholders again at a specified discount to the company’s NTA per share.
- (v) There will not be a discount for DRP participation
- (vi) Ranking of securities to be issued pursuant to the DRP will be equal to current class of Ordinary Shares quoted on the Australian Securities Exchange
- (vii) The pricing methodology used to determine the DRP price will be the weighted average share price during the on-market DRP buyback programme

The intent of the DRP is that the buying of shares on-market at a discount to Katana’s NTA will facilitate additional liquidity in the shares of the company. Details and instructions for participation in the DRP are noted in Annexure A.

For a complete copy of the DRP please refer to the company’s website:

<http://www.katanacapital.com.au/katana-capital-limited-charters-policies.html>

Annexure A

DRP REGISTRATION

If shareholders wish to register for the DRP, they may do so by immediately contacting Computershare and making such arrangements as are necessary. Computershare may be contacted for these purposes as follows:

Computershare Investor Services Pty Limited

Within Australia : 1300 557 010
Outside Australia : +613 9415 4000
Facsimile : +618 9323 2033
By Mail: GPO Box 2975, Melbourne VIC 3001.
Website: www.computershare.com.au

In order to qualify under the DRP for this dividend, shareholders must complete and return the a DRP Registration form either via the website or by fax or post to be received by Computershare **on or before 9 February 2015.**

INSTRUCTIONS, INFORMATION AND DETAILS FROM COMPUTERSHARE

A Dividend Reinvestment Plan application form is available by contacting Computershare on shareholder information line as follows:

Computershare Investor Services Pty Limited
Within Australia: 1300 557 010
Outside Australia: +613 9415 4000
Facsimile: +618 9323 2033
By Mail: GPO Box 2975, Melbourne VIC 3001.
Website: www.computershare.com.au

Alternatively shareholders can update their details directly online at:

<http://www.computershare.com/au/investors>

1. Enter the link above in your internet browser
2. Select Bank Detail Update
3. Under company code, insert KAT
4. Enter your Holder Identification Number (HIN) or Securityholder reference Number (SRN) and postcode (or country if outside Australia), accept the terms and conditions and click “submit”
5. You will be required to create an account or be prompted to login. Please follow the instructions.