



Another good year for KORVEST LIMITED - DRAFT

Company/ASX Code	KORVEST LIMITED/KOV
AGM date	Monday, 20 October 2021
Time and location	11am ACST – Virtual meeting
Registry	Computershare
Webcast	Yes - Lumi meeting ID 368-674-513
Poll or show of hands	Poll on all items
Monitor	Malcolm Holden assisted by Bob Ritchie, Des Moriarty, Stephen Howie
Pre AGM Meeting?	Yes, with Chair Andrew Stobart and Finance Director Steven McGregor

Please note any potential conflict as follows: The individual(s) (or their associates) involved in the preparation of this voting intention have no shareholding in this company.

Summary of issues for meeting

We envisage no issue of concern for this AGM

Item 1	Consideration of accounts and reports
ASA Vote	No vote required

Summary of ASA Position

Korvest Ltd, together with its subsidiaries, manufactures and supplies cable and pipe support systems, galvanising services. It operates in two segments, Industrial Products and Production. The Industrial Products segment manufactures electrical and cable support systems, and steel fabrication and access systems. This segment also sells, hires, and repairs high torque tools, such as hydraulic torque wrenches, pneumatic continuous torque wrenches, electronic continuous torque wrenches, huck tools, and power rigs. It conducts its business under the EzyStrut, Korvest Galvanisers names. The Production segment provides hot dip galvanising services. It serves infrastructure, commercial, utilities, mining, food processing, oil and gas, power stations, health, and industrial sectors. The company was founded in 1970 and is based in Kilburn, Australia.

The Monitoring sub-committee for Korvest gave consideration to the Companies \$6m Cash Position and decided an appropriate question to ask the Company AGM is whether the Board might give consideration to offering to purchase unmarketable parcels or other small parcels up to 1000 shares. There are 916 shareholders with less than 1000 shares, totalling 348113 shares and the total number of shareholders in the company is 1947.

Governance and culture

Governance is generally good with the Chairman and board representing all shareholders.

Financial performance

Net Profit After Tax was \$6.054m up from \$4.027m in 2020.

Earning per share increased to 53.5c from 35.8c in 2020.

Key events

Korvest announced the divestment of the Power Step and Titan Technologies (post Balance Date) as these businesses no longer fitted with the core activities of EzyStrut and Galvanising.

Sale Proceeds of \$0.88m received on 15 September, 2021 to invest in core activities at Kilburn, SA.

Key Board or senior management changes

2021 saw the resignation of Graeme Billings as Chairman and Director on 31 August, 2021 having joined the Board in May 2013. He has been succeeded as Chairman by Mr Andrew Stobart who joined the Korvest Board in August, 2016.

Ms Therese Ryan was appointed as a Director on 1 September, 2021 to fill the vacancy created by the retirement of Graeme Billings.

ASA focus issue

Korvest satisfied the requirements of the ASA focus issues. Throughout the current Covid Pandemic the company continued to operate although some impact was experienced in both the Victorian and South Australian operations due to shutdowns. Shareholder communication is satisfactory, and no capital raisings have occurred over the last financial year.

Summary

(As at FYE)	2021	2020	2019	2018	2017
NPAT (\$m)	6.054	4.027	2.885	1.369	(1.578)
UPAT (\$m)	N/A	N/A	N/A	N/A	N/A
Share price (\$)	4.99	4.00	2.70	2.07	2.36
Dividend (cents)	28.0	28.0	16.0	8.0	20.0
Simple TSR (%)	32	56			
EPS (cents)	53.5	35.8	25.9	12.3	(14.4)
CEO total remuneration, actual (\$m)	.637	.531			

For 2021, the CEO's total actual remuneration was 7 times the Australian Full time Adult Average Weekly Total Earnings (based on May 2021 data from the Australian Bureau of Statistics).

Item 2	Re-election of Mr Gerard Hutchinson as a Director
ASA Vote	For

Summary of ASA Position

Gerard Hutchinson was appointed as Non-Executive Independent Director of Korvest Ltd in November 2014. Mr. Hutchinson is a Chartered Accountant and has also completed a Masters of Business Administration (MBA) and Masters of Business Law (MBL). He has 20 years of experience in the contracting and engineering industry, including 14 years working for Leighton in Asia and five years as Executive Director, Finance for AECOM across Australia and New Zealand. In addition to his extensive finance and operational experience, Mr Hutchinson has led the due diligence and integration of a number of mergers and acquisitions as well as significant experience in the roll-out of the Oracle suite of systems. Mr Hutchinson is a fellow of the Institute of Chartered Accountants, Australian Institute of Company Directors and Australian Institute of Management

Mr Hutchinson is Chairman of Audit and Member of the Remuneration Committee.

Item 3	Re-election of Ms Therese Ryan as a Director
ASA Vote	For

Summary of ASA Position

Therese Ryan was appointed as a Director of Korvest Ltd in September 2021. Ms Ryan has experience as a senior business executive and commercial lawyer working in widely diversified businesses in Australia and internationally. Therese has over 20 years' experience across executive and board appointments within the automotive industry. Previously, she was Vice President and General Counsel of General Motors International Operations based in Shanghai, Assistant Secretary of General Motors Corporation and prior to that General Counsel and Company Secretary of GM Holden. Ms Ryan serves as a non-executive Director on the Board of Bapcor Limited.

Item 4	Approval of the grant of Performance Rights to Mr Chris Hartwig for the purposes of ASX Listing Rule 10.14
ASA Vote	FOR

Summary of ASA Position

We have examined the Performance Requirements and are satisfactory.

Item 5	Approval of the grant of Performance Rights to Mr Steven McGregor for the purposes of ASX Listing Rule 10.14
ASA Vote	For

Summary of ASA Position

We have examined the Performance Requirements and are satisfactory.

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