

3 February 2022

Future Generation Australia announces solid investment portfolio outperformance and increased fully franked full year dividend

22.1%

investment portfolio performance*
for the 12 months to 31 December
2021

15.4%

increase in fully franked full year
dividend, to 6.0 cents per share

4.4%

fully franked dividend yield

Increased fully franked full year dividend of 6.0 cents per share

**The Future Generation
Australia Board of Directors
has declared a fully franked
final dividend of 3.0 cents per
share, bringing the fully
franked full year dividend to
6.0 cents per share,
representing a 15.4%
increase on the prior year.**

Significant social investment in children and youth at risk

**Future Generation Australia
invested a record \$5.3 million
in Australian not-for-profit
organisations and our ten
charity partners working
towards brighter futures for
young Australians at risk.**

The Future Generation Australia (ASX: FGX) investment portfolio increased 22.1%[†] in the 12 months to 31 December 2021, outperforming the S&P/ASX All Ordinaries Accumulation Index by 4.4%[†] with an average cash holding of 13.3%. Since inception, the investment portfolio has increased 11.2%[†] per annum, outperforming the Index with less volatility, as measured by standard deviation. During the period, the Future Generation Australia investment portfolio allocation to absolute bias provided a weighted average return of 26.8%, outperforming the Index by 9.1%. The investment portfolio allocation to long equities provided a weighted average return of 24.2%, outperforming the Index by 6.5%. In the 12 months to 31 December 2021, three of our leading boutique pro bono fund managers delivered returns of over 40%.

The Company's Board of Directors is pleased to declare a fully franked final dividend of 3.0 cents per share, bringing the fully franked full year dividend to 6.0 cents per share, a 15.4% increase on the prior year. The fully franked full year dividend provides shareholders with a fully franked dividend yield of 4.4% and a grossed-up dividend yield of 6.3%^{**} based on the 2 February 2022 closing share price of \$1.35.

The Company has a profits reserve of 31.6 cents per share as at 31 December 2021[†], representing 5.3 years of dividend coverage for shareholders. The profits reserve available has been achieved through the performance of the investment portfolio since inception and the change in accounting policy reported in the FY2021 interim financial results.

Chair Jonathan Trollip said: "The increased fully franked full year dividend of 6.0 cents per share to be delivered to shareholders has been achieved through the strong risk-adjusted returns of the investment portfolio. I would like to thank all shareholders for their continued support of Future Generation Australia and their contribution to changing the lives of young Australians at risk."

The Company's audited FY2021 full-year results will be announced to the market by 28 February 2022.

[†]Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

^{**}Grossed-up dividend yield includes the benefit of franking credits and is based on a tax rate of 30.0%.

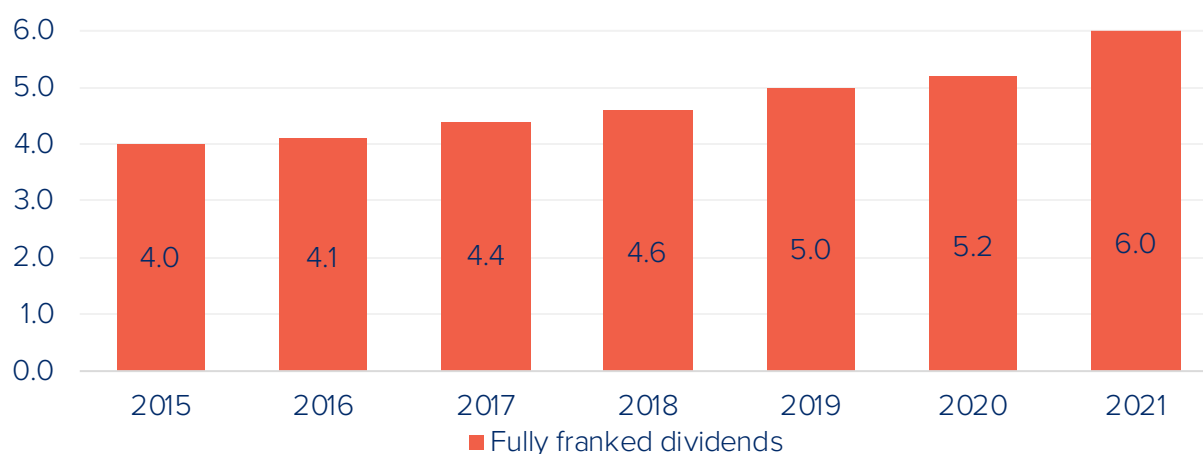
[†]Before the payment of the fully franked final dividend of 3.0 cents per share.

Investment portfolio performance

Performance at 31 December 2021	6 mths	1 yr	3 yrs % pa	5 yrs % pa	Since inception % pa (Sept-14)	Volatility
Future Generation Australia	8.2%	22.1%	17.5%	12.3%	11.2%	11.2%
S&P/ASX All Ordinaries Accumulation Index	4.6%	17.7%	14.8%	10.4%	8.8%	14.0%
Outperformance	+3.6%	+4.4%	+2.7%	+1.9%	+2.4%	

Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.
*Volatility is measured by standard deviation.

Increasing fully franked dividends since inception (cents per share)



Profits reserve* 

31.6cps

Dividend coverage* 

5.3 years

Dividend dates

Ex-dividend date	13 April 2022
Record date	14 April 2022
Last election date for DRP	20 April 2022
Payment date	29 April 2022

*As at 31 December 2021.

Future Generation Australia: Bonus Issue of Options

In September 2021, the Future Generation Australia Board of Directors announced a one-for-one Bonus Option Issue to all shareholders of the Company, at no additional cost. Each Future Generation Australia Option provides holders with the right, but not the obligation, to purchase one additional Future Generation Australia share for \$1.48 per Option, without paying brokerage fees. The Options are currently trading on the ASX under the code FGXO and can be exercised anytime, up until 28 April 2023.

All major platforms provide access to Future Generation Australia, including AMP North, BT Panorama, Colonial First State Wrap, Netwealth, Macquarie Wrap and Hub 24. Future Generation Australia receives coverage from the following independent research providers:



This announcement has been authorised by the Board of Future Generation Investment Company Limited.

**Future
Generation
Australia**
7 Years Listed



About Future Generation Australia

Listed in 2014, Future Generation Investment Company Limited (ASX: FGX) provides:



Shareholders with exposure to leading boutique Australian fund managers without paying management or performance fees.



Charities primarily focused on young Australians at risk with a stream of annual investments.



Fund Managers with a unique opportunity to make a positive difference to Australia's future generations.

For more information visit www.futuregeninvest.com.au or contact:

Jonathan Trollip
Chair
T. (02) 9247 9202

Caroline Gurney
Chief Executive Officer
T. (02) 9247 9202

Emily Fuller
Social Impact Manager
T. (02) 9247 9202