

ASX Announcement (ASX: MTO)



10 May 2021

MotorCycle Holdings Market Update

MotorCycle Holdings Limited (ASX: MTO) ('the Company') today provides an update to shareholders on the current trading and financial position of the Company.

The Company expects to report underlying earnings before interest, tax, depreciation, and amortisation ('Underlying EBITDA') between \$42.0 million and \$45.0 million for the period ended 30 June 2021, subject to audit.

Underlying EBITDA includes interest and amortisation on leased properties as an expense, to enable comparison to prior periods when lease expense was included.

JobKeeper assistance totalling \$5.8 million was received during the period, mitigating the effects of temporary store closures that were required in Victoria and Queensland due to COVID-19.

With the improved profit result, ongoing positive sales momentum and a strong balance sheet, the Company intends to return to regular dividends this year in line with its policy of paying 50 per cent to 70 per cent of Net Profit After Tax (NPAT), excluding JobKeeper support.

The industry new motorcycle unit sales were up 51 per cent for the first three months of calendar 2021, compared to the comparative period last year. Demand for new and used motorcycles remains consistent and strong and is showing no signs of slowing down.

With very low debt, and low interest rates, the Company is actively pursuing acquisition opportunities.

ENDS

This announcement was authorised for release by MotorCycle Holdings' Board of Directors.

For further information please contact:

Mr David Ahmet
Managing Director
MotorCycle Holdings Limited
Phone: 0403 333 048