



KINGFISH

2006

Annual Shareholders
Meeting

Chairman's Review

As at 31 March 2006

- Net Asset Value up 24% to \$1.5888
- \$18.8 million surplus after taxation
- Total increase in NAV per share since IPO of 64%
- NAV increase of 24% vs. 14% benchmark increase
- Combined market value of shares and warrants 36% above the issue price
- Core portfolio of 7 stocks established, with 96% of funds invested

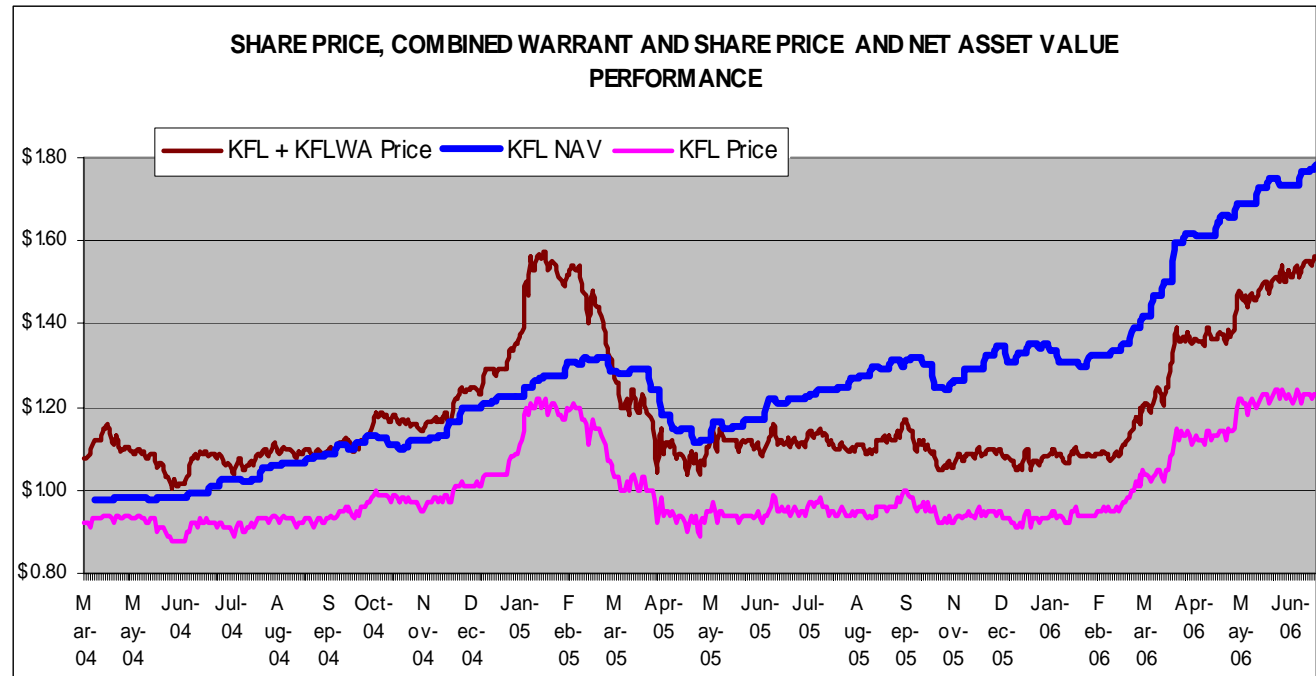
Chairman's Review

Update since balance date

	31 March 2006	30 June 2006
Net Asset Value increase from initial IPO level of \$0.97	64%	84%
Net Asset Value increase versus Benchmark increase	24% 14%	12% 9%
Increase in combined value of shares and warrants over issue price	36%	56%
Dividend paid / payable	2cps	2.5cps
Dividends reinvested	38%	37%

Chairman's Review

Share price and NAV performance



Chairman's Review

Special Dividend Announcement

The Kingfish Board
is pleased to declare a
fully imputed Special Dividend of
2.5 cents per share,
payable 4th August 2006
based on eligible shares held
on 21st July 2006.

Manager's Review

Carmel Fisher Fisher Funds

- Another year of impressive performance
- A portfolio of quality businesses
- Good results in spite of a challenging climate

Agenda

- Review of March 2006 year
- Review since balance date
- Outlook for March 2007 year
- Dealing with the discount

Manager's Review

Portfolio activity during 2006 year



Trophies landed

- Michael Hill
- Ryman Healthcare
- Software of Excellence



Caught and released

- Just Water
- Pod
- Turners Auctions
- Turners & Growers
- Steel & Tube

Manager's Review

Highlights:

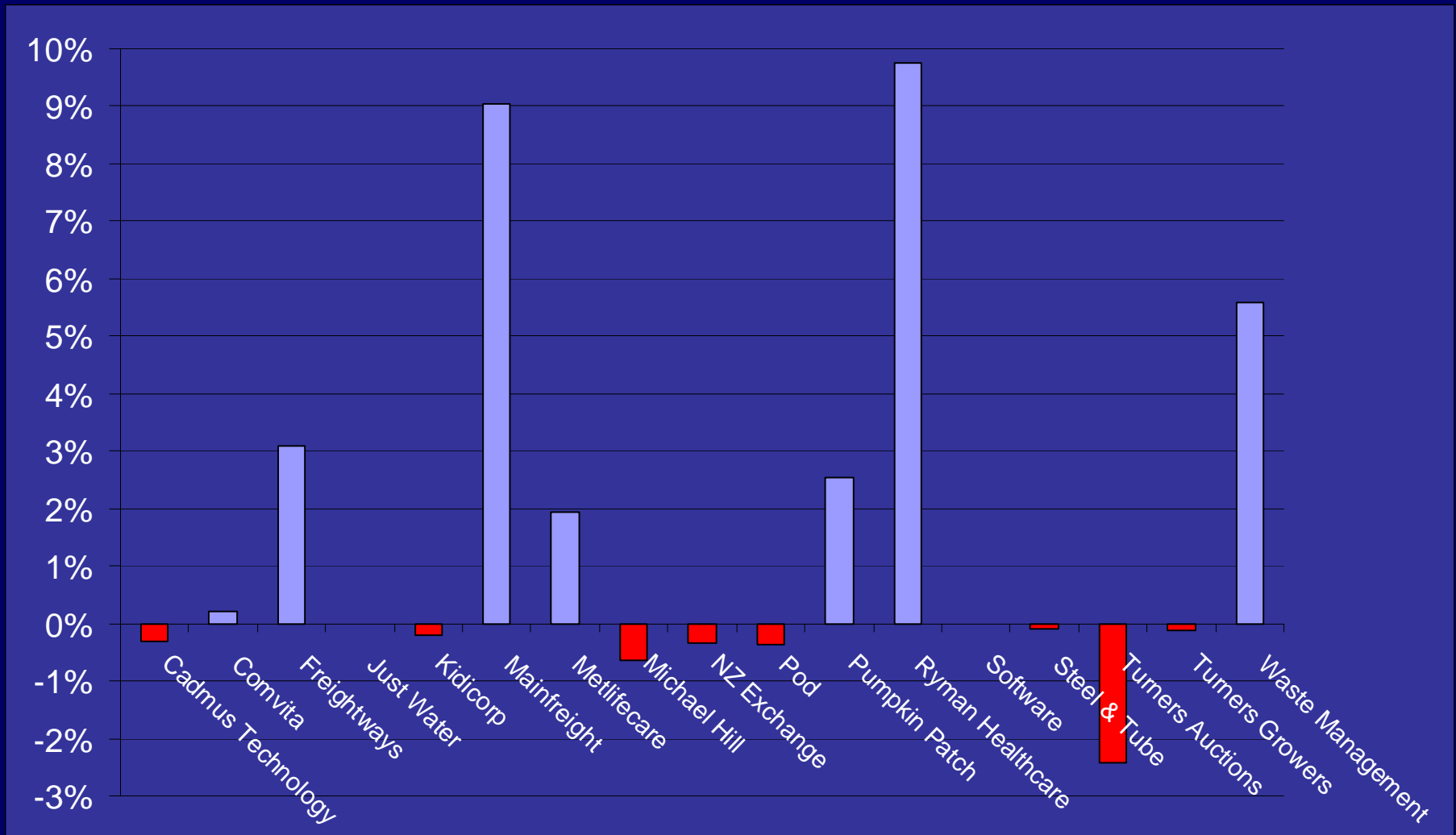
- ✓ Our performance exceeded a buoyant share market
- ✓ Resilient and growing profits in our companies
- ✓ Ryman Healthcare and Mainfreight were star performers, each lifting more than 70% in twelve months

Lowlights:

- ✗ The financial year began badly with an 11% drop in NAV in April 2005
- ✗ We exited Turners Auctions after they failed to meet our growth expectations

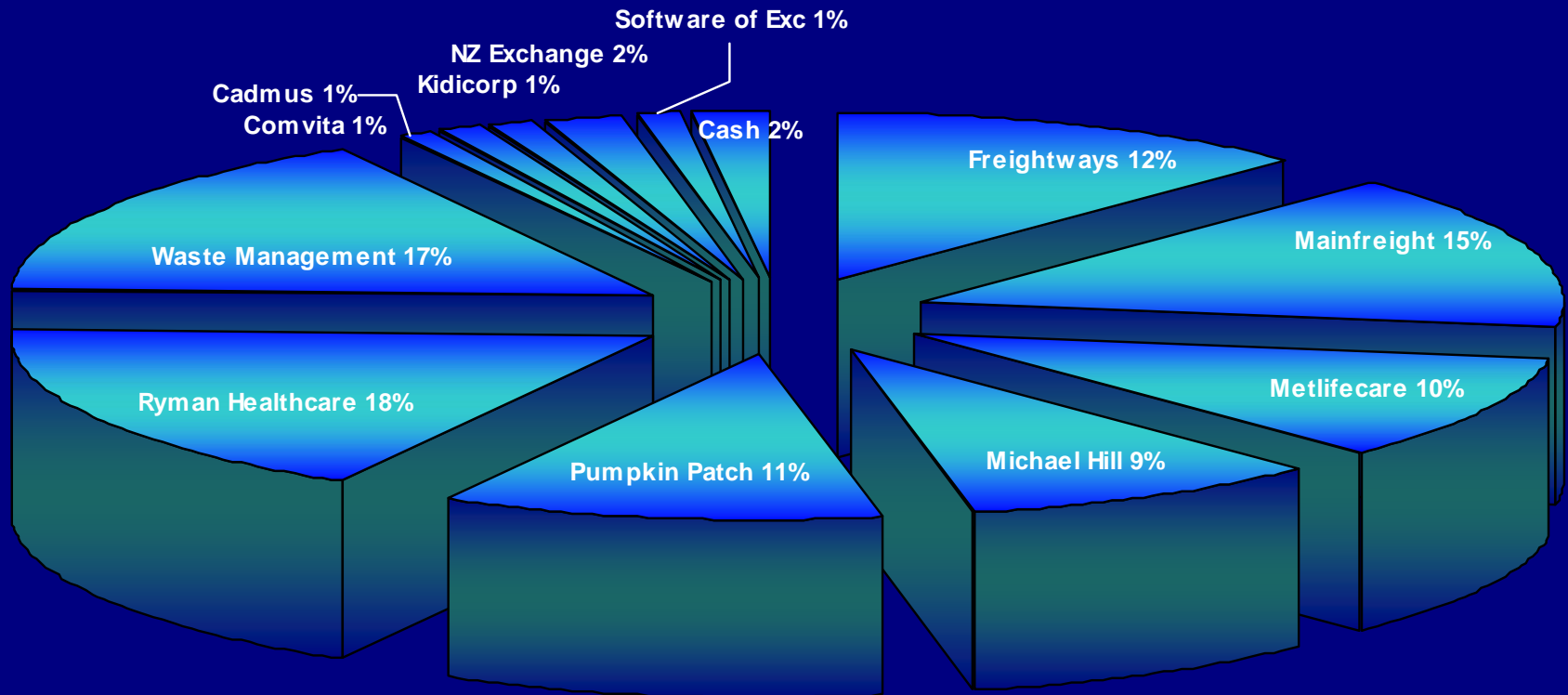
Where did our performance come from?

Year to 31 March 2006



Year-end Portfolio

Kingfish portfolio at 31 March 2006



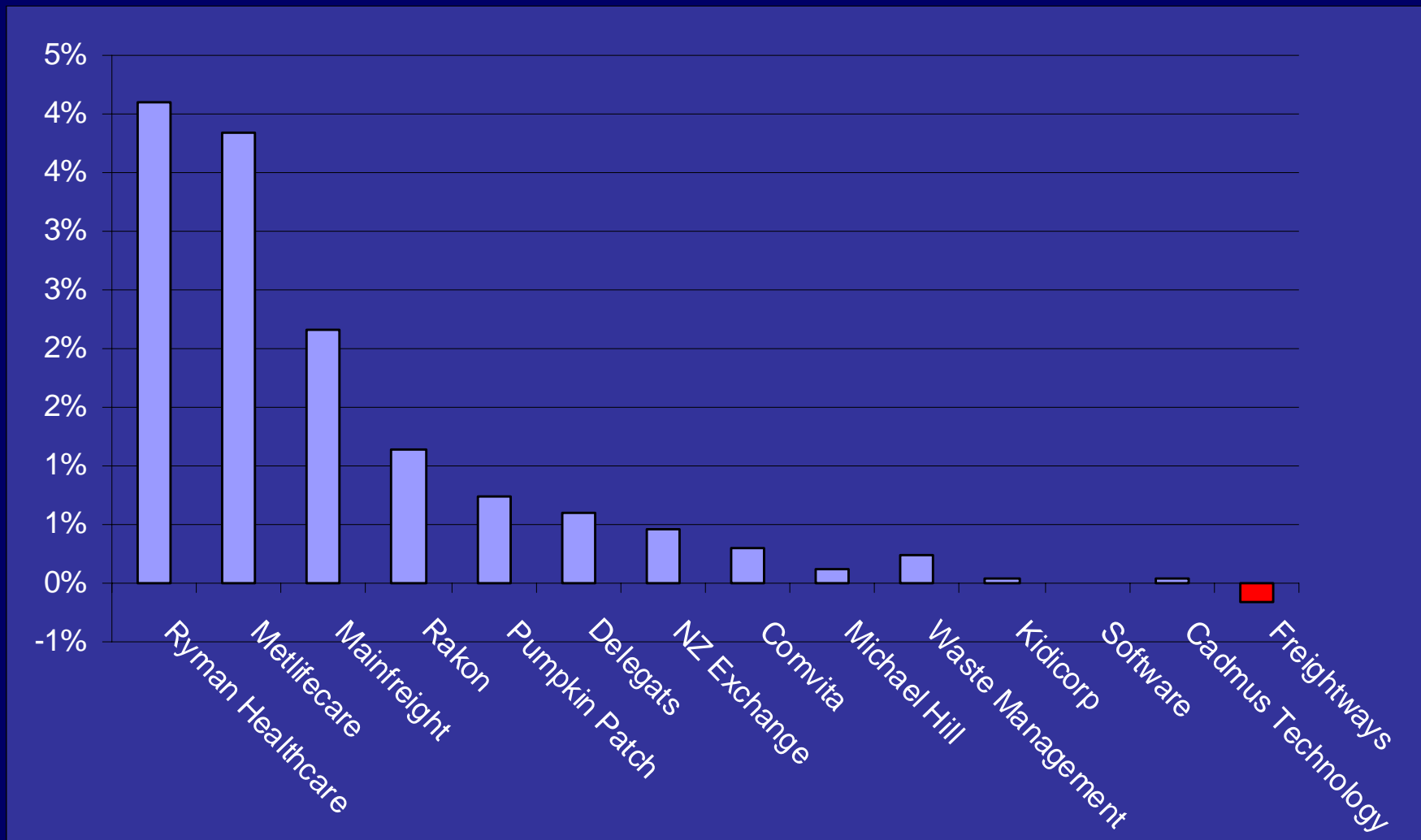
Manager's Review

Review since balance date

- NZ share market was lower for the quarter, weighed down by Telecom
- News flow was mediocre rather than alarming
- Kingfish NAV per share increased 14% from \$1.5888 at 31 March to \$1.7825 at 30 June, allowing for 2.5cps div paid on 16 June
- 13 of the 14 stocks in portfolio had share price gains, just Freightways declined 2%
- Strong profit results from retirement village stocks Ryman Healthcare and Metlifecare led to share price gains of 28% and 30% respectively

Where did our performance come from?

3 Months to 30 June 2006



Manager's Review

Review since balance date

- We were pleased to participate in Rakon and Delegats IPOs
- The Waste Management amalgamation was completed during the quarter and the shares de-listed late June
- The Board utilised the Kingfish debt facility to enable purchases of Delegats and Rakon ahead of the Waste Management proceeds being received
- We purchased additional Rakon, Delegats, Pumpkin Patch and Michael Hill
- Buy back continued with 2.65m purchased at an average price of \$1.06 , and 3.3m warrants at an average price of \$0.19 as at 30 June 2006

Manager's Review

Outlook for year ahead

- We remain very comfortable with the outlook for the portfolio
- Many of our companies have significant offshore operations (eg. Michael Hill, Pumpkin Patch) which will protect earnings from slowing NZ economy
- We have been vigilant in trying to find looming problems or surprises, and believe the coast is clear
- We continue to believe that good companies will perform in good times and bad

Manager's Review

Dealing with the discount

- The most appropriate measure of the skill of the Manager is the growth in the NAV
- However, the share price performance continues to lag that of the NAV
- Why does the discount prevail?
 - Poor performing investment manager?
 - Poor outlook for underlying companies?
 - Obscure or illiquid portfolio of investments?
 - Structure of Kingfish is expensive or unwieldy?
 - Out of sight, out of mind?
 - Dilutionary impact of warrants?

Manager's Review

Dealing with the discount

- What has the Kingfish board/manager done to 'manage' the discount?
 - Buyback of 1.5m shares representing 2.5% of Kingfish shares on issue
 - Encouraged share broker analysts to review the company – positive research reports produced by First NZ Capital
 - Developed a media campaign to promote coverage of Kingfish (more work still to be done in this regard)
 - Most importantly, managed the portfolio to ensure that the NAV moves in the right direction!
 - The discount has closed from 19% in October 2005 to 12% in June 2006

Manager's Review

A reiteration of why Kingfish remains attractive

- Transparency
- Consistent investment performance
- Portfolio of great stocks through one investment
- Share price performance
- Corporate governance
- Discount not unusual
- Discount provides opportunity

Manager's Review

A reiteration of why Kingfish remains attractive

- “For those who believe that the NZ sharemarket has longer term growth prospects, that the company's core shareholdings will continue to prosper and that Fisher Funds will continue to excel at stockpicking, then Kingfish shares at current prices should be seen as a highly appropriate way to access that upside potential.”

*Barry Lindsay, First NZ Capital
Kingfish Research Note 21 June 2006*

Manager's Review

Thank you for your continued support



KINGFISH

LANDING TOMORROW'S TROPHIES

Kingfish Proxy Summary

Resolution	For	Against	Discretionary	Abstain	Total
1. Re-elect Rob Challinor	2,285,644	74,975	3,289,566	10,210	5,660,395
2. Revocation and Adoption of New Constitution	2,275,707	16,476	3,305,846	62,366	5,660,395
3. Re-appointment of PWC	2,296,106	62,366	3,301,673	250	5,660,395