

Listed Investment Companies

January 2012 NTAs

Update | 20 February 2012  
Listed Investment Companies | Australia

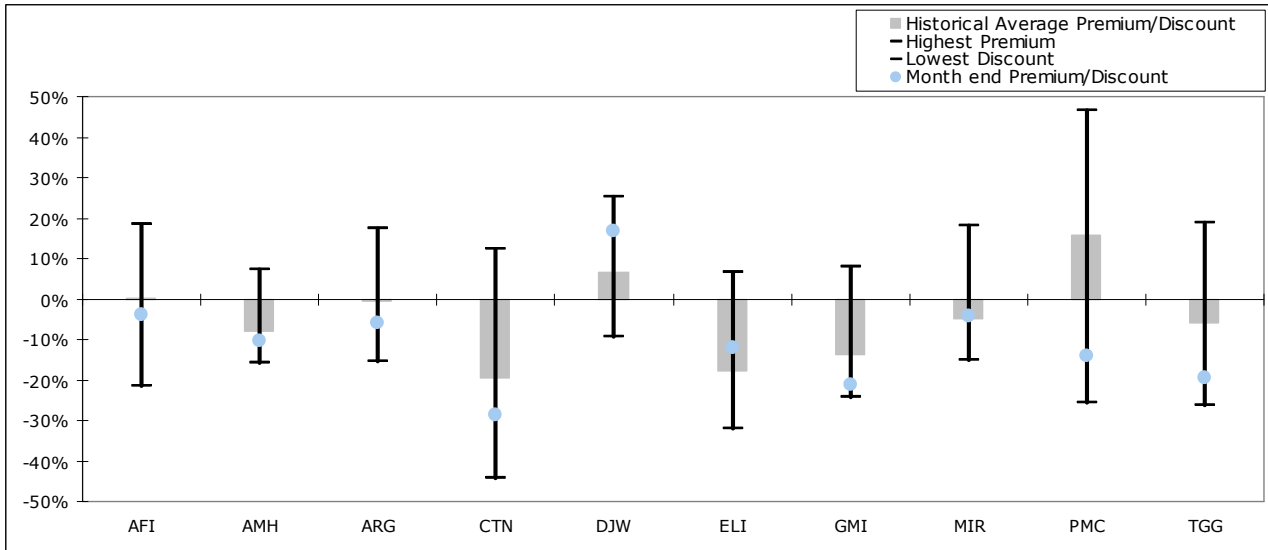
Analyst: Yen Koh  
+61 3 9679 1787  
[yen.koh@jbwere.com](mailto:yen.koh@jbwere.com)

- The S&P/ASX 200 Accumulation Index bounced back strongly in January 2012 after a dismal 2011. The index closed 5.08% higher as the world digests the reality of global problems. While it is still early days, European nations are slowly conducting large public bond auctions with some success, the US economy continues to keep rates on hold and produce somewhat favourable economic results and the Chinese economy is generating relatively little attention. The expected slowing in earnings and concern on profit margins did partially transpire in the US reporting season. Upward revisions have faded, but on balance companies are moderately positive.
- Domestic NTAs rebounded strongly. Share price movements amongst LICs have been mixed. AFI's rise in share price has seen the NTA discount narrow, yet ARG still trades at a ~6% discount. Both stocks continue to trade below their 3 year average and represent value.
- International LIC discounts to NTA continued to widen. Despite an increasing NTA, PMC's share price has decreased further and trades at a very low discount to the 3 year average. We note that while PMC's underlying portfolio performance is starting to improve, the fund will need to generate strong absolute returns before it can commence future dividend payments – a key catalyst for its NTA discount to close.
- Premiums and discounts to closing prices and performance data are summarised as per below:

Company Name	20-Feb-12 Price cps	31-Jan-12 Price cps	31-Jan-12 NTA before provision for tax on unrealised gains cps	31-Jan-12 NTA after provision for tax on unrealised gains cps	31-Jan-12 NTA Prem/(Dis) Before provision for tax on unrealised gains	31-Jan-12 NTA Prem/(Dis) After provision for tax on unrealised gains	3 year average Premium (Discount) Before provision for tax
<b>Active Strategies</b>							
<b>Australian Equity Portfolios</b>							
AFI AFIC	420	431	448	393	-3.8%	9.7%	2.4%
ALF Australian Leaders Fund Limited *	114	108	126	123	-14.5%	-12.8%	-18.1%
ALR Aberdeen Leaders Limited *	105	103	137	132	-24.8%	-22.0%	-4.0%
AMH AMCIL Limited	69	69	77	74	-10.4%	-6.8%	-11.0%
AOD Aurora Sandringham Dividend Income Fund *	92	93	91	NA	1.8%	NA	0.3%
ARG Argo Investments	524	528	562	521	-6.0%	1.3%	1.1%
AUI Australian United *	574	560	650	585	-13.8%	-4.3%	-5.8%
BKI Brickworks Investment Company *	124	121	136	130	-11.4%	-7.3%	-12.1%
CTN Contango MicroCap Limited	101	95	133	130	-28.8%	-27.0%	-29.2%
CYA Century Australian Investments *	62	63	84	87	-25.8%	-28.0%	-17.0%
DJW Djerriwarrh Investments Limited	368	372	319	316	16.6%	17.7%	13.5%
DUI Diversified United Investments *	241	239	276	253	-13.4%	-5.5%	-6.6%
ELI Emerging Leaders Investments Limited	82	81	92	97	-12.0%	-16.5%	-19.0%
IBC Ironbark Capital Limited (BTE) *	48	48	58	57	-17.8%	-16.7%	**
LRF LinQ Resources Fund *	68	71	115	NA	-38.3%	NA	**
MIR Mirrabooka Investments Limited	177	176	184	169	-4.3%	4.1%	-1.0%
MLT Milton Corporation *	1500	1512	1661	1559	-9.0%	-3.0%	-4.0%
WAM WAM Capital Limited *	157	152	160	157	-4.7%	-3.1%	-17.6%
WHF Whitefield Limited *	257	263	290	313	-9.3%	-16.0%	-8.7%
WAX WAM Research Limited*	74	69	82	89	-15.9%	-22.4%	-23.8%
<b>International Equity Portfolios</b>							
AGF AMP Capital China Growth Fund *	66	66	82	NA	-20.1%	NA	-20.7%
GMI Global Mining Investments Limited	99	100	126	124	-21.0%	-19.8%	-16.5%
PMC Platinum Capital Limited	95	92	106	106	-14.0%	-14.0%	6.6%
TGG Templeton Global Growth	68	68	84	84	-19.6%	-19.6%	-17.9%
XKO S&P/ASX 300 Index	4257	4260		-0.08%	% Change since end of month		

Source: JBWere, IRESS. \* Not covered. \*\* 3 Year average not available

Current and historical NTA



Exchange traded funds

Company Name	17-Feb-12 Price cps	31-Jan-12 Price cps	17-Feb-12 NTA before provision for tax on unrealised gains cps	17-Feb-12 NTA after provision for tax on unrealised gains cps	17-Feb-12 NTA Prem/(Dis) Before provision for tax on unrealised gains	17-Feb-12 NTA Prem/(Dis) After provision for tax on unrealised gains	3 year average Premium (Discount) Before provision for tax
<b>ETFs - Passive Strategies</b>							
<b>Australian Equity Portfolios</b>							
SFY SPDR S&P/ASX 50 Fund	4033	4105	4028	4028	0.1%	0.1%	**
SLF SPDR S&P/ASX 200 Property Fund	768	761	771	771	-0.4%	-0.4%	**
STW SPDR S&P/ASX 200 Fund	3885	3976	3915	3915	-0.8%	-0.8%	**
VAS Vanguard Australian Shares Index	5375	5465	5371	5371	0.1%	0.1%	**
<b>International Equity Portfolios</b>							
IOO iShares S&P Global 100 #	5771	5710	5789	5789	-0.3%	-0.3%	**
IVV iShares S&P 500 #	12649	12414	12753	12753	-0.8%	-0.8%	**
IJH iShares S&P MidCap 400 #	9142	8838	9202	9202	-0.6%	-0.6%	**
IJR iShares S&P SmallCap 600 #	7085	6847	7113	7113	-0.4%	-0.4%	**
IVE iShares MSCI EAGG #	5019	4896	5008	5008	0.2%	0.2%	**
IEU iShares S&P Europe 350 #	3429	3348	3421	3421	0.2%	0.2%	**
IJP iShares MSCI Japan #	922	900	917	917	0.6%	0.6%	**
IEM iShares MSCI Emerging Markets #	4055	3913	4041	4041	0.3%	0.3%	**
ITW iShares MSCI Taiwan #	1253	1193	1235	1235	1.4%	1.4%	**
IKO iShares MSCI South Korea #	5488	5404	5433	5433	1.0%	1.0%	**
IZZ iShares FTSE/Xinhua China 25 #	3725	3636	3733	3733	-0.2%	-0.2%	**
IHK iShares MSCI Hong Kong #	1672	1619	1663	1663	0.6%	0.6%	**
ISG iShares MSCI Singapore #	1180	1155	1176	1176	0.4%	0.4%	**
IAA iShares Asia 50 #	4173	4050	4144	4144	0.7%	0.7%	**
IBK iShares MSCI BRIC #	4045	3868	4043	4043	0.0%	0.0%	**
IRU iShares Russell 2000 #	7667	7507	7742	7742	-1.0%	-1.0%	**
IXP iShares Global Telecommunications #	5215	5221	5182	5182	0.6%	0.6%	**
IXJ iShares Global Healthcare #	5454	5425	5439	5439	0.3%	0.3%	**
IXI iShares Consumer Staples #	6300	6242	6350	6350	-0.8%	-0.8%	**
VEU Vanguard All-World ex-US Shares Index #	3950	3980	4125	4125	-4.2%	-4.2%	**
VTS Vanguard US Total Market Shares Index #	6508	6373	6573	6573	-1.0%	-1.0%	**

Source: JBWere, IRESS. \*\* 3 Year average not available

# NTA as at 17 February 2012 converted using AUD/USD exchange rate at 4.00pm London Time the previous day (Source: IRESS)

In relation to the International ETFs, please note that any premiums / discounts to NTA may arise as a result of the time period between the Australian and US share markets close.

Investment Performance as at 31 January 2012 (Based on NTA movements including dividends)

**Australian Equity Portfolios**

	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
Australian Foundation Investment Company Ltd	-4.3%	12.5%	0.4%	6.0%	7.7%	10.0%	10.8%
Aberdeen Leaders Limited *	-17.1%	7.2%	-5.7%	1.8%	3.2%	6.1%	-
AMCIL Limited	3.5%	18.0%	5.7%	9.9%	15.8%	12.4%	-
Argo Investments	-7.3%	11.0%	-1.7%	4.2%	6.8%	9.3%	10.3%
Australian Leaders Fund Limited *	-4.6%	18.3%	4.8%	9.1%	-	-	-
Australian United Limited *	-9.1%	11.8%	-1.8%	4.9%	7.1%	9.7%	-
Brickworks Investment Company *	2.2%	13.1%	1.7%	5.3%	-	-	-
Contango MicroCap Limited	-14.3%	15.4%	-2.7%	6.1%	-	-	-
Century Australian Investments Limited *	-4.3%	9.6%	-2.2%	2.7%	-	-	-
Djerriwarrh Investments Limited	-4.3%	11.4%	-0.9%	4.8%	6.0%	7.8%	8.9%
Diversified United Investments Limited *	-9.9%	9.6%	-2.4%	4.7%	7.0%	9.0%	9.3%
Emerging Leaders Investments Limited	-12.2%	12.9%	-1.4%	-	-	-	-
Ironbark Capital Limited *	5.9%	12.9%	1.7%	3.8%	4.1%	5.2%	6.5%
Mirrabooka Investments Limited	2.2%	17.6%	0.8%	6.1%	10.4%	-	-
Milton Corporation *	-2.6%	12.4%	-0.6%	4.5%	7.3%	10.8%	-
Spider S&P/ASX 50 Fund	-5.6%	10.6%	-1.2%	5.1%	6.0%	-	-
Spider S&P/ASX 200 Property Fund	1.0%	6.9%	-14.2%	-5.2%	-	-	-
Spider S&P/ASX 200 Fund	-6.5%	10.8%	-2.0%	4.6%	6.2%	-	-
WAM Capital Limited *	-4.1%	13.7%	0.1%	5.5%	7.4%	-	-
Whitefield Limited *	-11.2%	6.7%	-7.2%	-0.5%	-	-	-
WAM Research Limited*	-6.1%	5.6%	-5.5%	-0.1%	-	-	-

S&P/ASX All Ordinaries Accumulation Index	-6.9%	12.2%	-1.5%	5.0%	6.7%	8.1%	9.0%
S&P/ASX 50 Leaders Accumulation Index	-9.5%	9.3%	-1.9%	4.7%	5.8%	8.3%	9.9%

**International Equity Portfolios**

	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
AMP Capital China Growth Fund	-17.1%	-8.0%	-1.4%	-	-	-	-
Global Mining Investments Limited	-18.0%	14.9%	0.0%	5.4%	-	-	-
Hunter Hall Global Value Limited *	-12.3%	10.7%	-4.9%	0.7%	-	-	-
Platinum Capital Limited	-13.9%	1.2%	-4.7%	1.3%	3.0%	8.4%	-
Templeton Global Growth	-11.3%	-3.5%	-10.2%	-2.7%	-3.2%	0.9%	3.1%

MSCI World Accumulation Index	-8.5%	-1.7%	-7.3%	-0.8%	-2.6%	2.6%	4.8%
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Share Price Performance as at 31 January 2012 (Based on Share Price movements including dividends)

**Australian Equity Portfolios**

	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
Australian Foundation Investment Company Ltd	-9.0%	7.2%	-0.7%	6.7%	6.5%	9.4%	8.4%
Aberdeen Leaders Limited *	-13.3%	8.4%	-4.6%	4.7%	4.8%	7.7%	11.5%
AMCIL Limited	8.6%	17.8%	6.1%	9.7%	16.1%	11.8%	-
Argo Investments Limited	-14.0%	5.7%	-5.1%	3.7%	5.8%	9.3%	9.7%
Australian Leaders Fund Limited *	2.4%	29.0%	7.9%	10.7%	-	-	-
Australian United Limited *	-16.6%	6.4%	-3.5%	4.5%	5.5%	10.1%	11.6%
Brickworks Investment Company *	0.7%	14.9%	0.0%	6.0%	-	-	-
Contango MicroCap Limited	-17.0%	19.5%	-6.1%	4.2%	-	-	-
Century Australian Investments Limited *	-17.2%	5.8%	-6.3%	0.8%	-	-	-
Djerriwarrh Investments Limited	-7.7%	9.6%	0.1%	5.8%	5.8%	7.7%	-
Diversified United Investments Limited *	-14.8%	6.4%	-3.9%	5.1%	5.9%	10.0%	9.5%
Emerging Leaders Investments Limited	-5.8%	24.2%	0.0%	-	-	-	-
Ironbark Capital Limited *	7.0%	14.0%	0.3%	3.5%	2.8%	4.0%	4.7%
Mirrabooka Investments Limited	-2.6%	17.6%	1.4%	7.6%	10.3%	-	-
Milton Corporation *	-2.9%	6.0%	-3.9%	3.8%	6.4%	11.5%	11.3%
Spider S&P/ASX 50 Fund	-5.2%	10.6%	-1.3%	5.1%	6.0%	-	-
Spider S&P/ASX 200 Property Fund	2.2%	6.8%	-14.1%	-5.1%	-	-	-
Spider S&P/ASX 200 Fund	-6.4%	10.8%	-1.9%	4.7%	6.2%	-	-
WAM Capital Limited *	4.0%	30.9%	2.9%	7.6%	8.1%	-	-
Whitefield Limited *	-3.7%	9.1%	-5.9%	0.8%	-	-	-
WAM Research Limited*	-6.1%	17.3%	-3.8%	1.1%	-	-	-

S&P/ASX All Ordinaries Accumulation Index	-6.9%	12.2%	-1.5%	5.0%	6.7%	8.1%	9.0%
S&P/ASX 50 Leaders Accumulation Index	-9.5%	9.3%	-1.9%	4.7%	5.8%	8.3%	9.9%

**International Equity Portfolios**

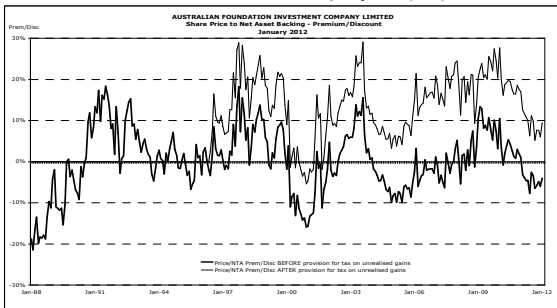
	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
AMP Capital China Growth Fund *	-15.6%	-0.7%	-6.2%	-	-	-	-
Global Mining Investments Limited*	-18.6%	15.1%	-1.8%	2.4%	-	-	-
Hunter Hall Global Value Limited *	-14.8%	15.4%	-4.6%	-0.4%	-	-	-
Platinum Capital Limited	-32.4%	-1.3%	-12.4%	-5.8%	-2.0%	7.4%	-
Templeton Global Growth*	-17.1%	-3.3%	-14.4%	-5.6%	-6.4%	0.4%	2.8%

MSCI World Accumulation Index	-8.5%	-1.7%	-7.3%	-0.8%	-2.6%	2.6%	4.8%
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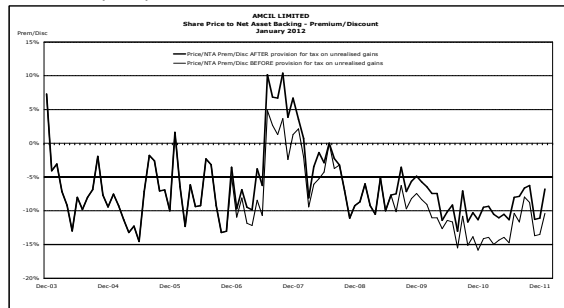
Source: Company Data, IRESS \*Not covered by JBWere Research

The following charts depict graphically the historical premium and discounts to NTA that the LICs under our research coverage have traded at over time.

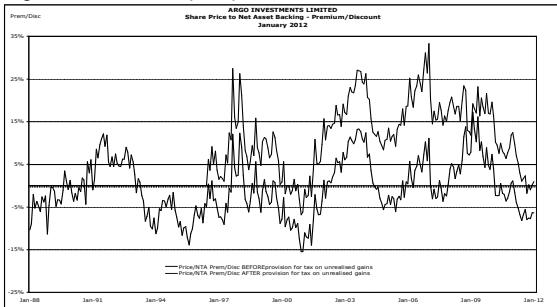
**Australian Foundation Investment Company Ltd (AFI)**



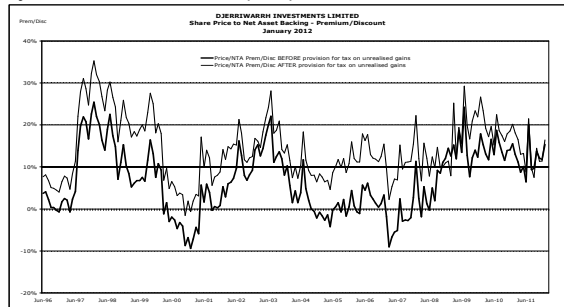
**AMCIL Ltd (AMH)**



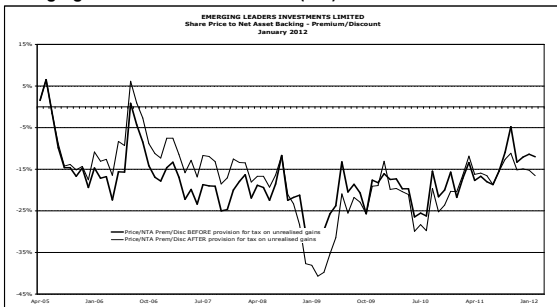
**Argo Investments Ltd (ARG)**



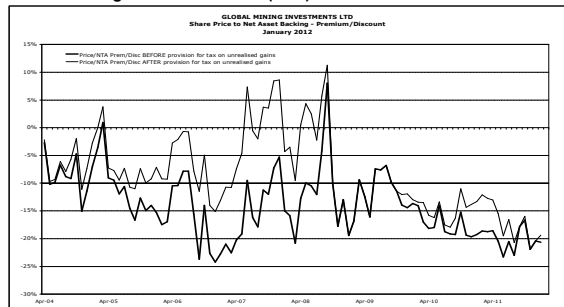
**Djeriwarri Investments Ltd (DJW)**



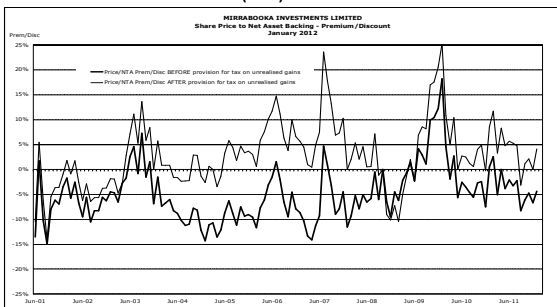
**Emerging Leaders Investments Ltd (ELI)**



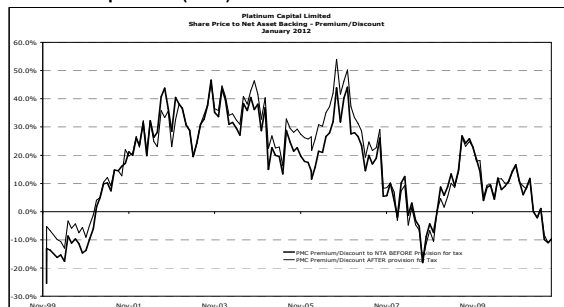
**Global Mining Investments Ltd (GMI)**



**Mirrabooka Investments Ltd (MIR)**



**Platinum Capital Ltd (PMC)**



Source: Manager Data, IRESS

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Sell (S)	Stock is expected to underperform the S&P/ASX 200 for 12 months
Hold (H)	Stock is expected to perform in line with the S&P/ASX 200 for 12 months
Buy (B)	Stock is expected to outperform the S&P/ASX 200 for 12 months

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CS	Coverage Suspended. JBW has suspended coverage of this company.
NC	Not Covered. JBW does not cover this company.

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