

Listed Investment Companies

October 2011 NTAs

Update | 15 November 2011
Listed Investment Companies | Australia

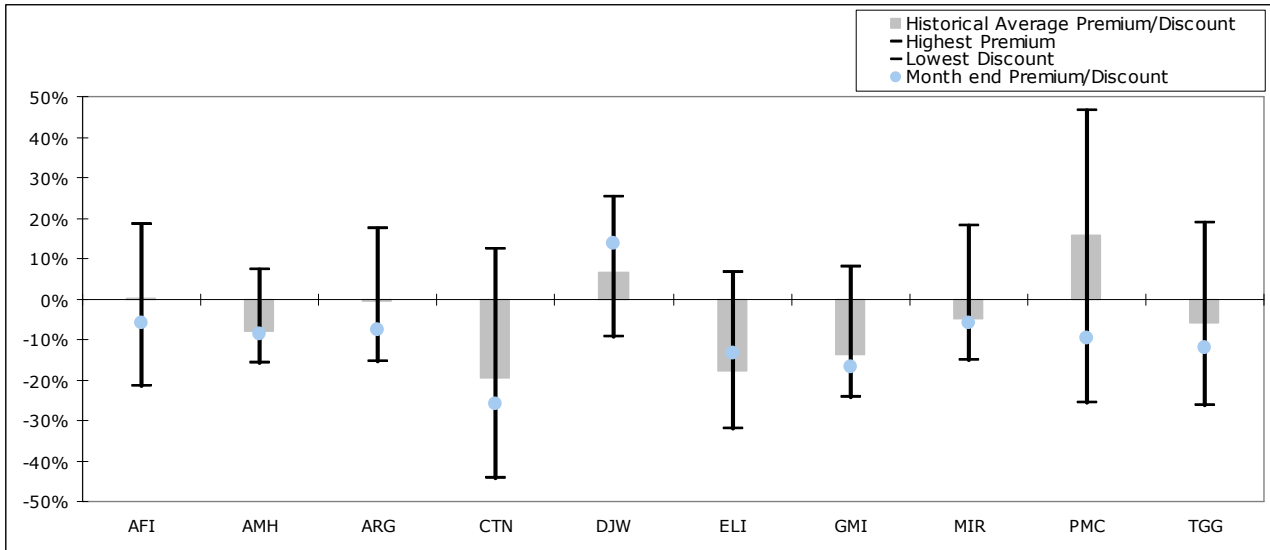
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- The S&P/ASX 200 Accumulation Index finished October with a 7.25% gain, posting its first positive month since March this year. The domestic equity market saw a strong rebound across pro-cyclical sectors such as energy, materials, consumer discretionary and IT, with defensive sectors such as healthcare, utilities, staples and telecommunications lagging after months of relative outperformance. Banks were particularly strong in the market rebound as investors prepared for full year reporting announcements in late October/early November from three of the big four banks.
- Returns in global markets centred around the European Union and its ability to co-ordinate an agreement on how best to fund an organised Greek bailout, debt restructure and European bank recapitalisation plan. The other main positive seen in markets was the better than expected US GDP print for the September quarter, which showed the worlds largest economy grew 2.5%, up from 1.3% the previous quarter.
- On the whole NTAs were up strongly across all domestic portfolios, but the sluggish share price performance from LICs has seen the discount to NTA persist. AFI and ARG continue to trade at attractive discounts when compared with historical averages.
- International LICs performance was mixed, but the discount to NTA remains. PMC which has traded at a premium over the last 3 years continues to trade well below NTA. We do not expect this premium to re-emerge until PMC's underlying portfolio performance improves on an absolute return basis.
- Premiums and discounts to closing prices and performance data are summarised as per below:

Company Name	15-Nov-11 Price cps	31-Oct-11 Price cps	31-Oct-11 NTA before provision for tax on unrealised gains cps	31-Oct-11 NTA after provision for tax on unrealised gains cps	31-Oct-11 NTA Prem/(Dis) Before provision for tax on unrealised gains	31-Oct-11 NTA Prem/(Dis) After provision for tax on unrealised gains	3 year average Premium (Discount) Before provision for tax
Active Strategies							
Australian Equity Portfolios							
AFI AFIC	413	421	447	391	-5.8%	7.7%	2.9%
ALF Australian Leaders Fund Limited *	108	110	120	120	-8.3%	-8.3%	**
ALR Aberdeen Leaders Limited *	104	103	110	111	-6.8%	-7.7%	-3.2%
AMH AMCIL Limited	65	68	74	72	-8.8%	-6.3%	-10.7%
AOD Aurora Sandringham Dividend Income Fund *	94	96	95	NA	0.7%	NA	0.3%
ARG Argo Investments	511	524	567	523	-7.6%	0.2%	2.2%
AUI Australian United *	565	587	660	590	-11.1%	-0.5%	-5.1%
BKI Brickworks Investment Company *	119	123	137	131	-10.2%	-6.1%	-12.2%
CTN Contango MicroCap Limited	95	96	130	127	-26.1%	-24.3%	-29.7%
CYA Century Australian Investments *	64	68	84	87	-19.8%	-22.2%	-16.3%
DJW Djerrivarrh Investments Limited	368	373	328	326	13.7%	14.4%	13.3%
DUI Diversified United Investments *	245	247	279	255	-11.5%	-3.1%	-5.8%
ELI Emerging Leaders Investments Limited	80	82	94	96	-13.3%	-15.1%	-19.9%
IBC Ironbark Capital Limited (BTE) *	47	47	57	56	-17.1%	-15.8%	**
LRF LinQ Resources Fund *	72	71	119	NA	-40.8%	NA	**
MIR Mirrabooka Investments Limited	168	170	181	168	-6.1%	1.2%	-0.8%
MLT Milton Corporation *	1470	1530	1665	1555	-8.1%	-1.6%	-3.2%
WAM WAM Capital Limited *	147	148	161	158	-8.7%	-6.5%	-19.2%
WHF Whitefield Limited *	268	267	298	321	-10.4%	-16.8%	-8.7%
WAX WAM Research Limited*	69	70	82	88	-15.3%	-21.5%	**
International Equity Portfolios							
AGF AMP Capital China Growth Fund *	72	70	90	NA	-22.2%	NA	**
GMI Global Mining Investments Limited	101	103	123	122	-16.7%	-16.0%	-16.1%
PMC Platinum Capital Limited	94	96	106	106	-9.6%	-9.6%	6.9%
TGG Templeton Global Growth	70	74	84	84	-11.9%	-11.9%	-18.1%
XKO S&P/ASX 300 Index	4283	4295			-0.28%	% Change since end of month	

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

Current and historical NTA



Exchange traded funds

Company Name	14-Nov-11 Price cps	31-Oct-11 Price cps	14-Nov-11 NTA before provision for tax on unrealised gains cps	14-Nov-11 NTA after provision for tax on unrealised gains cps	14-Nov-11 NTA Premi/(Dis) Before provision for tax on unrealised gains	14-Nov-11 NTA Premi/(Dis) After provision for tax on unrealised gains	3 year average Premium (Discount) Before provision for tax
ETFs - Passive Strategies							
Australian Equity Portfolios							
SFY SPDR S&P/ASX 50 Fund	4267	4247	4253	4253	0.3%	0.3%	**
SLF SPDR S&P/ASX 200 Property Fund	745	731	744	744	0.1%	0.1%	**
STW SPDR S&P/ASX 200 Fund	4117	4085	4118	4118	0.0%	0.0%	**
VAS Vanguard Australian Shares Index	5598	5564	5584	5584	0.3%	0.3%	**
International Equity Portfolios							
IOO iShares S&P Global 100 #	5676	5658	5710	5710	-0.6%	-0.6%	**
IVV iShares S&P 500 #	12335	11871	12332	12332	0.0%	0.0%	**
IJH iShares S&P MidCap 400 #	8679	8172	8641	8641	0.4%	0.4%	**
IJR iShares S&P SmallCap 600 #	6603	6128	6557	6557	0.7%	0.7%	**
IVE iShares MSCI EAGG #	4995	5000	5015	5015	-0.4%	-0.4%	**
IEU iShares S&P Europe 350 #	3465	3361	3411	3411	1.6%	1.6%	**
IJP iShares MSCI Japan #	904	990	917	917	-1.4%	-1.4%	**
IEM iShares MSCI Emerging Markets #	3970	3768	3973	3973	-0.1%	-0.1%	**
ITW iShares MSCI Taiwan #	1255	1259	1270	1270	-1.2%	-1.2%	**
IKO iShares MSCI South Korea #	5407	5015	5458	5458	-0.9%	-0.9%	**
IZZ iShares FTSE/Xinhua China 25 #	3654	3313	3716	3716	-1.7%	-1.7%	**
IHK iShares MSCI Hong Kong #	1567	1516	1583	1583	-1.0%	-1.0%	**
ISG iShares MSCI Singapore #	1160	1153	1171	1171	-0.9%	-0.9%	**
IAA iShares Asia 50 #	4061	3884	4119	4119	-1.4%	-1.4%	**
IBK iShares MSCI BRIC #	3952	3637	3887	3887	1.7%	1.7%	**
IRU iShares Russell 2000 #	7234	6814	7177	7177	0.8%	0.8%	**
IXP iShares Global Telecommunications #	5571	5372	5646	5646	-1.3%	-1.3%	**
IXJ iShares Global Healthcare #	5339	5350	5355	5355	-0.3%	-0.3%	**
IXI iShares Consumer Staples #	6415	6383	6396	6396	0.3%	0.3%	**
VEU Vanguard All-World ex-US Shares Index #	4158	4096	4163	4163	-0.1%	-0.1%	**
VTS Vanguard US Total Market Shares Index #	6301	6033	6138	6138	2.7%	2.7%	**

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

NTA as at 14 October 2011 - 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 October 2011 (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	-2.2%	7.2%	2.0%	7.1%	8.4%	10.4%	10.7%
Aberdeen Leaders Limited *	-14.2%	2.3%	-3.9%	3.7%	4.9%	7.0%	-
AMCIL Limited	2.0%	12.9%	6.4%	9.9%	15.8%	12.2%	-
Argo Investments	-3.9%	6.2%	0.1%	5.6%	7.7%	9.7%	10.3%
Australian Leaders Fund Limited *	3.4%	16.1%	5.2%	9.3%	-	-	-
Australian United Limited *	-5.6%	6.4%	0.0%	6.8%	8.0%	10.1%	-
Brickworks Investment Company *	3.0%	8.3%	2.9%	6.7%	-	-	-
Contango MicroCap Limited	-7.1%	12.2%	-0.8%	7.0%	-	-	-
Century Australian Investments Limited *	-3.1%	6.7%	-1.2%	3.8%	-	-	-
Djerrivarrh Investments Limited	-2.5%	6.4%	0.3%	6.0%	6.7%	8.1%	8.7%
Diversified United Investments Limited *	-7.8%	4.6%	-0.6%	6.6%	7.4%	8.6%	-
Emerging Leaders Investments Limited	-2.6%	11.3%	-0.1%	-	-	-	-
Hunter Hall Global Value Limited *	-9.8%	10.4%	-4.4%	1.6%	-	-	-
Ironbark Capital Limited *	5.0%	10.7%	1.7%	4.1%	3.8%	5.3%	6.0%
Mirraboooka Investments Limited	3.7%	12.2%	2.4%	7.4%	10.2%	-	-
Milton Corporation *	-0.3%	6.5%	0.6%	5.7%	8.2%	11.1%	-
Spider S&P/ASX 50 Fund	-3.6%	6.3%	0.1%	6.4%	6.6%	-	-
Spider S&P/ASX 200 Property Fund	-2.7%	-1.9%	-12.6%	-4.7%	-	-	-
Spider S&P/ASX 200 Fund	-4.1%	6.5%	-0.5%	6.0%	6.9%	-	-
WAM Capital Limited *	3.3%	12.9%	3.0%	6.5%	8.4%	-	-
Whitefield Limited *	-6.6%	3.4%	-5.1%	1.0%	-	-	-
WAM Research Limited*	-0.2%	3.5%	-4.3%	0.4%	-	-	-
<i>S&P/ASX All Ordinaries Accumulation Index</i>	-4.0%	7.6%	0.1%	6.4%	7.5%	8.4%	8.9%
<i>S&P/ASX 50 Leaders Accumulation Index</i>	-3.2%	6.7%	0.4%	6.8%	7.0%	8.9%	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	-18.7%	0.9%	-	-	-	-	-
Global Mining Investments Limited	-13.0%	10.5%	0.9%	5.9%	-	-	-
Platinum Capital Limited	-12.0%	0.1%	-2.7%	0.9%	3.5%	8.5%	-
Templeton Global Growth	-7.4%	-6.3%	-8.1%	-2.0%	-2.8%	1.6%	3.7%
<i>MSCI World Accumulation Index</i>	-5.3%	-5.2%	-6.7%	-0.7%	-2.5%	3.1%	4.9%

Share Price Performance as at 31 October 2011 (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	-8.5%	2.5%	1.1%	7.3%	8.3%	9.5%	8.5%
Aberdeen Leaders Limited *	-14.7%	-2.8%	-5.7%	5.0%	5.1%	7.9%	11.5%
AMCIL Limited	10.4%	12.7%	7.7%	9.0%	17.9%	11.7%	-
Argo Investments Limited	-8.3%	-1.1%	-3.0%	4.9%	7.5%	9.4%	9.4%
Australian Leaders Fund Limited *	14.9%	23.7%	8.7%	11.3%	-	-	-
Australian United Limited *	-9.2%	3.4%	-1.0%	6.2%	7.7%	10.7%	11.6%
Brickworks Investment Company *	6.5%	7.9%	1.9%	7.8%	-	-	-
Contango MicroCap Limited	-1.0%	20.1%	-2.5%	5.2%	-	-	-
Century Australian Investments Limited *	-11.1%	4.1%	-3.5%	2.6%	-	-	-
Djerrivarrh Investments Limited	-1.4%	7.2%	2.0%	7.0%	7.2%	8.3%	-
Diversified United Investments Limited *	-9.0%	0.6%	-1.8%	6.8%	7.6%	10.5%	-
Emerging Leaders Investments Limited	6.6%	16.0%	1.9%	-	-	-	-
Hunter Hall Global Value Limited *	-9.4%	10.8%	-3.8%	-0.5%	-	-	-
Ironbark Capital Limited *	3.1%	8.9%	0.6%	3.4%	3.2%	4.0%	5.0%
Mirraboooka Investments Limited	0.2%	9.8%	2.9%	7.5%	10.4%	-	-
Milton Corporation *	-1.9%	1.4%	-1.4%	4.7%	7.4%	11.4%	12.0%
Spider S&P/ASX 50 Fund	-2.9%	6.8%	0.2%	6.5%	6.7%	-	-
Spider S&P/ASX 200 Property Fund	-2.7%	-1.1%	-12.5%	-4.6%	-	-	-
Spider S&P/ASX 200 Fund	-4.0%	6.6%	-0.5%	6.0%	6.9%	-	-
WAM Capital Limited *	15.9%	27.2%	4.3%	7.3%	9.2%	-	-
Whitefield Limited *	-9.9%	0.9%	-4.9%	2.0%	-	-	-
WAM Research Limited*	4.1%	11.5%	-1.4%	1.4%	-	-	-
<i>S&P/ASX All Ordinaries Accumulation Index</i>	-4.0%	7.6%	0.1%	6.4%	7.5%	8.4%	8.9%
<i>S&P/ASX 50 Leaders Accumulation Index</i>	-3.2%	6.7%	0.4%	6.8%	7.0%	8.9%	9.9%

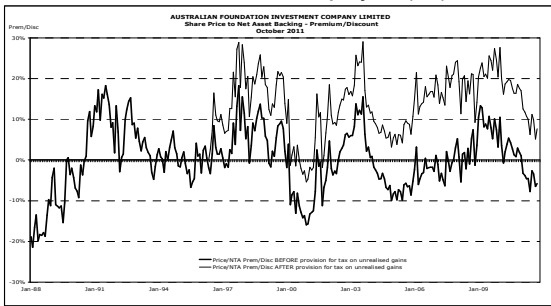
International Equity Portfolios

	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 *	-19.8%	5.5%	-	-	-	-	-
Global Mining Investments Limited*	-13.6%	8.4%	-1.8%	3.5%	-	-	-
Platinum Capital Limited	-28.2%	3.0%	-11.9%	-5.5%	-0.8%	7.2%	-
Templeton Global Growth*	-6.0%	-0.2%	-10.5%	-3.4%	-4.6%	1.2%	3.9%
<i>MSCI World Accumulation Index</i>	-5.3%	-5.2%	-6.7%	-0.7%	-2.5%	3.1%	4.9%

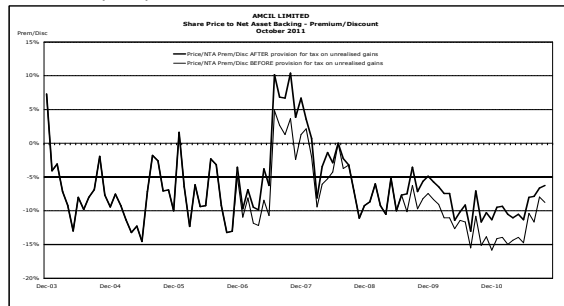
Source: Company Data, IRESS *Not covered by JBWere Research

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

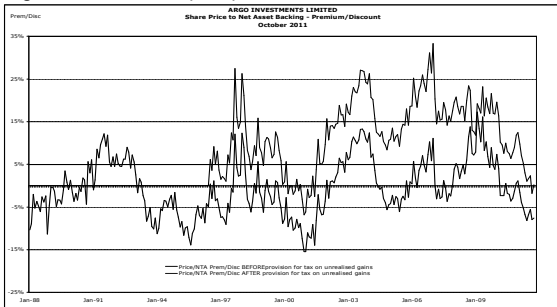
Australian Foundation Investment Company Ltd (AFI)



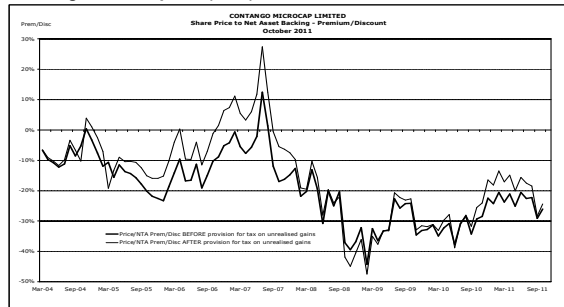
AMCIL Ltd (AMH)



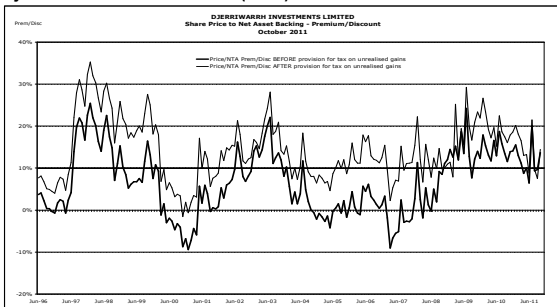
Argo Investments Ltd (ARG)



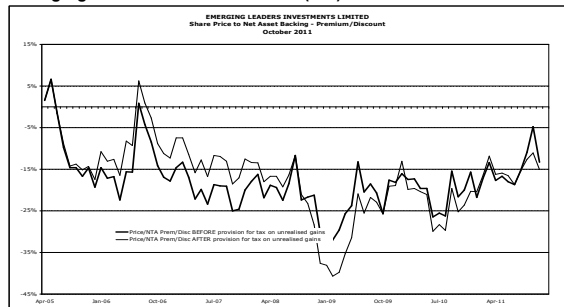
Contango Microcap Ltd (CTN)



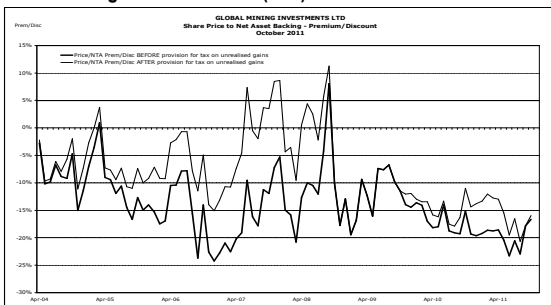
Djerriwarrh Investments Ltd (DJW)



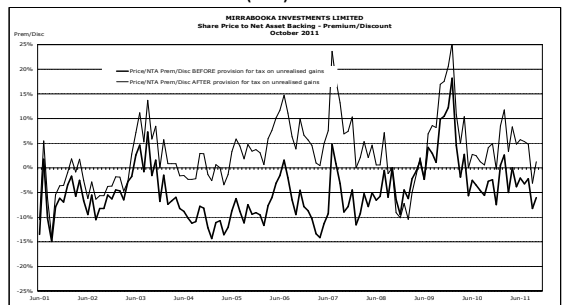
Emerging Leaders Investments Ltd (ELI)



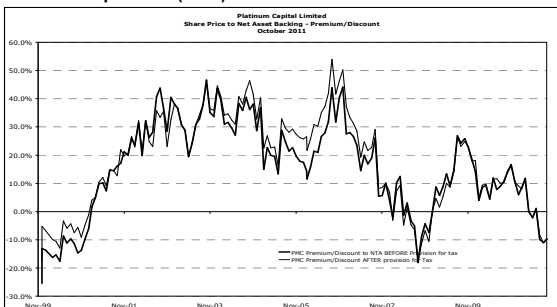
Global Mining Investments Ltd (GMI)



Mirrabooka Investments Ltd (MIR)



Platinum Capital Ltd (PMC)



Source: Manager Data, IRESS

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