

Listed Investment Companies

January 2021 performance review and update

Conviction ideas: Our preferences within each sector are based on numerous quantitative and qualitative factors. Table 1 on page 2 provides a sector update, with our estimated current net tangible assets (NTAs) derived from our model portfolios for LICs.

Traditional LICs

- The All Ordinaries Index posted another gain in January 2021, up 0.3% during the month, despite increased volatility and a slight pullback in the latter half of the month. Traditional LICs returned 0.4% on a pre-tax Net Tangible Asset (NTA) basis, outperforming the All Ordinaries Index, and returned 1.5% on a total shareholder return (TSR) basis. Traditional LICs have historically outperformed in the month of January as investors buy LICs for the dividend in the lead up to February. All traditional LICs in our coverage universe traded ex-div in February except Djerrivarrh Investments (DJW), which traded ex-dividend on 29 January. Our preferences are **Australian United Investment (AUI)**, which is trading at an estimated 6.3% discount to NTA, and **Milton Corporation (MLT)**, which is trading at an estimated 3.2% discount to NTA.

Large capitalisation

- L1 Long Short Fund (LSF) declared its first interim dividend (1.5 cps) during the month, following a strong performance in CY20 with pre-tax NTA increasing 29.5% on the pcp. Key preference **Perpetual Equity Investment Company (PIC)** declared an interim dividend of 2.8 cps and is trading at an estimated discount of 9.7%. Our second large-cap preference, **AMCIL (AMH)**, is trading at an estimated 2.7% discount to NTA. AMH continues to outperform its benchmark across 1- and 3-year time horizons and has a 2.3% trailing yield.

Small capitalisation and specialist

- Acorn Capital (ACQ)** also maintained its outperformance versus its benchmark (Small Ordinaries index) over 1-, 3- and 5-year time horizons. ACQ was trading at a 3.2% discount to NTA as of 31 January. ACQ has declared an interim dividend of 4 cps, up from 3.65 cps in the pcp. Our second small-cap preference, **Spheria Emerging Companies (SEC)**, also declared an increased interim dividend of 3.5 cps, up from 3 cps in the pcp. SEC is trading at a 15.4% discount to NTA. Specialist preference **WAM Alternative Assets (WMA)** has continued to narrow its discount, with its January month-end discount to NTA now in the single digits at 8.0%. Elsewhere, Hearts and Minds (HM1) declared its first interim dividend (12 cps) following a strong pre-tax NTA performance of 28.0% in CY20.

International

- Overseas markets, as measured by the MSCI World Index, fell 1.0% in January. The index fell less (down 0.3%) on an AUD adjusted basis, with the AUD depreciating 0.6% relative to the USD in the month. Positive momentum, driven by vaccine developments and stimulus, continued in early January; however, volatility increased later in the month, as highly shorted stocks were squeezed. Slowing rising bond yields also dampened sentiment, with renewed concerns around inflationary expectations. Our preference, **Magellan Global Fund (MGF)**, is trading at a 4.4% discount to NTA.

CONTENTS

Sector Update	2
Performance table (Jan-21)	4
Top picks	
Acorn Capital (ACQ)	5
AMCIL (AMH)	6
Australian United Investment Company (AUI)	7
Magellan Global Fund (MGF)	8
Milton Corporation (MLT)	9
Perpetual Equity Investment Company (PIC)	10
Spheria Emerging Companies (SEC)	11
WAM Alternative Assets (WMA)	12

Supun Wijerathna, CFA

Research Associate

(03) 9602 9325

swijerathna@ords.com.au

Table 1: Sector snapshot

Listed Investment Companies coverage by sector

Traditional LICs														
	Code	Share Price	Market Cap. (\$m)	Trailing Dividend (cents)	Trailing Dividend Yield	Trailing Grossed Up Yield	TSR since 1 Feb 21	Current Est. NTA	Current Estimated Disc/Prem	Jan NTA	Jan Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Argo Investments	ARG	8.40	6070.3	28.0	3.3%	4.8%	-2.4%	8.19	2.5%	8.08	8.3%	3.8%	0.7%	0.16%
Australian Foundat.	AFI	7.19	8777.8	24.0	3.3%	4.8%	-3.1%	6.77	6.2%	6.68	12.6%	6.4%	2.6%	0.13%
Australian United In	AUI	8.95	1117.0	36.0	4.0%	5.7%	-0.8%	9.55	-6.3%	9.46	-2.9%	-3.5%	-4.5%	0.10%
BKI Investment Ltd	BKI	1.45	1071.6	5.3	3.7%	5.2%	-6.4%	1.53	-4.6%	1.56	0.6%	-2.3%	-2.3%	0.17%
Diversified United	DUI	4.72	1002.9	15.5	3.3%	4.7%	0.0%	4.85	-2.7%	4.79	0.0%	-2.3%	-4.4%	0.13%
Djerriwarrah	DJW	3.03	682.3	10.5	3.5%	5.0%	1.0%	3.09	-2.1%	2.98	0.7%	-1.5%	2.8%	0.46%
Milton Corporation	MLT	4.77	3208.0	14.3	3.0%	4.3%	-0.1%	4.93	-3.2%	4.81	0.4%	-2.8%	-2.8%	0.13%
Large Capitalisation														
	Code	Share Price	Market Cap. (\$m)	Trailing Dividend (cents)	Trailing Dividend Yield	Trailing Grossed Up Yield	TSR since 1 Feb 21	Current Est. NTA	Current Estimated Disc/Prem	Jan NTA	Jan Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
AMCIL Limited	AMH	1.10	328.6	2.5	2.3%	3.2%	2.8%	1.13*	-2.7%	1.15	-7.0%	-6.9%	-6.9%	0.65%
Australian Leaders	ALF	1.01	193.0	2.5	2.5%	2.5%	-1.5%	n.a	n.a	1.10	-7.2%	-16.9%	-17.1%	1.00%
Cadence Capital	CDM	0.93	276.4	4.0	4.3%	6.2%	8.2%	1.06	-14.2%	1.03	-17.3%	-19.9%	-10.1%	1.00%
Carlton Investments	CIN	27.20	720.1	82.0	3.0%	4.3%	-0.1%	n.a	n.a	32.35	-15.0%	-16.9%	-14.5%	0.09%
Clime Capital	CAM	0.89	107.1	4.7	5.3%	7.5%	4.1%	0.90	-2.2%	0.92	-7.6%	-1.6%	-3.6%	0.83%
Concentrated Leaders	CLF	1.21	71.8	21.5	17.8%	25.4%	-3.6%	n.a	n.a	1.17	7.3%	-2.9%	-4.8%	0.75%
Contango Inc Gen Ltd	CIE	0.62	77.2	1.0	1.6%	2.2%	-0.8%	74.8%	-17.8%	0.73	-14.7%	-13.4%	-11.8%	0.95%
Future Gen Ltd	FGX	1.26	504.4	5.2	4.1%	5.9%	4.6%	n.a	n.a	1.34	-10.0%	-11.4%	-5.4%	0.00%
L1 Long Short Fnd Ltd	LSF	2.16	1341.5	1.5	0.7%	1.0%	10.1%	2.71*	-20.7%	2.38	-17.1%	-21.1%	na	1.25%
Mirrabooka Invest.	MIR	3.34	543.3	10.0	3.0%	4.3%	3.1%	3.08	8.4%	3.10	4.5%	-0.4%	3.9%	0.65%
Ophir High Conviction	OPH	3.52	704.0	0.0	0.0%	0.0%	0.6%	3.24*	9.6%	3.24	8.0%	-2.4%	na	1.23%
Perpetual Equity Ltd	PIC	1.19	414.9	6.0	5.0%	7.2%	5.8%	1.26*	-9.7%	1.19	-5.5%	-9.5%	-4.9%	1.00%
Plato Income Max.	PL8	1.20	512.0	4.9	4.1%	5.9%	1.6%	1.06*	12.1%	1.04	13.0%	7.8%	2.5%	0.80%
Qv Equities Limited	QVE	0.90	220.8	4.4	4.9%	7.0%	0.1%	1.01*	-10.9%	1.00	-9.0%	-11.7%	-8.4%	0.90%
WAM Capital Limited	WAM	2.14	1804.0	15.5	7.2%	10.3%	-4.5%	n.a	n.a	1.84	21.6%	19.8%	18.6%	1.00%
WAM Leaders Limited	WLE	1.45	1208.2	6.5	4.5%	6.4%	6.3%	n.a	n.a	1.27	7.3%	-1.3%	-3.3%	1.00%
Whitefield Ltd	WHF	5.34	514.2	20.5	3.8%	5.5%	-2.6%	5.11	4.5%	5.04	8.7%	0.7%	-4.5%	0.25%
Small Capitalisation														
	Code	Share Price	Market Cap. (\$m)	Trailing Dividend (cents)	Trailing Dividend Yield	Trailing Grossed Up Yield	TSR since 1 Feb 21	Current Est. NTA	Current Estimated Disc/Prem	Jan NTA	Jan Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Acorn Cap Inv Fund	ACQ	1.65	111.0	7.4	4.5%	6.4%	5.4%	n.a	n.a	1.62	-3.2%	-13.0%	-12.3%	0.95%
ECP Emerging Growth	ECP	1.44	26.4	6.0	4.2%	6.0%	-5.2%	1.71	-15.6%	1.70	-9.1%	-19.7%	-21.1%	1.00%
Forager Aust. Shares	FOR	1.42	157.5	0.8	0.6%	0.6%	3.3%	1.66	-15.7%	1.64	-16.5%	-14.4%	-5.2%	1.00%
Glennon SML Co Ltd	GC1	0.73	32.8	2.0	2.8%	2.8%	2.1%	n.a	n.a	0.97	-26.8%	-20.8%	-15.4%	1.00%
Naos Emerg Opp	NCC	1.10	69.1	7.3	6.6%	9.4%	7.3%	n.a	n.a	1.09	-6.0%	-7.0%	-4.2%	1.25%
Naos Small Cap Opp	NSC	0.73	113.3	4.5	6.2%	8.8%	0.3%	n.a	n.a	0.86	-14.0%	-23.1%	-17.9%	1.25%
NGE Capital	NGE	0.60	22.3	0.0	0.0%	0.0%	5.3%	n.a	n.a	0.75	-24.3%	-25.9%	-21.2%	1.90%
Ozgrowth Limited	OZG	0.23	80.7	0.6	2.6%	3.7%	1.4%	0.27*	-16.1%	0.28	-17.3%	-19.9%	-20.0%	1.00%
Ryder Capital	RYD	1.80	113.8	5.0	2.8%	4.0%	6.5%	n.a	n.a	1.89	-10.8%	-14.9%	-14.8%	1.25%
Spheria Emerging Co	SEC	2.08	125.9	5.5	2.6%	3.8%	7.8%	2.42*	-15.4%	2.30	-16.0%	-19.5%	-13.9%	1.00%
WAM Microcap Ltd	WMI	1.95	403.1	9.0	4.6%	6.6%	8.3%	n.a	n.a	1.58	14.2%	4.3%	3.6%	1.00%
WAM Research Ltd	WAX	1.66	323.3	9.8	5.9%	8.4%	1.2%	n.a	n.a	1.15	42.3%	32.0%	24.9%	1.00%
Westoz Inv Ltd	WIC	1.17	156.4	6.0	5.1%	7.3%	-6.7%	1.30	-9.8%	1.39	-7.8%	-13.9%	-11.4%	1.00%

Source: Company releases, Bloomberg, IRESS, OML estimates

Figures as at: 1 March 2021

*NTA is last reported NTA, adjusted for any dividends past ex-date. Current premium and discount is based on the discount at date of last disclosed NTA date.

Table 1: Sector snapshot (cont.)

Listed Investment Companies coverage by sector

Listed Investment Companies coverage by sector														
International	Code	Share Price	Market Cap. (\$m)	Trailing Dividend (cents)	Trailing Dividend Yield	Trailing Grossed Up Yield	TSR since 1 Feb 21	Current Est. NTA	Current Estimated Disc/Prem	Jan NTA	Jan Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Antipodes Global	APL	1.04	502.2	4.5	4.3%	5.3%	0.0%	1.19*	-13.2%	1.16	-10.7%	-13.4%	-10.8%	1.10%
Argo Global Ltd	ALI	2.08	318.6	4.5	2.2%	3.1%	-1.4%	2.13*	-1.9%	2.16	-2.3%	-7.0%	-10.8%	1.25%
Ellerston Asian	EAI	1.24	164.1	4.0	3.2%	4.6%	1.6%	1.37*	-9.6%	1.32	-7.3%	-12.7%	-10.8%	0.75%
Future Glb Invest Co	FGG	1.41	554.1	2.0	1.4%	2.0%	-5.4%	n.a	n.a	1.63	-8.4%	-16.4%	-7.4%	0.00%
Global Value Fnd Ltd	GVF	1.11	190.6	5.8	5.2%	7.5%	2.3%	n.a	n.a	1.15	-6.2%	-4.3%	-3.2%	1.50%
Magellan Global Fund	MGF [^]	1.67	2815.5	0.0	0.0%	0.0%	-2.1%	1.74*	-4.4%	1.72	-2.9%	-2.7%	na	1.35%
MFF Capital Invest.	MFF	2.59	1451.2	5.5	2.1%	3.0%	2.4%	2.84*	-10.2%	2.75	-8.1%	-5.8%	-6.0%	0.55%
Pengana International	PIA	1.31	332.4	6.3	4.8%	6.8%	4.4%	1.43*	-8.4%	1.38	-9.4%	-13.4%	-10.9%	1.50%
Platinum Asia Ltd	PAI	1.33	483.1	9.0	6.8%	9.7%	6.6%	1.43*	-7.5%	1.40	-8.9%	-10.5%	-3.1%	1.10%
Platinum Capital Ltd	PMC	1.45	422.6	6.0	4.1%	5.9%	1.0%	1.65*	-10.7%	1.57	-6.7%	-10.9%	1.3%	1.10%
Pm Capital Asian Ops	PAF	0.93	52.9	1.5	1.6%	2.3%	5.7%	1.11*	-18.9%	1.03	-14.5%	-17.5%	-8.6%	1.00%
Pm Capital Fund	PGF	1.22	434.1	4.5	3.7%	5.3%	2.5%	1.53*	-22.2%	1.39	-14.6%	-17.1%	-12.3%	1.00%
Templeton Global	TGG	1.40	277.3	6.5	4.6%	6.6%	1.4%	1.58*	-9.2%	1.52	-8.4%	-12.1%	-11.4%	1.20%
VGI Partners Global	VG1	2.16	874.8	4.0	1.9%	2.6%	5.6%	2.60*	-17.3%	2.52	-18.3%	-14.4%	-4.1%	1.50%
WAM Global	WGB	2.64	561.6	7.0	2.7%	3.8%	8.6%	n.a	n.a	2.46	-1.4%	-12.7%	na	1.25%
Specialist	Code	Share Price	Market Cap. (\$m)	Trailing Dividend (cents)	Trailing Dividend Yield	Trailing Grossed Up Yield	TSR since 1 Feb 21	Current Est. NTA	Current Estimated Disc/Prem	Jan NTA	Jan Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Baillador Tech Inv	BTI	1.46	179.4	2.5	1.7%	2.4%	14.1%	n.a	n.a	1.40	-8.6%	-28.5%	-26.0%	1.75%
Hearts and Minds	HM1	4.83	1086.8	0.0	0.0%	0.0%	10.0%	4.04*	18.8%	4.00	9.7%	-2.4%	na	0.00%
Lion Selection Grp	LSX	0.40	59.3	0.0	0.0%	0.0%	-6.0%	n.a	n.a	0.61	-31.6%	-20.5%	-13.7%	1.50%
Lowell Resource Fund	LRT	1.29	36.2	2.4	1.9%	1.9%	8.9%	1.58	-0.15	1.53	-22.7%	-17.3%	na	2.16%
Monash Absolute	MA1	1.38	61.7	1.0	0.7%	1.0%	4.2%	1.49*	-8.6%	1.45	-8.8%	-10.7%	-14.4%	1.50%
NAOS ex-50 Opport.	NAC	1.00	44.5	5.4	5.4%	7.7%	-2.5%	n.a	n.a	1.22	-15.2%	-21.2%	-17.1%	1.75%
Regal Investment Fund	RF1	4.16	470.1	23.6	5.7%	5.7%	9.5%	4.10*	1.5%	3.93	-3.3%	-8.8%	na	1.50%
Sandon Capital Ltd	SNC	0.84	92.3	6.0	7.1%	10.2%	6.3%	n.a	n.a	0.94	-15.6%	-18.7%	-11.5%	1.25%
Thorney Opp Ltd	TOP	0.56	110.5	2.0	3.6%	5.1%	0.9%	n.a	n.a	0.69	-20.3%	-21.7%	-18.9%	0.75%
Tribeca Glb Resources	TGF	2.02	124.2	0.0	0.0%	0.0%	14.8%	2.26	-0.11	2.08	-15.4%	-25.9%	na	1.50%
WAM Active Limited	WAA	1.11	52.0	6.0	5.4%	7.7%	0.0%	n.a	n.a	1.03	7.9%	1.7%	1.4%	1.00%
WAM Alternative Assets	WMA	1.00	192.9	4.0	4.0%	5.7%	-1.5%	n.a	n.a	1.10	-8.0%	-22.8%	-23.0%	1.20%

Source: Company releases, Bloomberg, IRESS, OML estimates

Figures as at: 1 March 2021

*NTA is last reported NTA, adjusted for any dividends past ex-date. Current premium and discount is based on the discount at date of last disclosed NTA date.

[^]MGF has a target cash distribution yield of 4% p.a. paid semi-annually

NTA performance calculation methodology

- Unless stated otherwise, NTA performance in this report is calculated on pre-tax NTA basis, which refers to net tangible assets after tax paid but before tax on unrealised gains as well as cash dividends paid during the relevant period. TSR performance figures from Bloomberg and calculated with re-invested dividends. Active return refers to TSR relative to that of the comparative index.
- LIC performance measurements reflect performance after all operating expenses and taxation. Using index benchmarks often understates performance as the indices used are before all operating expenses and tax. Total shareholder returns are often negatively impacted by capital events such as options, DRPs, share purchase plans and placements. Dividend yields contained within are historical and are not an indication of future dividend payments.

Fig. 1: LIC performance table (Jan 2021)

Code	Company	1 Year			3 Year (annualised)			5 Year (annualised)		
		NTA performance	TSR Performance	Avg. Prem/Disc	NTA performance	TSR Performance	Avg. Prem/Disc	NTA performance	TSR Performance	Avg. Prem/Disc
ARG	Argo Investments	-5.3%	3.7%	3.8%	4.2%	5.4%	0.7%	7.5%	7.1%	0.9%
AFI	Australian Foundat.	-0.3%	9.9%	6.4%	7.4%	10.8%	2.6%	9.3%	9.9%	2.0%
AUI	Australian United In	-6.9%	-3.5%	-3.5%	5.7%	4.6%	-4.5%	9.6%	9.2%	-4.8%
BKI	BKI Investment Ltd	-5.6%	-5.3%	-2.3%	3.2%	1.4%	-2.3%	5.4%	3.5%	-0.4%
DUI	Diversified United	-6.5%	-4.0%	-2.3%	7.9%	8.5%	-4.4%	11.1%	11.9%	-5.1%
DJW	Djerriwarrah	-7.2%	-10.2%	-1.5%	2.2%	0.1%	2.8%	6.7%	-1.3%	8.6%
MLT	Milton Corporation	-2.2%	-0.2%	-2.8%	5.2%	4.7%	-2.8%	7.0%	5.8%	-2.0%
Code	Company	1 Year			3 Year (annualised)			5 Year (annualised)		
		NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc
AMH	AMCIL Limited	9.0%	11.0%	-6.9%	11.3%	11.0%	-6.9%	9.9%	9.4%	-4.7%
ALF	Australian Leaders	-4.8%	6.3%	-16.9%	0.2%	3.3%	-17.1%	-0.6%	-2.6%	-9.0%
CDM	Cadence Capital	23.0%	19.9%	-19.9%	-0.6%	-7.6%	-10.1%	2.2%	-4.8%	-2.4%
CIN	Carlton Investments	-11.2%	-10.5%	-16.9%	-1.5%	-3.1%	-14.5%	1.2%	1.0%	-13.7%
CAM	Clime Capital	-5.4%	-6.6%	-1.6%	5.7%	5.2%	-3.6%	6.8%	7.1%	-4.7%
CLF	Concentrated Leaders	14.0%	15.4%	-2.9%	11.6%	11.1%	-4.8%	13.0%	13.4%	-6.4%
CIE	Contango Inc Gen Ltd	-23.7%	-25.0%	-13.4%	-6.6%	-8.8%	-11.8%	-0.8%	-4.0%	-9.1%
FGX	Future Gen Ltd	6.9%	9.6%	-11.4%	6.9%	4.9%	-5.4%	7.0%	4.9%	-4.2%
LSF	L1 Long Short Fund	40.2%	32.4%	-21.1%	na	na	na	na	na	na
MIR	Mirrabooka Invest.	24.6%	27.2%	-0.4%	14.7%	11.1%	3.9%	12.8%	10.7%	8.9%
OPH	Ophir High Cf	11.3%	28.6%	-2.4%	na	na	na	na	na	na
PIC	Perpetual Equity Ltd	12.7%	12.1%	-9.5%	7.0%	5.7%	-4.9%	8.2%	9.1%	-5.5%
PLB	Plato Inc Max Ltd.	-3.3%	4.9%	7.8%	6.4%	10.1%	2.5%	na	na	na
QVE	Qv Equities Limited	-8.9%	-7.1%	-11.7%	-2.2%	-5.6%	-8.4%	3.1%	2.1%	-3.1%
WAM	WAM Capital Limited	4.9%	6.8%	19.8%	4.7%	4.1%	18.6%	7.6%	7.7%	19.0%
WLE	WAM Leaders Limited	4.6%	12.1%	-1.3%	7.3%	11.1%	-3.3%	na	na	na
WHF	Whitefield Ltd	-5.9%	6.2%	0.7%	4.4%	9.7%	-4.5%	6.3%	9.5%	-6.0%
Code	Company	1 Year			3 Year (annualised)			5 Year (annualised)		
		NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc
ACQ	Acom Cap Inv Fund	32.0%	45.8%	-13.0%	13.1%	19.2%	-12.3%	16.0%	19.6%	-13.1%
ECP	ECP Emerging Co	22.5%	43.7%	-19.7%	16.6%	22.9%	-21.1%	10.7%	13.8%	-19.2%
FOR	Forager Aust Shs Fnd	18.9%	18.1%	-14.4%	1.0%	-8.1%	-5.2%	na	na	na
GC1	Glennon SML Co Ltd	0.3%	-7.1%	-20.8%	-1.8%	-7.1%	-15.4%	2.3%	-2.2%	-12.3%
NCC	Naos Emerg Opp	-4.7%	6.6%	-7.0%	-0.8%	-5.3%	-4.2%	6.6%	7.5%	-3.4%
NSC	Naos Smlcap Com Ltd	1.0%	15.2%	-23.1%	-0.2%	-0.7%	-17.9%	1.4%	1.7%	-14.2%
NGE	NGE Capital Limited	-15.2%	-14.9%	-25.9%	4.6%	6.6%	-21.2%	na	8.4%	na
OZG	Ozgrowth Limited	31.1%	35.8%	-19.9%	8.6%	11.4%	-20.0%	16.2%	18.6%	-19.9%
RYD	Ryder Capital Ltd	18.2%	23.0%	-14.9%	10.1%	11.8%	-14.8%	14.9%	13.0%	-11.9%
SEC	Spheria Emerging Co	11.0%	10.2%	-19.5%	5.4%	0.9%	-13.9%	na	na	na
WMI	WAM Microcap Limited	15.6%	33.0%	4.3%	10.7%	12.2%	3.6%	na	na	na
WAX	WAM Research Ltd	5.2%	20.9%	32.0%	4.6%	10.1%	24.9%	7.5%	10.8%	23.3%
WIC	Westoz Inv Ltd	14.9%	19.0%	-13.9%	6.4%	8.6%	-11.4%	14.7%	16.2%	-12.2%
Code	Company	1 Year			3 Year (annualised)			5 Year (annualised)		
		NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc
APL	Antipodes Global Inv	3.5%	5.4%	-13.4%	0.8%	-2.3%	-10.8%	na	na	na
ALI	Argo Global Ltd	-18.6%	-12.6%	-7.0%	4.3%	9.3%	-10.8%	4.5%	6.8%	-10.9%
EAI	Ellerston Asian	12.2%	21.2%	-12.7%	5.0%	6.1%	-10.8%	9.4%	9.1%	-11.0%
FGG	Future Gib Invest Co	6.9%	20.0%	-16.4%	10.4%	6.9%	-7.4%	10.3%	6.2%	-5.1%
GVF	Global Value Fnd Ltd	7.6%	4.6%	-4.3%	7.0%	3.7%	-3.2%	6.1%	7.4%	-1.8%
MGFA	Magellan Global Fund	-3.9%	-8.8%	-2.7%	na	na	na	na	na	na
MFF	MFF Capital Inv Ltd	-16.7%	-28.8%	-5.8%	7.7%	7.1%	-6.0%	10.5%	8.7%	-8.0%
PIA	Pengana Int Equ Ltd	8.3%	14.5%	-13.4%	9.1%	8.2%	-10.9%	6.6%	8.6%	-9.0%
PAI	Platinum Asia Ltd	27.7%	30.1%	-10.5%	7.9%	3.3%	-3.1%	12.8%	9.5%	-3.1%
PMC	Platinum Capital Ltd	3.0%	-6.5%	-10.9%	0.1%	-4.6%	1.3%	6.4%	1.4%	3.1%
PAF	Pm Capital Asian Ops	-0.9%	-0.9%	-17.5%	-2.8%	-10.2%	-8.6%	3.1%	3.7%	-8.2%
PGF	Pm Capital Fund	0.6%	1.1%	-17.1%	6.4%	1.8%	-12.3%	8.8%	8.9%	-11.3%
TGG	Templeton Global	3.8%	7.6%	-12.1%	3.7%	4.2%	-11.4%	7.1%	9.5%	-11.0%
VG1	VGI Partners Global	0.6%	-6.0%	-14.4%	9.3%	0.1%	-4.1%	na	na	na
WGB	WAM Global	-0.6%	11.7%	-12.7%	na	na	na	na	na	na
Code	Company	1 Year			3 Year (annualised)			5 Year (annualised)		
		NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc
BTI	Bailador Tech Inv	9.9%	21.5%	-28.5%	9.8%	14.5%	-26.0%	2.6%	6.5%	-20.9%
HM1	Hearts and Minds	24.2%	32.9%	-2.4%	na	na	na	na	na	na
LSX	Lion Selection Grp	22.8%	-5.6%	-20.5%	21.8%	3.4%	-13.7%	17.0%	16.0%	-10.6%
LRT	Lowell Res Fund	151.6%	158.8%	-17.3%	na	na	na	na	na	na
MA1	Monash Absolute	23.9%	30.5%	-10.7%	13.7%	17.4%	-14.4%	na	na	na
NAC	Naos Ex-50	5.5%	9.7%	-21.2%	6.7%	5.8%	-17.1%	7.0%	6.3%	-13.1%
RF1	Regal Invest Fund	47.8%*	53.2%*	-8.8%	na	na	na	na	na	na
SNC	Sandon Capital Ltd	5.4%	3.2%	-18.7%	4.3%	0.3%	-11.5%	6.6%	6.0%	-8.8%
TOP	Thorney Opp Ltd	-14.9%	-13.1%	-21.7%	-3.0%	-5.8%	-18.9%	6.6%	3.1%	-14.2%
TGF	Tribeca GIB Resources	-5.2%	-10.2%	-25.9%	na	na	na	na	na	na
WAA	WAM Active Ltd	0.7%	8.5%	1.7%	3.8%	4.4%	1.4%	6.3%	6.1%	3.2%
WMA	WAM Alternative Assets	0.0%	21.4%	-22.8%	3.0%	-0.7%	-23.0%	5.2%	5.7%	-11.9%

Source: Bloomberg, IRESS, OML

*Historical performance data for the Magellan Global Fund strategy is available on MGF summary page

Acorn Capital (ACQ)

www.acorncapital.com.au

- Acorn Capital was founded in 1998 and is one of the largest specialist microcap investor in the Australian Market. ACQ commenced trading on the ASX in May 2014.
- Utilising a sector neutral investment style, ACQ invests in ASX listed companies outside the top 250 by market capitalisation and unlisted opportunities if they are evaluated to be more attractive than listed opportunities.
- The total shareholder return for the year ending 31 Jan 2021 was 45.8%, with pre-tax NTA backing increasing 32.0%. The active return (TSR) was 40.5%.

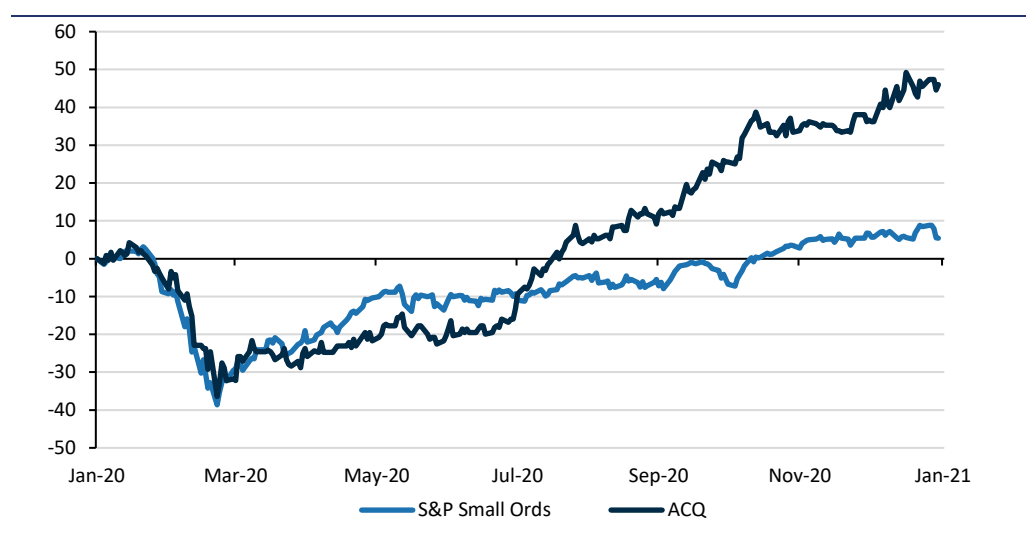
Fig.2: ACQ overview

ACQ Snapshot		Top Holdings					
Price (31 January 2021)	\$1.57	Cleanspace Holdings					6.4%
Share price range (12 months)	\$0.73- \$1.67	Telix Pharmaceutical					5.6%
Shares on issue (Mn)	67.3	Moula Money Pty Ltd (UL)					5.3%
Market capitalisation (\$Mn)	\$106	Redbubble Limited					4.8%
Pre-tax asset backing*	\$1.62	Aroa Biosurgery					3.3%
Post-tax asset backing*	\$1.48	Calix Limited					2.9%
Premium/(Discount) to pre-tax NTA	-2.9%	Elenium Automation (UL)					2.4%
Premium/(Discount) to post-tax NTA	6.2%	Shine Justice Ltd					2.3%
Dividend yield	4.5%	Carbon Revolution					1.8%
Dividend per share (cents)	7.4	Innovative Asset Solutions Group (UL)					1.8%
Franking	100%						
Management expense ratio	0.95%						

Total Shareholder Return	1 Year	3 Year	5 Year	NTA Performance	1 Year	3 Year	5 Year
ACQ	45.8%	19.2%	19.6%	NTA growth	32.0%	13.1%	16.0%
Active return	40.5%	12.5%	8.1%	Active return	26.7%	6.4%	4.4%

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.3: ACQ TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, OML

AMCIL (AMH)

www.amcil.com.au

- AMCIL was formed in 1996 with an initial focus on the media and telecommunications sectors.
- The limited scope of attractive investments within these sectors resulted in a change of strategy, and AMCIL now has a diversified portfolio of 30 to 40 of Australia's largest companies.
- Key sector exposures as at 31 January 2021 included Industrials (22.7%), Healthcare (13.8%), Cons Disc (12.0%), Information Technology (9.2%), Communication Services (7.7%), and Materials (8.5%).
- The total shareholder return for the year ending 31 Jan 2021 was 11.0%, with pre-tax NTA increasing 9.0%. The active return (TSR) was 14.1%.

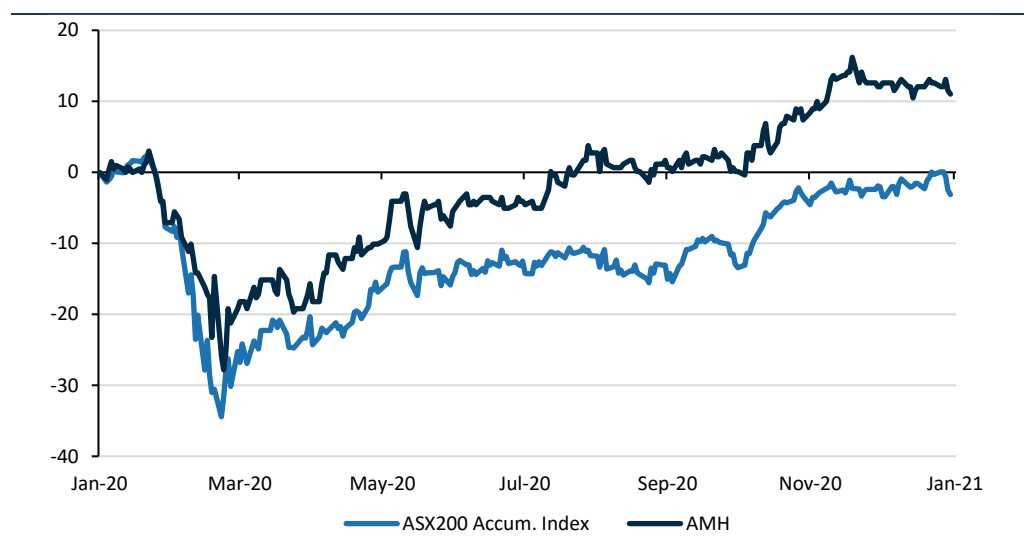
Fig.4: AMH overview

AMH Snapshot		Top Holdings		%
Price (31 January 2021)	\$1.07	CSL Limited		8.4%
Share price range (12 months)	\$0.72- \$1.12	Mainfreight		6.5%
Shares on issue (Mn)	298.7	BHP Group Limited		6.0%
Market capitalisation (\$Mn)	\$320	Wesfarmers Limited		5.8%
Pre-tax asset backing*	\$1.15	Woolworths Group Ltd		4.7%
Post-tax asset backing*	\$1.02	Macquarie Group Ltd		4.2%
Premium/(Discount) to pre-tax NTA	-7.0%	Transurban Group		4.0%
Premium/(Discount) to post-tax NTA	4.9%	National Aust. Bank		3.7%
Dividend yield	2.3%	ARB Corporation.		3.5%
Dividend per share (cents)	2.5	Macquarie Telecom Gp		3.5%
Franking	100%			
Management expense ratio	0.65%			

Total Shareholder Return	1 Year	3 Year	5 Year	NTA Performance	1 Year	3 Year	5 Year
AMH	11.0%	11.0%	9.4%	NTA growth	9.0%	11.3%	9.9%
Active return	14.1%	4.0%	-0.6%	Active return	12.1%	4.3%	-0.1%

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.5: AMH TSR vs ASX200 Accum. Index



Source: Bloomberg, OML

Australian United Investment Company (AUI)

www.aui.com.au

- AUI was founded in 1953 by the late Sir Ian Potter and The Ian Potter Foundation.
- AUI utilises a “traditional” investment philosophy, focusing on risk reduction by investing in a range of large and mid-cap companies on the ASX.
- Investments are chosen on their individual merits, with no pre-determined policy that any particular proportions of the capital will be invested in particular investment sectors.
- The total shareholder return for the year ending 31 Jan 2021 was -6.3%, with pre-tax NTA decreasing 6.9%. The active return (TSR) was -5.6%.

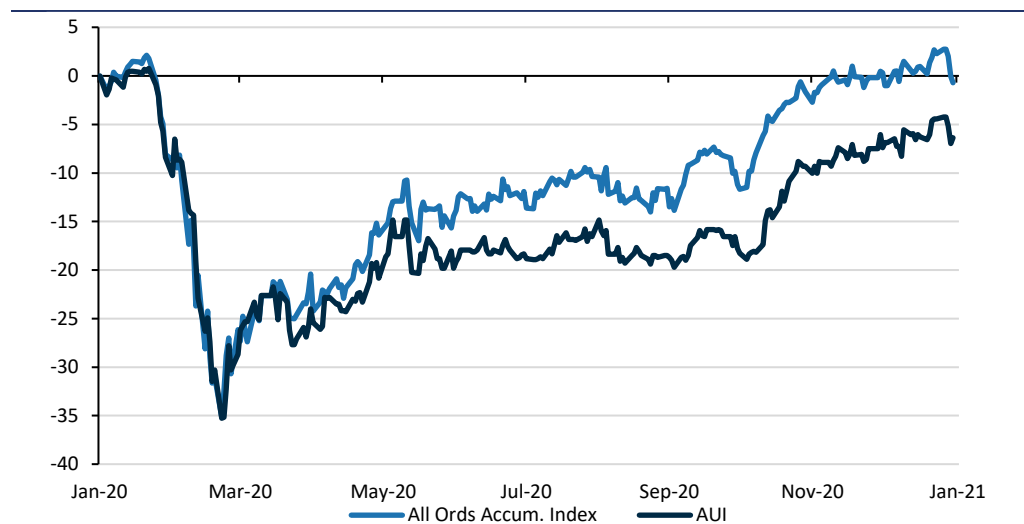
Fig.6: AUI overview

AUI Snapshot		Top Holdings		%
Price (31 January 2021)	\$9.19	CSL Limited		8.3%
Share price range (12 months)	\$6.50- \$9.40	Commonwealth Bank.		8.3%
Shares on issue (Mn)	124.8	BHP Group Limited		6.7%
Market capitalisation (\$Mn)	\$1,147	RIO Tinto Limited		6.3%
Pre-tax asset backing*	\$9.46	Transurban Group		5.7%
Post-tax asset backing*	\$8.08	Wesfarmers Limited		5.5%
Premium/(Discount) to pre-tax NTA	-2.9%	Diversified United		5.3%
Premium/(Discount) to post-tax NTA	13.7%	ANZ Banking Grp Ltd		4.5%
Dividend yield	4.0%	Westpac Banking Corp		4.3%
Dividend per share (cents)	36.0	Woodside Petroleum		3.9%
Franking	100%			
Management expense ratio	0.10%			

Total Shareholder Return	1 Year	3 Year	5 Year	NTA Performance	1 Year	3 Year	5 Year
AUI	-6.3%	4.6%	9.2%	NTA growth	-6.9%	5.7%	9.6%
Active return	-5.6%	-3.1%	-1.3%	Active return	-6.2%	-2.0%	-0.9%

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.7: AUI TSR vs All Ords Accum. Index



Source: Bloomberg, OML

Magellan Global Fund – closed class (MGF)

www.magellangroup.com.au

- Magellan Global Trust (MGG), managed by Magellan Financial Group (ASX:MFG), was listed in October 2017. Unitholders of the unlisted Magellan Global Fund, Magellan Global Equity Fund (MGE) and MGG, approved a restructure in November 2020 to combine the three funds into a single trust with open (ASX:MGOC) and closed class units (ASX:MGF).
- MGF seeks to achieve attractive risk-adjusted returns over the medium to long term by investing in international equities while reducing the risk of permanent capital loss. MGF has a target cash distribution yield of 4% p.a.
- The underlying strategy as measured by the performance of Magellan Global Fund open class units (ASX:MGOC) returned -6.9% during the year ending 31 Jan 2021, underperforming its benchmark by 7.6%.

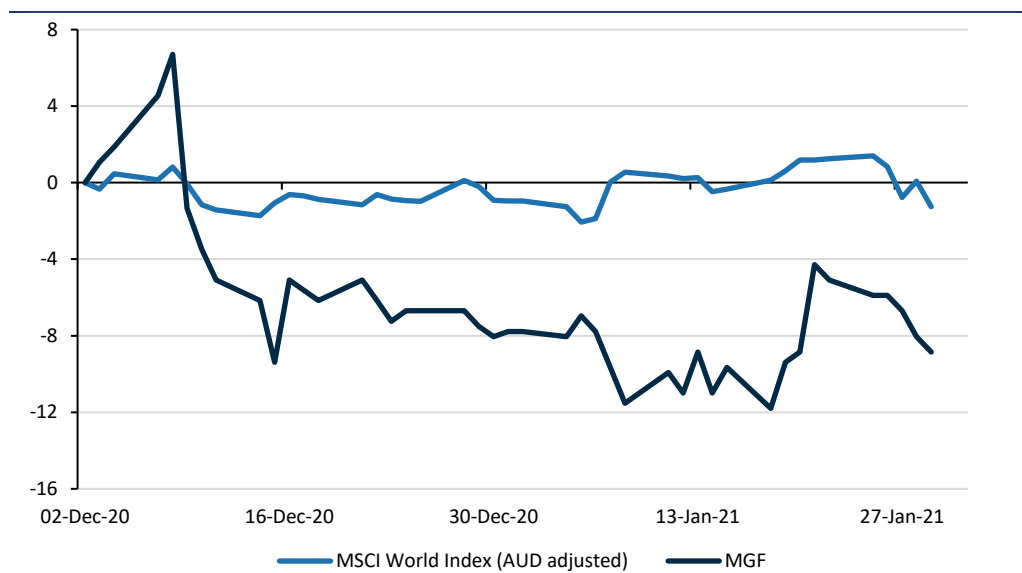
Fig.8: MGF overview

MGF Snapshot				Top Holdings (MGF)			
Price (31 January 2021)			\$1.67	Alibaba Group Holding Ltd			
Share price range (12 months)			\$1.62- \$1.95	Alphabet Inc			
Shares on issue (Mn)			1691.0	Facebook Inc - Class A Shares			
Market capitalisation (\$Mn)			\$2,824	Intercontinental Exchange			
Pre-tax asset backing*			\$1.72	Microsoft Corporation			
Post-tax asset backing*			n.a	Netflix Inc			
Premium/(Discount) to pre-tax NTA			-2.8%	Novartis AG			
Premium/(Discount) to post-tax NTA			n.a	Reckitt Benckiser Group			
Dividend yield			0.0%	Starbucks Corporation			
Dividend per share (cents)			0.0	Tencent Holdings Ltd			
Franking			n.a				
Management expense ratio			1.35%				**listed in alphabetical order**

Total Shareholder Return	1 Year*	3 Year	5 Year	NTA Performance	1 Year*	3 Year	5 Year
MGF	-8.8%	na	na	NTA growth	-3.9%	na	na
Active return	-8.3%	na	na	Active return	-3.3%	na	na

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below). *1 Year return is calculated as return from 30 November 2020 to 31 January 2021.

Fig.9: MGF TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, OML

Milton Corporation (MLT)

www.milton.com.au

- Milton Corporation (MLT) was formed in 1938 and listed in 1958. Its objective is to invest in a diversified portfolio that provides an increasing income stream over time.
- Milton's investment objectives include 1) increase fully franked dividends paid to shareholders over time; 2) provide capital growth in the value of the shareholders' investments; and 3) invest in a diversified portfolio of assets which are predominantly Australian listed companies and trusts.
- Key sector exposures include Banks (18.2%), Materials (12.0%), Other Financials (11.6%), Consumer Discretionary (9.8%) and Energy (9.2%).
- The total shareholder return for the year ending 31 Jan 2021 was -0.2%, with pre-tax NTA decreasing 2.2%. The active return (TSR) was 0.5%.

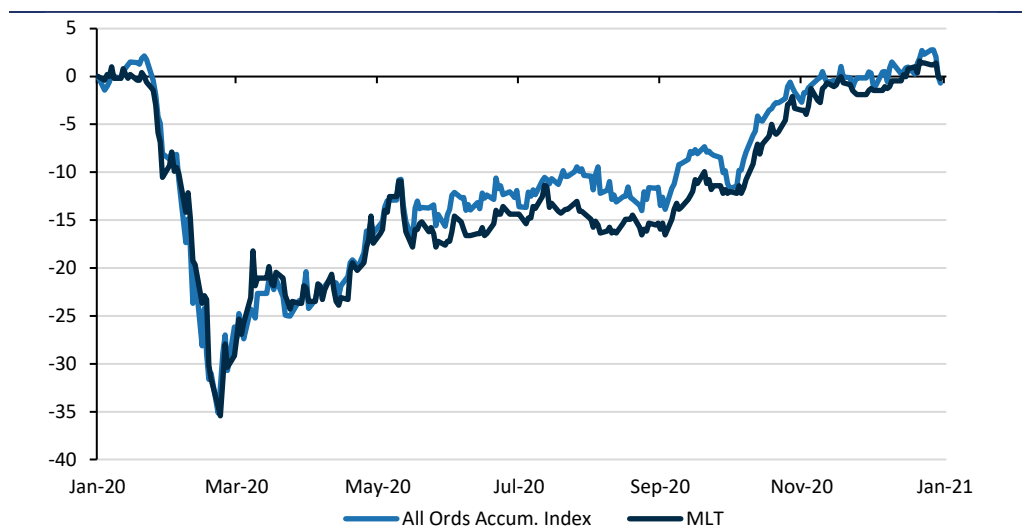
Fig.10: MLT overview

MLT Snapshot		Top Holdings			
Price (31 January 2021)	\$4.83	Commonwealth Bank.		8.1%	
Share price range (12 months)	\$3.19- \$4.93	Soul Pattinson (W.H)		7.7%	
Shares on issue (Mn)	672.5	Macquarie Group Ltd		6.6%	
Market capitalisation (\$Mn)	\$3,248	BHP Group Limited		6.5%	
Pre-tax asset backing*	\$4.81	Westpac Banking Corp		6.5%	
Post-tax asset backing*	\$4.20	CSL Limited		5.1%	
Premium/(Discount) to pre-tax NTA	0.4%	Wesfarmers Limited		4.9%	
Premium/(Discount) to post-tax NTA	15.0%	Woolworths Group Ltd		3.7%	
Dividend yield	3.0%	National Aust. Bank		3.5%	
Dividend per share (cents)	14.3	Eagers Automotive		2.8%	
Franking	100%				
Management expense ratio	0.13%				

Total Shareholder Return	1 Year	3 Year	5 Year	NTA Performance	1 Year	3 Year	5 Year
MLT	-0.2%	4.7%	5.8%	NTA growth	-2.2%	5.2%	7.0%
Active return	0.5%	-3.0%	-4.8%	Active return	-1.5%	-2.5%	-3.6%

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.11: MLT TSR vs All Ords Accum. Index



Source: Bloomberg, OML

Perpetual Equity Investment Company (PIC)

www.perpetualequity.com.au

- Perpetual Equity Investment Company listed on 18 December 2014 and is managed by Perpetual. Perpetual, as at December 2020, had ~A\$89.2 billion of Assets under Management.
- PIC follows a bottom-up investment approach, focusing on mid-caps with a concentrated exposure of 20–40 securities. Additionally, a global allocation is included, up to a recently (March-20) increased threshold of 35% of the portfolio. As at 31 Dec, PIC had a 21.4% exposure allocated to international securities and held 7.7% of the portfolio in cash.
- The total shareholder return for the year ending 31 Jan 2021 was 12.1%, with pre-tax NTA increasing 12.7%. The active return (TSR) was 14.7%.

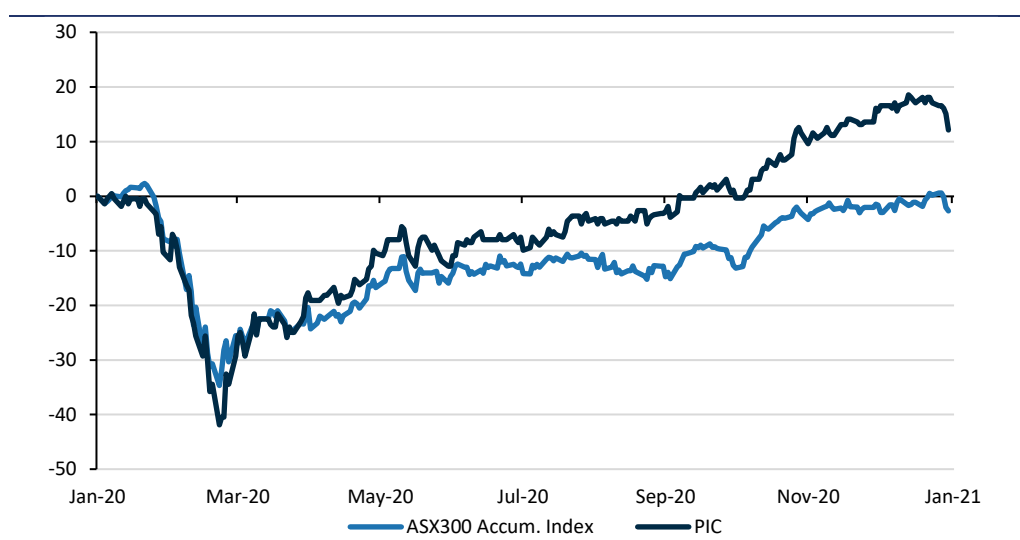
Fig.12: PIC overview

PIC Snapshot				Top Holdings			
Price (31 January 2021)		\$1.13		Suncorp Group Ltd			4.5%
Share price range (12 months)		\$0.63- \$1.19		Bluescope Steel Ltd			4.2%
Shares on issue (Mn)		348.7		Crown Resorts Ltd			4.1%
Market capitalisation (\$Mn)		\$394		Ht&E Limited			3.9%
Pre-tax asset backing*		\$1.19		National Aust. Bank			3.8%
Post-tax asset backing*		\$1.15					
Premium/(Discount) to pre-tax NTA		-5.0%		GLOBAL TOP HOLDINGS			
Premium/(Discount) to post-tax NTA		-2.1%		Flutter Entertainment Plc			7.6%
Dividend yield		5.0%		La Francaise des Jeux SA			6.3%
Dividend per share (cents)		6.0		Persimmon Plc			2.6%
Franking		100%					
Management expense ratio		1.00%					

Total Shareholder Return	1 Year	3 Year	5 Year	NTA Performance	1 Year	3 Year	5 Year
PIC	12.1%	5.7%	9.1%	NTA growth	12.7%	7.0%	8.2%
Active return	14.7%	-1.4%	-1.0%	Active return	15.4%	-0.1%	-1.9%

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.13: PIC TSR vs ASX300 Accum. Index



Source: Bloomberg, OML

Spheria Emerging Companies (SEC)

www.spheria.com.au

- Spheria is managed by Spheria Asset Management; a fundamental bottom up investment manager specialising in small and microcap companies. SEC listed in December 2017 following a ~\$132m raise.
- SEC has a dual investment objective to outperform the benchmark over each full investment cycle (three to five years), and provide capital growth and income (over the investment cycle).
- A significant portion of SEC's portfolio (47.6%) is investment in companies with a market capitalisation of \$1bn+.
- The total shareholder return for the year ending 31 Jan 2021 was 10.2%, with pre-tax NTA increasing by 11.0%. The active return (TSR) was 4.8%.

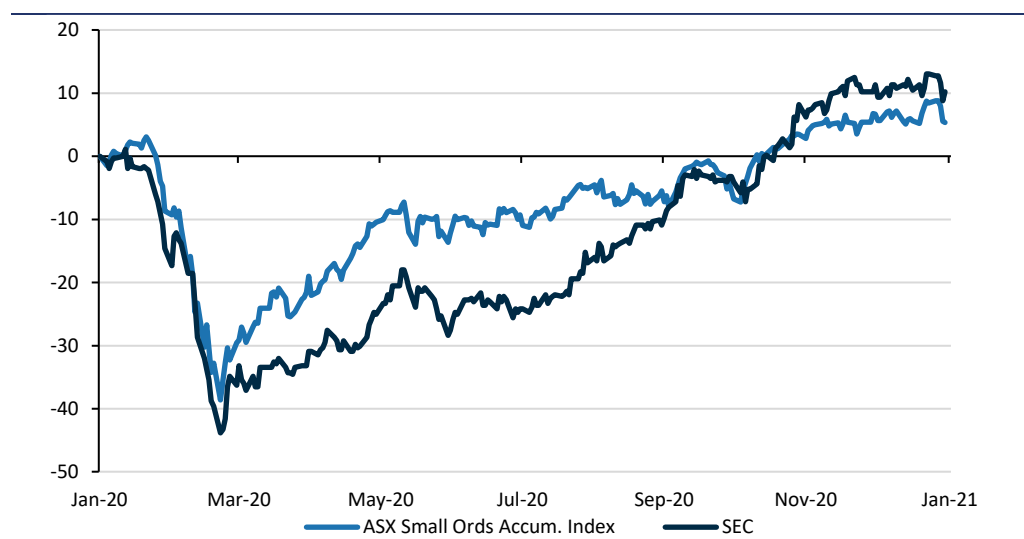
Fig.14: SEC overview

SEC Snapshot		Top Holdings			
Price (31 January 2021)	\$1.93	Fletcher Building			4.3%
Share price range (12 months)	\$1.00- \$2.09	Ht&E Limited			3.9%
Shares on issue (Mn)	60.5	Mortgage Choice Ltd			3.8%
Market capitalisation (\$Mn)	\$117	Class Limited			3.7%
Pre-tax asset backing*	\$2.30	Seven West Media Ltd			3.7%
Post-tax asset backing*	\$2.27	City Chic Collective			3.6%
Premium/(Discount) to pre-tax NTA	-16.0%	Healius			3.6%
Premium/(Discount) to post-tax NTA	-15.0%	Breville Group Ltd			3.5%
Dividend yield	2.6%	Asaleo Care Limited			3.5%
Dividend per share (cents)	5.5	Adbri Limited			3.0%
Franking	100%				
Management expense ratio	1.00%				

Total Shareholder Return	1 Year	3 Year	5 Year	NTA Performance	1 Year	3 Year	5 Year
SEC	10.2%	0.9%	na	NTA growth	11.0%	5.4%	na
Active return	4.8%	-5.8%	na	Active return	5.6%	-1.3%	na

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.15: SEC TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, OML

WAM Alternative Assets (WMA)

www.wilsonassetmanagement.com.au

- WMA listed on the ASX in December 2014 as Blue Sky Alternatives Access Fund (BAF). In October 2020, WMA finalised its manager transition from BAF to Wilson Asset Management (International) Pty Limited (WAM).
- WMA provides an exposure to a portfolio of real assets, private equity, real estate, private debt and infrastructure.
- The company aims to deliver absolute returns and diversification benefits along with a meaningful dividend yield and capital growth.
- Asset class exposure as at 31 Jan 2021 included Real Assets (42.6%), Private Equity (24.7%), Real Estate (6.5%) and Cash (26.2%).
- The total shareholder return for the year ending 31 Jan 2021 was 21.4%, with pre-tax NTA flat on the pcp. The active return (TSR) was 22.1%

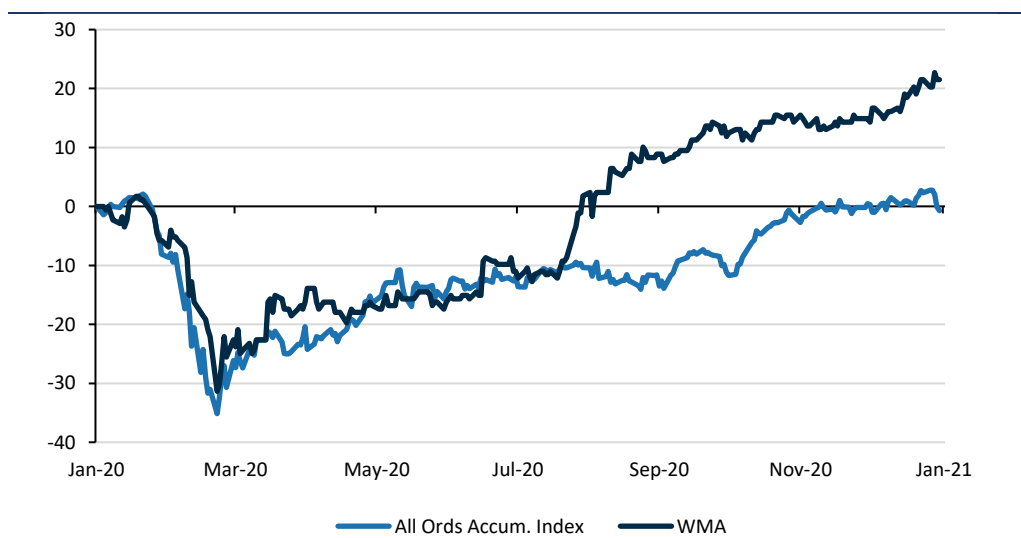
Fig.16: WMA overview

WMA Snapshot				Top Holdings			
Price (31 January 2021)			\$1.01	SECTOR WEIGHTINGS			
Share price range (12 months)			\$0.59- \$1.02	Real Assets			42.6%
Shares on issue (Mn)			193.8	Private Equity			24.7%
Market capitalisation (\$Mn)			\$196	Real Estate			6.5%
Pre-tax asset backing*			\$1.10	Cash			26.2%
Post-tax asset backing*			\$1.09				
Premium/(Discount) to pre-tax NTA			-8.0%				
Premium/(Discount) to post-tax NTA			-7.2%				
Dividend yield			4.0%				
Dividend per share (cents)			4.0				
Franking			100%				
Management expense ratio			1.20%				

Total Shareholder Return	1 Year	3 Year	5 Year	NTA Performance	1 Year	3 Year	5 Year
WMA	21.4%	-0.7%	5.7%	NTA growth	0.0%	3.0%	5.2%
Active return	22.1%	-8.4%	-4.9%	Active return	0.7%	-4.6%	-5.3%

Source: IRESS, Bloomberg, OML, Company reports. Figures as at 31 Jan 2021. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.17: WMA TSR vs All Ords Accum. Index



Source: Bloomberg, OML

Institutional Research			
Nicolas Burgess	Senior Research Analyst	+61 3 9602 9379	nburgess@ords.com.au
James Casey	Senior Research Analyst	+61 3 9602 9265	jamescasey@ords.com.au
Phillip Chippindale	Senior Research Analyst	+61 2 8216 6346	pchippindale@ords.com.au
Michael Gerges	Senior Research Analyst	+61 2 8216 6625	mgerges@ords.com.au
Dylan Kelly	Senior Research Analyst	+61 2 8216 6417	dkelly@ords.com.au
William MacDiarmid	Senior Research Analyst	+61 2 8216 6514	wmacdiarmid@ords.com.au
Luke Macnab	Senior Research Analyst	+61 2 9250 8930	lmacnab@ords.com.au
Ian Munro	Senior Research Analyst	+61 3 9608 4127	ian.munro@ords.com.au
John O'Shea	Senior Research Analyst	+61 3 9608 4146	joshea@ords.com.au
Leanne Truong	Senior Research Analyst	+61 3 8216 6367	ltruong@ords.com.au
Joshua Goodwill	Research Analyst	+61 3 9608 4121	jgoodwill@ords.com.au
Jason Korchinski	Research Analyst	+61 2 8216 6348	jkorchinski@ords.com.au
Olivia Hagglund	Research Associate	+61 2 8216 6358	ohagglund@ords.com.au
Jack Lynch	Research Associate	+61 2 8216 6368	jlynch@ords.com.au
Supun Wijerathna	Research Associate	+61 3 9602 9325	swijerathna@ords.com.au

Institutional Sales (Australia)			
Nick Burmester	Head of Institutional Equities	+61 2 8216 6363	nburmester@ords.com.au
Jim Bromley	Institutional Equities Sales	+61 2 8216 6343	jbromley@ords.com.au
Stephen Jolly	Institutional Equities Sales	+61 2 8216 6424	sjolly@ords.com.au
Chris McDermott	Institutional Equities Sales	+61 2 8216 6335	cmcdermott@ords.com.au
Scott Ramsay	Institutional Equities Sales	+61 3 9608 4100	sramsay@ords.com.au
Matt White	Institutional Equities Sales	+61 3 9608 4133	mwhite@ords.com.au
Zac Whitehead	Institutional Equities Sales	+61 2 8216 6350	zwhitehead@ords.com.au
Isaac Morris	Institutional Equities Sales Support	+61 2 8216 6370	imorris@ords.com.au
Brendan Sweeney	Operator	+61 2 8216 6781	bsweeney@ords.com.au

Institutional Sales (Hong Kong)			
Chris Moore	Institutional Equities Sales	+61 2 8216 6362	cmoore@ords.com.hk

Ord Minnett Offices

Adelaide

Level 11
13 Grenfell Street
Adelaide SA 5000
Tel: (08) 8203 2500
Fax: (08) 8203 2525

Canberra

101 Northbourne Avenue
Canberra ACT 2600
Tel: (02) 6206 1700
Fax: (02) 6206 1720

Mackay

45 Gordon Street
Mackay QLD 4740
Tel: (07) 4969 4888
Fax: (07) 4969 4800

Newcastle

426 King Street
Newcastle NSW 2300
Tel: (02) 4910 2400
Fax: (02) 4910 2424

Head Office

Sydney
Level 8, NAB House
255 George Street
Sydney NSW 2000
Tel: (02) 8216 6300
Fax: (02) 8216 6311
www.ords.com.au

Brisbane

Level 31
10 Eagle Street
Brisbane QLD 4000
Tel: (07) 3214 5555
Fax: (07) 3214 5550

Gold Coast

Level 7
50 Appel Street
Surfers Paradise QLD 4217
Tel: (07) 5557 3333
Fax: (07) 5557 3377

Melbourne

Level 7
161 Collins Street
Melbourne VIC 3000
Tel: (03) 9608 4111
Fax: (03) 9608 4142

Perth

Level 27
108 St Georges Terrace
Perth WA 6000
Tel: (02) 4910 2400
Fax: (02) 4910 2424

Buderim (Sunshine Coast)

1/99 Burnett Street
Buderim QLD 4556
Tel: (07) 5430 4444
Fax: (07) 5430 4400

Hobart

Level 3
85 Macquarie Street
Hobart TAS 7000
Tel: (03) 6161 9300

International

Hong Kong
1801 Ruttonjee House
11 Duddell Street
Central, Hong Kong
Tel: +852 2912 8980
Fax: +852 2813 7212
www.ords.com.hk

Guide to Ord Minnett Recommendations

Our recommendations are based on the total return of a stock – nominal dividend yield plus capital appreciation – and have a 12-month time horizon.

SPECULATIVE BUY	We expect the stock's total return (nominal yield plus capital appreciation) to exceed 20% over 12 months. The investment may have a strong capital appreciation but also has high degree of risk and there is a significant risk of capital loss.
BUY	The stock's total return (nominal dividend yield plus capital appreciation) is expected to exceed 15% over the next 12 months.
ACCUMULATE	We expect a total return of between 5% and 15%. Investors should consider adding to holdings or taking a position in the stock on share price weakness.
HOLD	We expect the stock to return between 0% and 5%, and believe the stock is fairly priced.
LIGHTEN	We expect the stock's return to be between 0% and negative 15%. Investors should consider decreasing their holdings.
SELL	We expect the total return to lose 15% or more.
RISK ASSESSMENT	Classified as Lower, Medium or Higher, the risk assessment denotes the relative assessment of an individual stock's risk based on an appraisal of its disclosed financial information, historic volatility of its share price, nature of its operations and other relevant quantitative and qualitative criteria. Risk is assessed by comparison with other Australian stocks, not across other asset classes such as Cash or Fixed Interest.

Disclosure: Ord Minnett Limited ABN 86 002 733 048 (Ord Minnett) holds AFS Licence Number 237121 and E.L. & C. Baillieu Limited ABN 74 006 519 393 (EL&C Baillieu) holds AFS Licence Number 245421. Ord Minnett and EL&C Baillieu are ASX Group Participants, Participants of Chi-X Australia Pty Ltd and are wholly owned subsidiaries of Ord Minnett Holdings Pty Limited ABN 32 062 323 728.

Ord Minnett and EL&C Baillieu and their associated entities, directors and employees may have a material interest in, and may earn brokerage from, any securities referred to in this document, or may provide services to the company referred to in this report. Further, Ord Minnett, EL&C Baillieu and/or their affiliated companies may have acted as manager or co-manager of a public offering of such securities in the past three years or may provide or may have provided corporate finance services to the companies referred to in the report.

This document is not available for distribution outside Australia, New Zealand and Hong Kong and may not be passed on to any third party or person without the prior written consent of Ord Minnett.

Disclaimer: Ord Minnett and EL&C Baillieu believe that the information contained in this document has been obtained from sources that are accurate but have not checked or verified this information.

Except to the extent that liability cannot be excluded, Ord Minnett, and EL&C Baillieu and their associated entities accept no liability for any loss or damage caused by any error in, or omission from, this document.

This document is intended to provide general financial product advice only, and has been prepared without taking account of your objectives, financial situation or needs, and therefore before acting on advice contained in this document, you should consider its appropriateness having regard to your personal circumstances.

If any advice in this document relates to the acquisition or possible acquisition of a particular financial product, you should obtain a copy of and consider the Product Disclosure Statement prospectus or other disclosure material for that financial product before making any decision. Investments can go up and down. Past performance is not necessarily indicative of future performance.

Ord Minnett Hong Kong: This document is issued in Hong Kong by Ord Minnett Hong Kong Limited, CR Number 1792608, which is licensed by the Securities and Futures Commission (CE number BAI183) for Dealing in Securities (Type 1 Regulated Activity) and Advising on Securities (Type 4 Regulated Activity) and Asset Management (Type 9 Regulated Activity) in Hong Kong. Ord Minnett Hong Kong Limited believes that the information contained in this document has been obtained from sources that are accurate but has not checked or verified this information. Except to the extent that liability cannot be excluded, Ord Minnett Hong Kong Limited and its associated entities accept no liability for any loss or damage caused by any error in, or omission from, this document. This document is provided for information purposes only and does not constitute an offer to sell (or solicitation of an offer to purchase) the securities mentioned or to participate in any particular trading strategy. The investments described have not been, and will not be, authorized by the Hong Kong Securities and Futures Commission.

Analyst Certification: The analyst certifies that: (1) all of the views expressed in this research accurately reflect their personal views about any and all of the subject securities or issuers; (2) no part of their compensation was, is, or will be directly or indirectly related to the specific recommendations or views expressed herein.

This report has been prepared by Ord Minnett. EL&C Baillieu is authorised to provide the advice contained in the research report to other persons subject to the condition that it makes no material changes to the advice contained herein.

Ord Minnett, EL&C Baillieu and associated persons (including persons from whom information in this report is sourced) may do business or seek to do business with companies covered in its research reports. As a result, investors should consider any potential conflicts of interest that could affect the objectivity of this report and should view this report as only a single factor in making their investment decision.

This document is current as at the date of the issue but may be superseded by future publications. You can confirm the currency of this document by checking Ord Minnett's internet site.

For summary information about the qualifications and experience of the Ord Minnett research service, please visit <http://www.ords.com.au/our-team-2/>

For information regarding Ord Minnett Research's coverage criteria, methodology and spread of ratings, please visit <http://www.ords.com.au/methodology/>

For information regarding any potential conflicts of interest and analyst holdings, please visit <http://www.ords.com.au/methodology/>

The analyst has certified that they were not in receipt of inside information when preparing this report, whether or not it contains company recommendations. Any reports in this publication have been authorised for distribution by Malcolm Wood, Head of Institutional Research at Ord Minnett.