

W | A | M Research

Focus: small to mid-cap Australian companies
(ASX: WAX)

Portfolio update

The WAM Research investment portfolio rose 1.4% in September. During the month, receivables and specialist financing company Scottish Pacific Group (ASX: SCO) announced that Affinity Equity Partners had offered more than \$600 million to acquire the company. Shares in the company closed up 19.7% for the month. Other positive contributors to the portfolio included GTN Limited (ASX: GTN), Mayne Pharma Group (ASX: MYX), Myer Holdings (ASX: MYR) and Primary Health Care (ASX: PRY).



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Lead Portfolio Manager

Net tangible asset (NTA) figures

The below NTA figures are **before** the fully franked final dividend of 4.75 cents per share due to be paid on 26 October 2018. The shares traded ex dividend on 12 October 2018.

NTA before tax	133.23c*
NTA after tax and before tax on unrealised gains	132.58c
NTA after tax	128.35c

*The NTA before tax is after the payment of \$50k (0.03 cents per share) in tax during the month.

Key dividend dates

Ex dividend date	Record date	Last election date for DRP	Payment date
12 October	15 October	17 October	26 October

Pre-tax net tangible assets

\$1.33

Gross assets

\$253.4m

Fully franked dividend yield[^]

5.6%

Performance (p.a. since July 2010)

18.2%

Performance at 30 September 2018	1 mth	Fin YTD	1 yr	3 yrs %pa	5 yrs %pa	7 yrs %pa	Since change in investment strategy %pa (Jul-10)
WAX Investment Portfolio	1.4%	5.1%	17.9%	16.0%	16.6%	20.0%	18.2%
S&P/ASX All Ordinaries Accumulation Index	-1.1%	1.9%	14.7%	12.4%	8.4%	11.2%	9.4%
Outperformance	+2.5%	+3.2%	+3.2%	+3.6%	+8.2%	+8.8%	+8.8%

Investment performance and Index returns are before expenses, fees and taxes.

Fully franked dividends since inception



Top 20 holdings in alphabetical order

Accent Group Limited	AX1
Adairs Limited	ADH
APN Outdoor Group Limited	APO
Austal Limited	ASB
Bapcor Limited	BAP
Emeco Holdings Limited	EHL
Event Hospitality and Entertainment Limited	EVT
FlexiGroup Limited	FXL
GTN Limited	GTN
IPH Limited	IPH
Lifestyle Communities Limited	LIC
Mayne Pharma Group Limited	MYX
Myer Holdings Limited	MYR
Noni B Limited	NBL
PSC Insurance Group Limited	PSI
Scottish Pacific Group Limited	SCO
Seven West Media Limited	SWM
Specialty Fashion Group Limited	SFH
Tabcorp Holdings Limited	TAH
WorleyParsons Limited	WOR

Investment type	August 2018		September 2018	
	\$m	%	\$m	%
Listed equities	191.9	76.7	200.0	78.9
Fixed interest & cash	58.1	23.3	53.4	21.1
Gross assets	\$250.0m	100.0	\$253.4m	100.0
Market capitalisation	\$316.5m		\$319.3m	
Total shares on issue	188,406,337		188,406,337	

*Based on the 30 September 2018 share price of \$1.695 per share and the FY18 fully franked full year dividend of 9.5 cents per share.