

# W | A | M *Microcap*

Focus: micro-cap Australian companies  
(ASX: WMI)

## Portfolio update

The WAM Microcap investment portfolio decreased 7.5% in October. During the month IT service management company Over the Wire Holdings (ASX: OTW) raised capital and acquired competitors Access Digital Networks and Comlinx. These acquisitions were significantly accretive to earnings per share (EPS) and we increased our holding as part of the capital raising with shares closing up 4.1%. PWR Holdings (ASX: PWH) provided a positive update at its annual general meeting on its recent capital investment which will drive growth over the next few years. Shares closed up 18.0% for the month.



**Oscar Oberg**  
LLB BBus CFA  
Lead Portfolio Manager



**Martin Hickson**  
BBus BComp M App Fin  
Lead Portfolio Manager

## Net tangible asset (NTA) figures

The below NTA figures are **after** the fully franked final dividend of 2.0 cents per share and the fully franked special dividend of 2.0 cents per share paid on 26 October 2018.

<b>NTA before tax</b>	<b>125.84c</b>
<b>NTA after tax and before tax on unrealised gains</b>	<b>125.18c</b>
<b>NTA after tax</b>	<b>123.28c</b>

\*Based on the 31 October 2018 share price of \$133 per share.

Pre-tax net tangible assets

**\$1.26**

Gross assets

**\$181.8m**

Fully franked full year dividend

**4.0c**

Fully franked special dividend

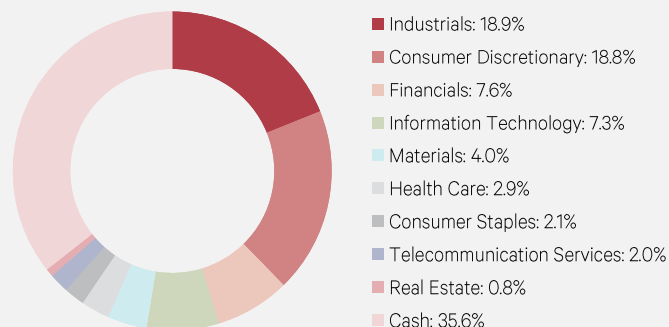
**2.0c**

## Performance at 31 October 2018

	1 mth	Fin YTD	1 yr	Since inception %pa (Jun-17)
WMI Investment Portfolio	-7.5%	-1.2%	12.9%	20.1%
S&P/ASX Small Ordinaries Accumulation Index	-9.6%	-8.6%	2.6%	9.4%
<b>Outperformance</b>	<b>+2.1%</b>	<b>+7.4%</b>	<b>+10.3%</b>	<b>+10.7%</b>

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

## Portfolio composition by sector



## Top 20 holdings in alphabetical order

Adairs Limited	ADH
Australian Vintage Limited	AVG
Baby Bunting Group Limited	BBN
Boom Logistics Limited	BOL
Cabcharge Australia Limited	CAB
Emeco Holdings Limited	EHL
Generational Development Group Limited	GDG
Infomedia Limited	IFM
Integral Diagnostics Limited	IDX
Jumbo Interactive Limited	JIN
Macquarie Media Limited	MRN
Mastermyne Group Limited	MYE
Noni B Limited	NBL
Over the Wire Holdings Limited	OTW
Probiotec Limited	PBP
PSC Insurance Group Limited	PSI
QANTM Intellectual Property Limited	QIP
Reckon Limited	RKN
Specialty Fashion Group Limited	SFH
360 Capital Total Return Fund	TOT

Investment type	September 2018		October 2018	
	\$m	%	\$m	%
Listed equities	159.1	78.7	117.0	64.4
Short portfolio	0.0	0.0	0.0	0.0
Fixed interest & cash	43.1	21.3	64.8	35.6
<b>Gross assets</b>	<b>\$202.2m</b>	<b>100.0</b>	<b>\$181.8m*</b>	<b>100.0</b>
Market capitalisation	\$207.4m		\$186.9m#	
Total shares on issue	140,151,337		140,530,698**	

\*This figure is after the 2.0 cents per share fully franked final dividend and 2.0 cents per share fully franked special dividend paid on 26 October 2018.

\*\*During the month, 379,361 shares were issued under the Dividend Reinvestment Plan for the final and special dividends.