

# W | A | M *Microcap*

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

## Portfolio update

The WAM Microcap investment portfolio increased 0.3% in March.

Contributors to the portfolio performance included Johns Lyng Group (ASX: JLG) and Rhipe (ASX: RHP). JLG is a construction company focused on the management and restoration of buildings damaged from natural disasters. The catalyst to buy shares in JLG came from our belief that recent storms in Sydney and floods in Townsville would drive a large pipeline of work. Furthermore, a strong balance sheet gives JLG the ability to make earnings accretive acquisitions. JLG closed up 6.6% in March.

RHP is a software company that specialises in the distribution of cloud computing products in Australia, New Zealand and south-east Asia. Our catalyst to invest in RHP came from its exposure to the high-growth cloud services sector and its leading relationship with Microsoft as one of its key partners across the Australia and New Zealand region. Shares in RHP closed up 13.4% 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 **before** the fully franked interim dividend of 2.25 cents per share due to be paid on 26 April 2019. The shares traded ex-dividend on Wednesday, 10 April 2019. Since inception, WAM Microcap has paid 6.0 cents per share in fully franked dividends to shareholders.

<b>NTA before tax</b>	<b>126.57c</b>
<b>NTA after tax and before tax on unrealised gains</b>	<b>126.18c</b>
<b>NTA after tax</b>	<b>124.07c</b>

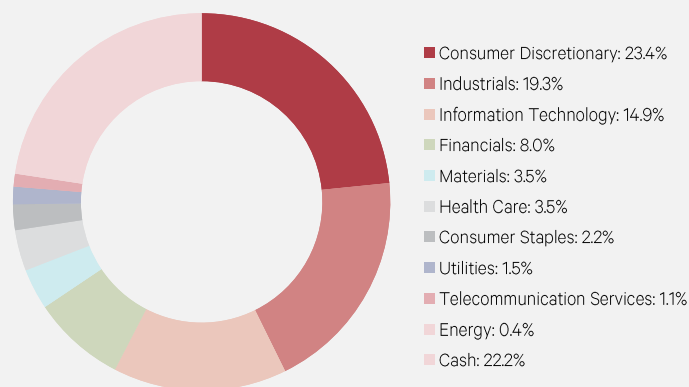
Based on the 29 March 2019 share price of \$1.235 per share.

Pre-tax net tangible assets	Gross assets	Annualised fully franked interim dividend	Performance (p.a. since June 2017)
<b>\$1.27</b>	<b>\$182.8m</b>	<b>4.5c</b>	<b>15.9%</b>

Performance at 31 March 2019	1 mth	Fin YTD	1 yr	Since inception %p.a. (Jun-17)
WMI Investment Portfolio	0.3%	0.0%	5.7%	15.9%
S&P/ASX Small Ordinaries Accumulation Index	-0.1%	-1.8%	5.8%	11.5%
<b>Outperformance</b>	<b>+0.4%</b>	<b>+1.8%</b>	<b>-0.1%</b>	<b>+4.4%</b>

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

## Portfolio composition by sector



## Top 20 holdings in alphabetical order

A2B Australia Limited	A2B
Australian Vintage Limited	AVG
City Chic Collective Limited	CCX
Generation Development Group Limited	GDG
Infomedia Limited	IFM
Johns Lyng Group Limited	JLG
Macquarie Media Limited	MRN
Noni B Limited	NBL
Pacific Energy Limited	PEA
Propel Funeral Partners Limited	PFP
People Infrastructure Limited	PPE
PSC Insurance Group Limited	PSI
PWR Holdings Limited	PWH
QANTM Intellectual Property Limited	QIP
Ruralco Holdings Limited	RHL
Rhipe Limited	RHP
Spicers Limited	SRS
Think Childcare Limited	TNK
360 Capital Total Return Fund	TOT
Village Roadshow Limited	VRL

Investment type	February 2019		March 2019	
	\$m	%	\$m	%
Listed equities	129.6	71.0	142.2	77.8
Short portfolio	(0.0)	(0.0)	(0.0)	(0.0)
Fixed interest & cash	52.9	29.0	40.6	22.2
<b>Gross assets</b>	<b>\$182.5m</b>	<b>100.0</b>	<b>\$182.8m</b>	<b>100.0</b>
Market capitalisation	\$176.4m		\$173.6m*	
Total shares on issue	140,530,698		140,530,698	