

Future Generation Global Investment Company Limited

ABN 52 606 110 838

APPENDIX 4D HALF YEAR REPORT

for the period from 28 May 2015 (date of incorporation) to 31 December 2015

RESULTS FOR ANNOUNCEMENT TO THE MARKET

	\$'000
Revenue from ordinary activities	1,268
Loss from ordinary activities before tax attributable to members	(302)
Net loss from ordinary activities after tax attributable to members	(211)

*The amount and percentage change up or down from the previous period are not disclosed as this is the first reporting period.

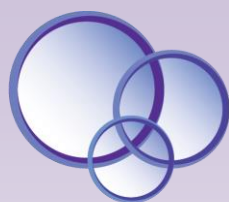
Dividend information

No dividends have been paid or have been declared for the period.

Net Tangible Assets ('NTA')	31 Dec 15
NTA (per share) before tax	\$1.06
NTA (per share) after tax and before tax on unrealised gains	\$1.07
NTA (per share) after tax	\$1.07

*The NTA figures are not diluted for the options on issue with an exercise price of \$1.10.

This report is based on the Half Year Financial Report which has been subject to independent review by the Auditors, Pitcher Partners. All the documents comprise the information required by Listing Rule 4.2A.



FUTURE GENERATION
GLOBAL INVESTMENT COMPANY

Future Generation Global Investment Company Limited

Financial Report
for the period from 28 May 2015 to
31 December 2015

Investing in Australia's future generation.

ABN: 52 606 110 838

Company Particulars

The principal activity of the Company is to provide diversified exposure to global equities while also helping to improve the lives of young Australians affected by mental health issues.

Chair: Belinda Hutchinson AM

Directors: Susan Cato
Karen Penrose
Sarah Morgan
Frank Casarotti
Geoff Wilson

Company Secretaries: Mark Licciardo
Kate Thorley

Investment Committee: Amanda Gillespie
Aman Ramrakha
Sean Webster
Geoff Wilson

Auditors: Pitcher Partners

Country of Incorporation: Australia

Registered Office: Level 11, 139 Macquarie Street, Sydney NSW 2000

Contact Details: Postal Address: GPO Box 4658, Sydney NSW 2001
Telephone: (02) 9247 9202
Fax: (02) 9247 6855
Email: info@futuregeninvest.com.au
Website: www.futuregeninvest.com.au

Share Registrar: Boardroom Pty Limited
Level 12, 225 George Street
Sydney NSW 2000
Telephone: (02) 9290 9600
Fax: (02) 9279 0664

For enquiries relating to shareholdings, dividends (including participation in the Dividend Re-Investment Plan) and related matters, please contact the share registrar.

Australian Securities Exchange: Future Generation Global Investment Company Limited Ordinary Shares (FGG)
Future Generation Global Investment Company Limited Options (FGGO) expiring 15 September 2017.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

DIRECTORS' REPORT TO SHAREHOLDERS FOR THE PERIOD ENDED 31 DECEMBER 2015

The Directors present their report together with the financial report of Future Generation Global Investment Company Limited ('the Company') for the period from 28 May 2015 (date of incorporation) to 31 December 2015.

Directors

The following persons were Directors of the Company during the financial period and up to the date of this report:

- Belinda Hutchinson AM, Chairman (appointed 28 May 2015)
- Susan Cato, Non-Executive Director (appointed 3 June 2015)
- Karen Penrose, Non-Executive Director (appointed 3 June 2015)
- Sarah Morgan, Non-Executive Director (appointed 20 June 2015)
- Frank Casarotti, Non-Executive Director (appointed 28 May 2015)
- Geoff Wilson, Non-Executive Director (appointed 28 May 2015)

Principal Activity

The principal activity of the Company is to provide diversified exposure to global equities while also helping to improve the lives of young Australians affected by mental health issues.

The Company invests its capital with Fund Managers who have agreed to provide their services for 0.0% Management Fees and 0.0% Performance Fees. The pro bono support of the Fund Managers, the Board of Directors and Service Providers means an amount equal to 1.0% of the Company's average monthly net tangible assets for the relevant financial year can be donated as a source of funding for Australian youth mental health charities.

Operating and Financial Review

Investment operations over the period resulted in an operating loss before tax, and before realised and unrealised investment movements, of \$0.302 million and the net result after tax and realised and unrealised investment movements was a loss of \$3.650 million.

The Net Tangible Asset after tax for each share as at 31 December 2015 amount to \$1.07 per share. The Net Tangible Asset before tax was \$1.06 per share.

At 31 December 2015, the Company's portfolio was invested with its Fund Managers in the underlying funds. The allocation to the managers has been structured to provide a spread between three broad equity strategies: long equities, absolute bias and quantitative strategies. The Company was 53.7% long equities, 35.0% absolute bias, 6.5% quantitative strategies and 4.8% cash as at 31 December 2015.

Initial Public Offering

During the period ended 31 December 2015, the Company concluded its Initial Public Offering ('IPO') in accordance with the Replacement Prospectus dated 9 July 2015. The Company raised \$302.1 million by the issue of 274,672,166 ordinary fully paid shares at an issue price of \$1.10 per share and 274,672,166 attaching options exercisable at \$1.10 per option on or before 15 September 2017. At the end of the period, 531,500 shares had been allotted from the exercise of options.

The Company was registered with the Australian Securities and Investments Commission (ASIC) on 28 May 2015 and commenced operations on 10 September 2015.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

DIRECTORS' REPORT TO SHAREHOLDERS FOR THE PERIOD ENDED 31 DECEMBER 2015

Significant changes in the state of affairs

Except as otherwise disclosed, there have been no other significant changes in the state of affairs of the Company during the period ended 31 December 2015.

Rounding of amounts

The Company is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the Directors' Report. Amounts in the Directors' Report have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, to the nearest dollar.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 3.

Signed in accordance with a resolution of the Board of Directors.



Belinda Hutchinson AM
Chairman

Dated in Sydney this 19th day of February 2016

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Australia

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**Auditor's Independence Declaration
to the Directors of Future Generation Global Investment Company Limited**

As lead auditor for the review of Future Generation Global Investment Company Limited for the period from 28 May 2015 (incorporation) to 31 December 2015, I declare that to the best of my knowledge and belief, there have been:

- a. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Future Generation Global Investment Company Limited during the period.

Pitcher Partners



Scott Whiddett
Partner

Dated in Sydney, this 19th day of February 2016

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2015

	For the period 28 May to 31 December 2015 \$'000
Investment income from ordinary activities	
Interest	206
Distributions	272
Investment management and performance fee rebates	790
	<hr/> 1,268 <hr/>
Expenses	
ASX listing fees	-
Share registry maintenance costs	-
ASX chess fees	(29)
Share registry transaction costs	(18)
Insurance	(4)
Charity donation accrual	(990)
Net foreign exchange losses	(527)
Other expenses	(2)
	<hr/> (1,570) <hr/>
Loss before income tax	(302)
Income tax benefit	91
Loss after tax for the period	<hr/> (211) <hr/>
Other comprehensive loss	
<i>Items that will not be reclassified to profit or loss</i>	
Net unrealised losses on investments taken to equity, net of tax	(3,298)
Net realised losses on investments taken to equity, net of tax	(141)
Other comprehensive loss for the period, net of tax	<hr/> (3,439) <hr/>
Total comprehensive loss after tax for the period	<hr/> (3,650) <hr/>
Loss per share for profit attributable to the ordinary equity holders of the Company:	Cents
Basic loss per share	(0.15)
Diluted loss per share	(0.15)

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2015

	Note	31 December 2015 \$'000
ASSETS		
Current assets		
Cash and cash equivalents		16,212
Trade and other receivables		2,767
Other current assets		3
Total current assets		18,982
Non-current assets		
Financial assets at fair value through other comprehensive income	3	274,503
Deferred tax assets		3,172
Total non-current assets		277,675
Total assets		296,657
LIABILITIES		
Current liabilities		
Trade and other payables		60
Charity donation accrual		990
Current tax liabilities		85
Total current liabilities		1,135
Total liabilities		1,135
Net assets		295,522
EQUITY		
Issued capital	4	299,172
Reserves	5	(3,260)
Accumulated losses		(390)
Total equity		295,522

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2015

	Note	Issued capital \$'000	Investment reserves \$'000	Profits reserve \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 28 May 2015		-	-	-	-	-
Net loss for the period		-	-	-	(211)	(211)
Other comprehensive loss for the period						
Net unrealised losses on investments taken to equity, net of tax		-	(3,298)	-	-	(3,298)
Net realised losses on investments taken to equity, net of tax		-	(141)	-	-	(141)
		-	(3,439)	-	(211)	(3,650)
Transactions with owners in their capacity as owners						
Contributions of equity, net of transaction costs and tax	4	299,172	-	-	-	299,172
Transfer of profits reserve	5	-	-	179	(179)	-
		299,172	-	179	(179)	299,172
Balance at 31 December 2015		299,172	(3,439)	179	(390)	295,522

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2015

	Note	For the period 28 May to 31 December 2015 \$'000
Cash flows from operating activities		
Interest received		202
Broker fees refunded for charity donation		55
Payments for other expenses		(64)
Net cash inflow from operating activities		193
Cash flows from investing activities		
Proceeds from sale of financial assets at fair value through other comprehensive income		10,000
Payments for financial assets at fair value through other comprehensive income		(291,108)
Net cash outflow from investing activities		(281,108)
Cash flows from financing activities		
Shares issued via IPO	4	302,139
Shares issued via the exercise of options	4	585
Unallotted option monies received		5
Cost of raising capital		(5,075)
Net cash inflow from financing activities		297,654
Net increase in cash and cash equivalents		16,739
Cash and cash equivalents at the beginning of the period		-
Effects of exchange rate changes on cash and cash equivalents		(527)
Cash and cash equivalents at the end of the period		16,212

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

1. General information

Future Generation Global Investment Company Limited (the 'Company') was incorporated in Australia on 28 May 2015.

The registered office of the Company is located at Level 11, 139 Macquarie Street, Sydney NSW 2000.

The half year financial report was authorised for issue on 19th February 2016 by the Board of Directors.

The Company was registered with the Australian Securities and Investments Commission (ASIC) on 28 May 2015 and commenced operations on 10 September 2015. In accordance with section 323D(5) of the *Corporations Act 2001* ('Act'), a half-year for a company is the first 6 months of a financial year and there are related reporting requirements. The Company is also required to report to the Australian Securities Exchange ('ASX') for the six months ended 31 December 2015. These two requirements create the need for two sets of half year reports; for the period 28 May 2015 to 28 November 2015 per the Act and for the period 28 May 2015 to 31 December 2015 per the ASX Listing Rules. The Company's view was that preparing two sets of accounts partially overlapping the same periods may cause confusion with regard to the Company's financial position and performance. On 9 July 2015, ASIC granted the Company's application requesting relief from the reporting requirements under the Act for the period ended 28 November 2015.

Under the relief, the Company will prepare and lodge reports for its financial half-year as required by the Act; however the period will now be from 28 May 2015 to 31 December 2015.

As this is the Company's first period of operations, there are no comparatives.

2. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these interim financial statements are set out below. The interim financial statements are for the entity Future Generation Global Investment Company Limited (the 'Company').

(a) Basis of preparation of half-year report

These interim financial statements for the half-year reporting period ended 31 December 2015 have been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Future Generation Global Investment Company Limited is a for-profit entity for the purpose of preparing the interim financial statements.

These interim financial statements do not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with any public announcements made by Future Generation Global Investment Company Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Except for cash flow information, the interim financial statements have been prepared on an accruals basis, and are based on historical costs modified by the revaluation of selected non-current assets, financial assets for which the fair value basis of accounting has been applied.

(i) Adoption of new and revised accounting standards

Certain new and revised accounting standards and interpretations have been issued by the Australian Standards Board. The assessment of the Directors of the Company is that these new standards and interpretations will not have a material impact on the financial report of the Company.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

2. Summary of significant accounting policies (continued)

(b) Revenue recognition

(i) Investment income

Profits and losses realised from the sale of investments and unrealised gains and losses on securities held at fair value are included in the Statement of Comprehensive Income in the period they are incurred.

(ii) Interest income

Interest income is recognised using the effective interest method.

(iii) Trust distributions

Distributions are recognised as revenue when the right to receive payment is established.

(iv) Management and Performance Fee Rebate Income

Investment manager fee rebate is recognised in the Statement of Comprehensive Income on an accruals basis.

(c) Investments and other financial assets

Classification

(i) Financial assets at fair value through other comprehensive income

The Company has designated long-term investments in unlisted unit trusts as 'fair value through other comprehensive income'. All gains and losses on long-term investments and tax thereon are presented in other comprehensive income as part of the Statement of Comprehensive Income.

Recognition and derecognition

Purchases and sales of financial assets are recognised on trade-date - the date on which the Company commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

Measurement

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through other comprehensive income are directly attributable to the acquisition of the financial asset.

Subsequent changes in fair value for financial assets at fair value through other comprehensive income are recognised through the investment portfolio revaluation reserve after deducting a provision for the potential deferred capital gains tax liability as these investments are long-term holding of equity investments.

When an instrument held at fair value through other comprehensive income is disposed, the cumulative gain or loss, net of tax thereon, is transferred from the investment portfolio revaluation reserve to the investment portfolio realised gains/losses reserve.

Determination of Fair Value

AASB 13 *Fair Value Measurement* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

The Company's accounting policy on fair value is disclosed in Note 3.

The Board of Directors values the Company's investments in unlisted unit trusts using the unit prices derived from the unaudited net assets of the unlisted unit trusts.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

2. Summary of significant accounting policies (continued)

(d) Foreign currency translation

(i) Functional and presentation currency

Items included in the interim financial statements are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The interim financial statements are presented in Australian dollars, which is Future Generation Global Investment Company Limited's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss. They are deferred in equity if they are attributable to part of the net investment in a foreign operation.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. For example, translation differences on non-monetary assets such as equities classified as available-for-sale financial assets are recognised in other comprehensive income.

(e) Income tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. The Board periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the interim financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

2. Summary of significant accounting policies (continued)

(f) Impairment of assets

Assets excluding investments are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value-in-use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

The amount of the impairment loss, if any, is recognised in the Statement of Comprehensive Income within other expenses.

(g) Cash and cash equivalents

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash on hand and deposits held at call with financial institutions.

(h) Trade receivables

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade and other receivables are generally due for settlement within 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

(i) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial period which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(j) Issued capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

(k) Profits reserve

A profits reserve has been created representing an amount allocated on a monthly basis from retained earnings that is preserved for future dividend payments.

(l) Dividends

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the entity, on or before the end of the reporting period but not distributed at the end of the reporting period.

In accordance with the *Corporations Act 2001*, the Company may pay a dividend where the Company's assets exceed its liabilities, the payment of the dividend is fair and reasonable to the Company's shareholders as a whole and the payment of the dividend does not materially prejudice the Company's ability to pay its creditors.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

2. Summary of significant accounting policies (continued)

(m) Earnings per share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Company, excluding any costs of servicing equity other than ordinary shares
- by the weighted average number of ordinary shares outstanding during the financial period, adjusted for bonus elements in ordinary shares issued during the period.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares, and
- the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

(n) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Where applicable, the Company qualifies for Reduced Input Tax Credits (RITC) at a rate of at least 75%; hence fees for these services have been recognised in the Statement of Comprehensive Income net of the amount of GST recoverable from the taxation authority.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the Statement of Financial Position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

(o) Rounding of amounts

The Company is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the interim financial statements. Amounts in the interim financial statements have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, the nearest dollar.

(p) Functional and presentation currency

The functional and presentation currency of the Company is Australian dollars.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

3. Fair value measurements

The Company measures and recognises financial assets at fair value through other comprehensive income on a recurring basis.

The Company has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

(a) Fair value hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy (consistent with the hierarchy applied to financial assets and financial liabilities):

- Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2:** Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs)

(i) Recognised fair value measurements

The following table presents the Company's financial assets and liabilities measured and recognised at fair value at 31 December 2015 on a recurring basis.

At 31 December 2015	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through other comprehensive income	-	274,503	-	274,503
	-	274,503	-	274,503

There were no transfers between levels for recurring fair value measurements during the period.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

(ii) Disclosed fair values

For all financial instruments other than those measured at fair value their carrying value approximates fair value.

The carrying amounts of trade and other receivables and payables are assumed to approximate their fair values due to their short-term nature.

(b) Valuation techniques used to determine fair values

(i) Recurring fair value measurements

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

The Board of Directors values the Company's investments in unlisted unit trusts using the unit prices derived from the unaudited net assets of the unlisted unit trusts.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

4. Issued capital

(a) Share capital

	31 December 2015 Number '000	31 December 2015 \$'000
Ordinary shares	275,204	299,172

(b) Other equity

		31 December 2015 Number '000
Options		274,140

(c) Movements in ordinary share capital

		31 December 2015 Number '000	31 December 2015 \$'000
28/05/2015	Opening balance	-	-
	Issue of shares	4 (e) 274,672	302,139
	Exercise of options – proceeds received	4 (f) 532	585
	Cost of raising capital (net of tax)	-	(3,552)
31/12/2015	Closing balance	275,204	299,172

(d) Movements in options

		31 December 2015 Number '000
28/05/2015	Opening balance	-
	Options issued	274,672
	Options exercised	(532)
31/12/2015	Closing balance	274,140

(e) Share issue

On 28 July 2015, the Company announced the lodgement of a Replacement Prospectus dated 9 July 2015 that sought to raise up to \$550 million under its Initial Public Offer ('IPO'). The Company raised \$302.1 million pursuant to the offer by the issue of 274,672,166 ordinary fully paid shares at an issue price of \$1.10 per share and 274,672,166 attaching options.

(f) Options

During the period, 274,672,166 options were issued under the Company's IPO to acquire fully paid ordinary shares, exercisable at \$1.10 per option. The options were allotted on 10 September 2015 and are currently trading on the ASX under the code FGGO.

As at 31 December 2015, 531,500 shares had been allotted from the exercise of options for a total consideration of \$584,650. Monies amounting to \$5,500 from the exercise of 5,000 options had been received and were not allotted by period end. 274,135,666 options remain unexercised and can be exercised at any time on or before 15 September 2017.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2015

5. Reserves

	31 December 2015
	\$'000
Investment reserves	
Investment portfolio revaluation reserve	(3,298)
Investment portfolio realised gains/(losses) reserve	(141)
	<u>(3,439)</u>
Other reserves	
Profits reserve	179
	<u>179</u>
Total reserves	<u>(3,260)</u>
	31 December 2015
	\$'000
Movements:	
<i>Investment portfolio realised gains/(losses) reserve</i>	
Net realised losses on investments	(201)
Income tax on net realised losses on investments	60
	<u>(141)</u>
<i>Investment portfolio revaluation reserve</i>	
Net unrealised losses on investments	(4,712)
Income tax on net unrealised losses on investments	1,414
	<u>(3,298)</u>
Total investment reserves	<u>(3,439)</u>
<i>Profits reserve</i>	
Transfer from retained earnings	179
	<u>179</u>
Total other reserves	<u>179</u>

6. Contingencies

The Company had no contingent liabilities at 31 December 2015.

7. Commitments

The Company intends to donate a percentage of the Company's assets to Australian charities supporting young Australians affected by mental health issues. The donation is accrued monthly and is expected to be equal to 1% of the Company's average monthly net tangible assets for the previous financial year. The accrual commenced at the end of September 2015, being the month the Company was admitted to the official list of ASX Limited.

8. Events occurring after the reporting period

No matter or circumstance has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

FUTURE GENERATION GLOBAL INVESTMENT COMPANY LIMITED

ABN 52 606 110 838

DIRECTORS' DECLARATION FOR THE PERIOD ENDED 31 DECEMBER 2015

In the Directors' opinion:

(a) the interim financial statements and notes set out on pages 4 to 15 are in accordance with the *Corporations Act 2001*, including:

(i) complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and

(ii) giving a true and fair view of the entity's financial position as at 31 December 2015 and of its performance for the period ended on that date, and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of Directors.



Belinda Hutchinson AM
Chairman

Dated in Sydney this 19th day of February 2016

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**Independent Auditor's Review Report
To the members of Future Generation
Global Investment Company Limited
A.B.N. 52 606 110 838**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Future Generation Global Investment Company Limited (the Company), which comprises the statement of financial position as at 31 December 2015, statement of comprehensive income, statement of changes in equity and statement of cash flows for the period from 28 May 2015 (incorporation date) to 31 December 2015, a statement of significant accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2015 and its performance for the period ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Future Generation Global Investment Company Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the applicable independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Future Generation Global Investment Company Limited is not in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 31 December 2015 and of its performance for the period from 28 May 2015 (incorporation date) to 31 December 2015; and
- (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



Pitcher Partners



Scott Whiddett

Partner

Dated in Sydney, this 19th day of February 2016

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