EL&C Baillieu
1889 ONWARD

Listed Investment Companies (LICs)

Sector Report

September 2020 performance review and update

Top picks: Our top picks refer to preferred exposures within each sector based on numerous quantitative and qualitative factors. They should not be treated as official stock recommendations but merely as a guide to where we would apportion funds at this point in time. The table on page 3 provides an update of the overall sector, as at 30 October 2020, with our estimated current net tangible assets (NTAs) derived from our model portfolios for the LICs.

Traditional LICs: The All Ordinaries Index returned -3.4% in September, finally taking out some steam from the post-COVID rally. The traditional LICs returned -2.1% on a pre-tax Net Tangible Asset (NTA) basis, slightly outperforming the All Ords, and returned -2.5% on a total shareholder return (TSR) basis. The energy sector in particular experienced a pullback in September, with consumer stables, IT and Financials also experiencing moderate declines. Healthcare was able to post a slight increase during the month. During the September quarter, LICs as a whole narrowed their average pre-tax NTA discount to c.6.7%, from c.12.5% at the end of the June quarter. We continue to see various corporate actions within the LIC sector focused on narrowing these discounts, ranging from buybacks to changes in fund structure, and takeovers. Additionally, in a low yield environment LICs have increasingly presented an attractive source of franked dividends to investors, driving a demand for LICs which have a stable dividend. Top pick Diversified United (DUI), which is trading at an estimated 4.1% discount to NTA, has maintained its 8.5 cent final dividend. Milton Corporation (MLT), trading at an estimated 3.3% discount to NTA, conservatively chose to reduce its final dividend by c.18%. It does, however, have reserves to continue to pay dividends in FY21.

Large capitalisation: Top pick Perpetual Equity Investment Company (PIC) has a trailing dividend yield of 6% and is trading at an estimated discount of 7.6%. Our second large cap top pick, Future Generation Investment Company (FGX), is a multi-manager strategy providing a diverse exposure to some of the best Australian managers. FGX has outperformed its benchmark over both 1- and 3-year periods and is currently trading at an estimated 9.2% discount to NTA.

Small capitalisation and specialist: Acorn Capital (ACQ) is a top pick, trading at a 16.1% discount to NTA as at 30 Sep. ACQ has maintained its outperformance versus the Small Ordinaries index over 1-, 3- and 5-year time horizons. ACQ offers investors a unique exposure to microcap (outside the top 250 by market cap) and unlisted investments (32% of the portfolio as at 30 Sep). ACQ, despite investing in microcap companies, intends to pay out a dividend yield (post-tax NTA) of at least 5%. Hearts and Minds (HM1), which is trading at an estimated 3.0% premium to NTA, is our specialist top pick. HM1 has continued to maintain its strong outperformance since inception.

International: Overseas markets, as measured by the MSCI World Index, fell 3.4%. On an AUD adjusted basis, the index fell 0.5%, with the AUD depreciating 2.9% relative to the USD in September. Top pick Magellan Global Trust (MGG) is trading at an estimated 2.7% discount, a slightly smaller discount compared to its one-year average of 3.0%. MGG has announced a proposed restructure to combine Magellan Global Equity Fund (ASX:MGE) and MGG with the Magellan Global Fund (unlisted) into a single flagship trust with open class units and closed classed units. Our second international top pick is MFF Capital Investments Limited (MFF) which is trading at a 7.9% discount, slightly larger than its 3-year average discount of 6.6%.

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Disclosure

The author owns no shares in any of the mentioned companies.

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Updated sector snapshot

EL&C BAILLIEU - EQUITY RESEARCH
Listed Investment Companies Coverage by Sector

Figures as at: 30 October 2020

Traditional LICs	Code	Share Price	Market Cap. ($m)	Trailing Dividend (cents)	Dividend Yield	Grossed Up Yield	TSR since Oct 1	Current Est. NTA	Current Estimated Disc/Prem	Sep NTA	Sep Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Australian Foundat.	AFI	6.51	7920.9	24.0	3.7%	5.3%	3.2%	6.08	7.1%	5.90	6.9%	4.0%	1.6%	0.13%
Argo Investments	ARG	7.47	5398.2	30.0	4.0%	5.7%	0.8%	7.37	1.4%	7.15	3.6%	2.1%	0.4%	0.16%
Australian United In	AUI	8.02	1000.9	36.0	4.5%	6.4%	0.5%	8.28	-3.1%	8.18	-2.4%	-3.3%	-4.4%	0.10%
BKI Investment Ltd	BKI	1.39	1021.7	6.9	5.0%	7.2%	2.2%	1.43	-3.2%	1.41	-3.9%	-2.1%	-1.8%	0.17%
Djerriwarrh	DJW	2.55	573.1	14.0	5.5%	7.8%	5.4%	2.70	-5.5%	2.66	-9.0%	0.9%	3.6%	0.46%
Diversified United	DUI	4.22	896.6	15.5	3.7%	5.2%	0.7%	4.40	-4.1%	4.34	-3.5%	-2.8%	-4.7%	0.13%
Milton Corporation	MLT	4.26	2865.0	17.5	4.1%	5.9%	4.7%	4.40	-3.3%	4.25	-4.2%	-3.0%	-2.7%	0.13%

Large Capitalisation	Code	Share Price	Market Cap. ($m)	Trailing Dividend (cents)	Dividend Yield	Grossed Up Yield	TSR since Oct 1	Current Est. NTA	Current Estimated Disc/Prem	Sep NTA	Sep Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Australian Leaders	ALF	0.98	187.3	5.0	5.1%	5.7%	3.2%	n.a	n.a	1.15	-17.8%	-19.8%	-17.4%	1.00%
Concentrated Leaders	CLF	1.20	70.9	21.5	18.0%	25.7%	7.7%	n.a	n.a	1.05	5.7%	-7.6%	-6.5%	0.75%
AMCIL Limited	AMH	0.97	270.2	2.5	2.6%	3.7%	-0.5%	1.06	-9.2%	1.04	-6.7%	-6.9%	-6.8%	0.65%
Clime Capital	CAM	0.78	87.5	4.7	6.1%	8.7%	-1.8%	n.a	n.a	0.82	-2.4%	-2.2%	-3.9%	0.83%
Cadence Capital	CDM	0.79	236.3	4.0	5.1%	7.3%	8.8%	0.91*	-13.2%	0.90	-17.3%	-20.3%	-8.1%	1.00%
Contango Inc Gen Ltd	CIE	0.73	91.0	3.0	4.1%	5.8%	5.8%	n.a	n.a	0.73	-6.0%	-14.5%	-11.7%	0.95%
Carlton Investments	CIN	23.50	622.2	111.0	4.7%	6.7%	1.0%	27.89	-15.7%	28.95	-19.7%	-16.5%	-14.0%	0.09%
Future Gen Ltd	FGX	1.15	459.3	5.2	4.5%	6.5%	4.9%	n.a	n.a	1.23	-9.2%	-12.2%	-5.2%	0.00%
L1 Long Short Fnd Ltd	LSF	1.49	937.7	0.0	0.0%	0.0%	3.8%	1.83*	-15.4%	1.78	-19.2%	-19.6%	na	1.25%
Mirrabooka Invest.	MIR	2.89	469.2	10.0	3.5%	4.9%	7.0%	2.84	1.8%	2.73	-1.1%	-0.1%	4.6%	0.65%
Ophir High Conviction	OPH	3.35	670.0	0.0	0.0%	0.0%	10.2%	3.16*	7.6%	2.96	2.7%	-8.3%	na	1.23%
Perpetual Equity Ltd	PIC	1.00	348.7	6.0	6.0%	8.6%	2.6%	1.10*	-7.6%	1.07	-8.9%	-9.2%	-4.3%	1.00%
Plato Income Max.	PL8	1.07	458.4	5.3	5.0%	7.1%	1.3%	0.99*	10.3%	0.94	12.6%	6.4%	1.6%	0.80%
Qv Equities Limited	QVE	0.85	212.7	4.4	5.2%	7.4%	3.7%	0.96*	-10.9%	0.92	-11.4%	-11.8%	-6.6%	0.90%
WAM Capital Limited	WAM	2.26	1663.2	7.8	3.4%	4.9%	1.3%	n.a	n.a	1.76	26.5%	18.3%	18.2%	1.00%
WAM Leaders Limited	WLE	1.17	978.3	6.5	5.6%	7.9%	-2.3%	n.a	n.a	1.16	6.1%	-4.2%	-4.3%	1.00%
Whitefield Ltd	WHF	4.75	456.0	20.5	4.3%	6.2%	3.3%	4.78	-0.7%	4.59	0.2%	-1.9%	-5.6%	0.25%

Small Capitalisation	Code	Share Price	Market Cap. ($m)	Trailing Dividend (cents)	Dividend Yield	Grossed Up Yield	TSR since Oct 1	Current Est. NTA	Current Estimated Disc/Prem	Sep NTA	Sep Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Acorn Cap Inv Fund	ACQ	1.38	92.5	7.1	5.1%	7.3%	12.2%	n.a	n.a	1.47	-16.1%	-15.0%	-13.4%	0.95%
ECP Emerging Growth	ECP	1.33	24.4	4.0	3.0%	4.3%	10.4%	1.64	-18.8%	1.60	-24.8%	-22.8%	-21.7%	1.00%
Naos Small Cap Opp	NSC	0.66	102.4	4.0	6.1%	8.7%	15.9%	n.a	n.a	0.75	-24.7%	-23.6%	-17.0%	1.25%
Forager Aust. Shares	FOR	1.25	140.6	0.8	0.6%	0.6%	7.3%	1.42*	-9.9%	1.30	-10.8%	-14.5%	-2.4%	1.00%
Glennon SML Co Ltd	GC1	0.75	34.0	3.0	4.0%	4.6%	4.2%	n.a	n.a	0.88	-18.2%	-18.4%	-14.6%	1.00%
Naos Emerg Opp	NCC	1.01	62.5	7.3	7.2%	10.3%	6.4%	n.a	n.a	1.00	-1.5%	-8.3%	-3.0%	1.25%
NGE Capital	NGE	0.49	18.2	0.0	0.0%	0.0%	0.0%	n.a	n.a	0.67	-26.6%	-24.5%	-21.3%	1.90%
Ozgrowth Limited	OZG	0.20	70.4	0.6	3.0%	4.3%	11.1%	0.24*	-14.2%	0.23	-21.4%	-20.5%	-20.0%	1.00%
Ryder Capital	RYD	1.55	93.6	5.0	3.2%	4.6%	0.0%	n.a	n.a	1.85	-16.2%	-14.6%	-15.0%	1.25%
Spheria Emerging Co	SEC	1.68	102.9	5.5	3.3%	4.7%	6.3%	1.99*	-14.7%	1.92	-17.9%	-19.7%	na	1.00%
WAM Research Ltd	WAX	1.42	275.6	9.8	6.9%	9.9%	-3.4%	n.a	n.a	1.11	36.4%	27.3%	23.2%	1.00%
Westoz Inv Ltd	WIC	0.99	132.5	6.0	6.1%	8.7%	3.1%	1.15*	-12.5%	1.13	-15.1%	-13.7%	-11.1%	1.00%
WAM Microcap Ltd	WMI	1.54	318.3	9.0	5.8%	8.3%	1.5%	n.a	n.a	1.47	7.4%	0.8%	3.1%	1.00%

International	Code	Share Price	Market Cap. ($m)	Trailing Dividend (cents)	Dividend Yield	Grossed Up Yield	TSR since Oct 1	Current Est. NTA	Current Estimated Disc/Prem	Sep NTA	Sep Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Argo Global Ltd	ALI	2.11	323.2	7.5	3.6%	5.1%	2.9%	2.27*	-4.8%	2.18	-6.0%	-8.6%	-11.8%	1.25%
Antipodes Global	APL	0.96	463.3	4.5	4.7%	5.7%	-2.1%	1.11*	-13.7%	1.07	-9.0%	-13.9%	-9.2%	1.10%
Ellerston Asian	EAI	1.16	153.5	4.0	3.4%	4.9%	8.4%	1.30*	-11.9%	1.21	-11.7%	-14.5%	-10.9%	0.75%
Future Glb Invest Co	FGG	1.35	528.5	2.0	1.5%	2.1%	4.2%	n.a	n.a	1.56	-16.3%	-17.9%	-6.5%	0.00%
Global Value Fnd Ltd	GVF	1.03	152.3	5.8	5.6%	8.0%	2.5%	n.a	n.a	1.04	-3.1%	-3.2%	-2.1%	1.50%
Pengana International	PIA	1.27	321.9	8.5	6.7%	9.2%	9.0%	1.34*	-11.5%	1.32	-10.0%	-15.8%	-10.7%	1.50%
MFF Capital Invest.	MFF	2.54	1418.8	25.3	9.9%	14.2%	0.0%	2.84*	-7.9%	2.82	-8.9%	-4.5%	-6.6%	1.25%
Magellan Global Trust	MGG	1.85	2301.4	6.7	3.6%	3.6%	3.1%	1.90*	-2.7%	1.88	-4.5%	-3.0%	na	1.35%
Pm Capital Asian Ops	PAF	0.76	43.3	1.5	2.0%	2.8%	-1.3%	0.95*	-16.9%	0.92	-16.4%	-16.7%	-6.5%	1.00%
Platinum Asia Ltd	PAI	1.18	430.2	5.0	4.2%	6.1%	5.8%	1.29*	-7.0%	1.24	-9.8%	-11.1%	-2.4%	1.10%
Pm Capital Fund	PGF	1.00	354.1	4.5	4.5%	6.5%	1.5%	1.23*	-17.1%	1.16	-15.7%	-16.9%	-11.0%	1.00%
Platinum Capital Ltd	PMC	1.22	354.1	6.0	4.9%	7.1%	-4.0%	1.46*	-14.1%	1.39	-9.1%	-7.1%	3.5%	1.10%
Templeton Global	TGG	1.27	250.6	5.5	4.3%	6.2%	9.5%	1.43*	-11.4%	1.37	-15.9%	-13.7%	-11.4%	1.20%
WAM Global	WGB	2.13	453.1	7.0	3.3%	4.7%	3.3%	n.a	n.a	2.47	-14.9%	-13.6%	na	1.25%
VGI Partners Global	VG1	1.92	780.2	2.5	1.3%	1.9%	4.9%	2.39*	-16.3%	2.31	-20.8%	-12.0%	-1.7%	1.50%

Specialist	Code	Share Price	Market Cap. ($m)	Trailing Dividend (cents)	Dividend Yield	Grossed Up Yield	TSR since Oct 1	Current Est. NTA	Current Estimated Disc/Prem	Sep NTA	Sep Disc/Prem	1 Yr Ave Disc/Prem	3 Yr Ave Disc/Prem	MER
Bailador Tech Inv	BTI	0.99	121.6	2.5	2.5%	3.6%	1.0%	n.a	n.a	1.37	-28.5%	-27.3%	-26.1%	1.75%
Hearts and Minds	HM1	3.95	888.8	0.0	0.0%	0.0%	8.8%	3.98*	3.0%	3.82	-5.0%	-4.0%	na	0.00%
Lowell Resource Fund	LRT	1.31	36.7	2.4	1.8%	1.8%	9.2%	1.45*	-9.5%	1.40	-14.3%	-19.6%	na	2.16%
Lion Selection Grp	LSX	0.53	78.8	0.0	0.0%	0.0%	5.0%	n.a	n.a	0.64	-21.5%	-15.5%	-9.9%	1.50%
Monash Absolute	MA1	1.16	52.0	1.0	0.9%	1.2%	5.5%	1.29*	-7.6%	1.24	-11.1%	-12.3%	-15.1%	1.50%
NAOS ex-50 Opport.	NAC	1.06	48.0	5.3	5.0%	7.1%	13.4%	n.a	n.a	1.23	-24.4%	-22.0%	-16.4%	1.75%
Regal Investment Fund	RF1	3.46	390.0	23.0	6.7%	6.7%	10.2%	3.61*	1.1%	3.43	-8.5%	-10.3%	na	1.50%
Sandon Capital Ltd	SNC	0.69	75.0	6.0	8.7%	12.4%	2.6%	n.a	n.a	0.85	-18.0%	-17.8%	-9.7%	1.25%
Tribeca Glb Resources	TGF	1.24	76.5	0.0	0.0%	0.0%	5.5%	n.a	n.a	1.56	-24.8%	-25.0%	na	1.50%
Thorney Opp Ltd	TOP	0.52	103.7	2.0	3.8%	5.5%	9.5%	n.a	n.a	0.64	-25.9%	-21.6%	-17.7%	0.75%
WAM Active Limited	WAA	1.04	48.7	6.0	5.8%	8.2%	1.7%	n.a	n.a	1.02	3.3%	-0.6%	1.1%	1.00%
WAM Alternative Assets	WMA	0.94	181.2	4.0	4.3%	6.1%	3.3%	n.a	n.a	1.05	-13.6%	-26.9%	-21.2%	1.20%

Source: Company releases, Bloomberg, IRESS, EL&C Baillieu estimates

**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.*

LIC basics

What is a LIC?

- A LIC has characteristics of both managed funds and stock exchange-listed companies.
- Essentially a LIC is a company that invests in other companies, with the purpose of giving its shareholders exposure to a variety of shares via its investment portfolio.
- LICs may also invest in cash or fixed income instruments, although in many cases this will form only a relatively small proportion of their investment portfolio.
- Income from LICs usually takes the form of semi-annual dividend payments that are linked to the profitability of the portfolio. Capital gains can arise where the investor sells the shares in the LIC for more than they originally bought them for.

Benefits of investing in LICs
Diversification

- Investment in just one LIC can potentially give an investor exposure to more than 100 different companies in a range of industries.
- This therefore reduces the risk to capital losses as losses connected to one company may be offset by gains by others in the portfolio.
- A LIC is a cost-effective method of achieving such a degree of diversification.

LICs are managed by investment professionals

- Each LIC is managed by full-time investment professionals whose goal it is to optimise returns on the investment portfolio for shareholders within strictly enforced risk parameters.
- In this respect, LICs are passive investments. Once the shares in the LIC have been purchased, the investor leaves investment decisions to the managers of the LIC.
- Some LICs have operated for more than 50 years while others, although only recently listed, are operated and managed by investment firms that have built strong reputations over many years.

Transparent investment philosophy

- LICs are usually transparent as to how they invest their funds. Investors can choose the relevant LIC based on their own investment goals and risk preferences.
- Some LICs focus on specific geographic areas (such as Australia or overseas), may invest in a range of industries or focus on just one (such as resources), or are geared towards providing investors with annual income streams or longer-term capital gains (or a combination of both).
- In this document, we briefly describe each of the 65 selected LICs as well as list the main investments of each and their recent performance.

Ease of investment

- Investing in a LIC is done in exactly the same manner as any other company on the ASX, by placing an order with your stockbroker to buy shares in it.
- Exiting the investment is just as straightforward: the investor sells the shares on-Market during trading hours through their stockbroker.
- The majority of LICs are highly 'liquid', meaning that there are a relatively large number of willing buyers and sellers on the ASX ready to allow the investor to enter or exit the investment at any time they want and without having to buy in at a premium or sell at a discount to "Market price".

Costs involved in investing in a LIC

Entry costs

- Investing in the ASX via a LIC may be highly cost-effective relative to other methods of investing in a 'portfolio' of investments.
- The initial cost comes in the form of brokerage paid to acquire the shares. Investing in a LIC can allow the investor to effectively buy shares in more than 50 companies (depending on the LIC), but only pay brokerage to invest in one (the LIC). A LIC therefore could be an efficient method of diversification.
- The entry costs to LIC investments are generally lower than retail managed funds, which utilise a "front-end load" charge that can be up to 4% of the Market value of the units in the fund at the date of purchase.

Investing in the ASX via a LIC is highly cost-effective relative to other methods of investing in a "portfolio" of investments

Ongoing costs

- There are two types of fees that the manager of the LIC may charge during the investment period: management fees and performance fees.
- The LIC uses management fees to cover costs incurred in running the portfolio. These fees are taken out of the profits of the LIC, which are a function of the performance of the investment portfolio of the company (including dividends paid and capital gains/losses on shares that are sold). They are paid regardless of the profitability of the investment portfolio.
- These fees typically range from 0.0%-2.00% of assets per year. This could be much lower than average fees charged for retail managed funds, which are approximately 1.0-3.0%. The effect of this cost-saving on a longer-term investment, where returns compound over a number of years, can be quite substantial. One reason for this lower cost is that LICs do not incur back-office or distribution costs, reducing their cost of operation. The fees (calculated as a "management expense ratio" or MER) of our selected LICs are shown in the graph below.
- Unlike management fees, performance fees are paid only if the LIC's investment portfolio outperforms a predetermined benchmark and is linked to the size of this outperformance. Not all LICs charge performance fees.
- These fees provide an incentive for the manager of the fund to optimise returns for shareholders of the LIC. They are generally paid not just if the fund is profitable, but when it is more profitable than the Market as a whole. Unlike management fees, they will generally not deteriorate low returns or worsen investment losses.
- Performance fees for our selected LICs are shown in the table overleaf. The benchmark index is the S&P/ASX All Ordinaries Accumulation Index unless otherwise stated below.

NTA performance calculation methodology

**NTA performance 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.
Disclaimer: 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.

LIC performance fees

ACQ	20% of outperformance of S&P/ASX Small Ords Acc Index
AFI	None
ALF	20% above All Ordinaries Accumulation Index
ALI	None
ALR	None
AMH	None
APL	15% of net return in excess of MSCI World Index ($AUD)
ARG	None
AUI	None
BKI	None
ECP	20% of annual outperformance over 8.0%
BTI	On sale, a fee of 17.5% of the increase in value, subject to a compound 8% hurdle
CAM	20% of outperformance in excess of the All Ords Accum. Index
CDM	20% of returns above index or of portfolio return
CIE	None
CIN	None
DJW	None
DUI	None
EAI	15% of outperformance in excess of the MSCI AC Asia Ex Japan Index ($AUD)
EGI	15% of outperformance in excess of MSCI World Index (Local)
FGG	None
FGX	None
FOR	10% of the net return in excess of 8% p.a. benchmark
GC1	20% of outperformance over the Small Ordinaries Accumulation Index
GVF	15% of outperformance in excess of a hurdle return being 4% above the 1 year swap rate
HM1	None
LRT	NTA change over a hurdle rate of 10% (calculated bi-annually)
LSF	20% of NTA growth subject to a high water mark
LSX	15% of outperformance above benchmark
MA1	20% of outperformance over the RBA cash rate, inclusive of a high watermark
MFF	$1m pa if TSR exceeds 10% compounded annually over a three year period
MGG	10% of excess performance above the higher of MSCI World Index (AUD)/Yield of 10 Yr Aust Govt Bonds
MIR	None
MLT	None
NAC	20% of performance in excess of the RBA cash rate + 250bps
NCC	15% of performance in excess of Small Ordinaries Accumulation Index
OPH	20.5% (pa) of outperformance over the ASX Mid-Small Index
OZG	20% where performance exceeds 7% over 12 month period
PAF	15% of performance in excess of MSCI Asia (ex Japan) Index (AUD)
PAI	15% of performance in excess of MSCI Asia (ex Japan) Index (AUD)
PGF	15% of performance in excess of MSCI World Index (AUD)
PIC	None
PMC	15% of performance in excess of MSCI World Index (AUD)
QVE	None
RF1	20% of outperformance over the RBA cash rate, subject to a high water mark
RYD	20% (plus GST) of outperformance over the RBA cash rate +4.5% pa
SEC	20% of returns above ASX Small Ordinaries Accumulation Index
SNC	20% of outperformance over the Benchmark Reference Rate (BBSW)
TGF	20% of NTA growth
TGG	None
TOP	Greater of zero and 20% of the increase in asset value in each financial year
VG1	15% of the portfolio's performance
WAA	20% of portfolio growth over a high watermark
WHF	None
WAM & WAX	20% of returns above All Ordinaries Accumulation Index if index increased, or where the 20% of the index decreased over the period, 20% of positive portfolio perf (0% if negative)
WIC	20% where performance exceeds 10% over 12 month period
WDE	15% of outperformance over the S&P/ASX300 Accumulation Index
WMI	20% of outperformance over the ASX Small Ordinaries Accum. Index or the absolute performance if the XSOAI return is negative
WGB	20% of outperformance of the MSCI World Index (AUD adj) subject to recoupment of prior underperformance
WLE	20% outperformance of the S&P/ASX200 Accum. Index, subject to recoupment of prior underperformance

Source: Company reports, EL&C Baillieu

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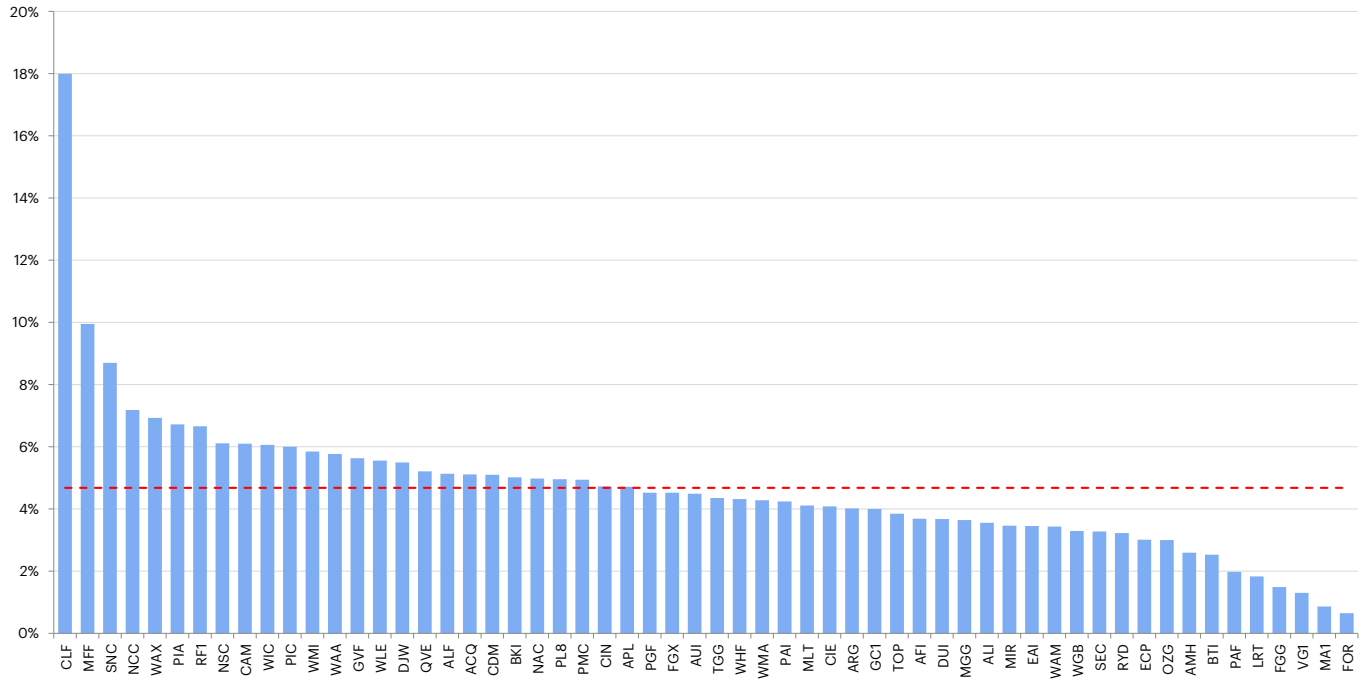
Exit costs

- Exit costs from LICs are generally limited to the brokerage paid on selling the shares. This is unlike retail managed funds, which can generally be exited at no charge.
- Exiting a LIC investment can have tax consequences.

What income do investors receive from a LIC?

- Annual investor income from a "buy-and-hold" investment strategy in a LIC takes the form of dividends, just like other share investments.
- However, because LICs utilise a company structure, payment of dividends is at the discretion of the management of the LIC. In other words, just because the investment portfolio of the LIC has made a profit in a given year, it does not mean that all, or even any, of that profit will be paid to shareholders in that year. This is unlike managers of retail managed funds, which are required to pay out the income to unitholders in the particular tax year that it is earned. Generally, LICs will pay out a high proportion of earnings as dividends.
- Most of our selected LICs focus on blue chip stocks and pay out a high proportion of earnings as a dividend. Accordingly, they have healthy dividend yields (as shown in the following graph).

Fig.1: Dividend yield for selected LICs



Source: Iress, Bloomberg, EL&C Baillieu

Taxation issues

- The returns of the LIC are generally taxed at the company tax rate of 30%. Accordingly, when dividends are paid to shareholders of the LIC, they attach franking credits. These are a tax benefit for shareholders, as they receive a "credit" for the company tax already paid on the LIC income when the shareholder's ordinary income is assessed.
- Capital gains are managed by the manager of the LIC. Where the dividend paid to a shareholder of a LIC contains income derived from a capital gain of the LIC, it will be treated as a capital gain, not ordinary income, in the hands of the shareholder. Under current tax rules, only 50% of this amount is taxable for many investors.
- This tax treatment contrasts with that of unlisted retail managed funds, where investors incur an annual tax liability on interest and capital gains that the fund earns each year.

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LICs versus managed funds

- LICs are listed on the stock exchange so entry and exit costs are limited to brokerage. This means that diversification is achieved at little cost. LICs also offer a tax-effective structure, whereby dividends are fully franked and assessed as a capital gain in the hands of the shareholder. Therefore, only 50% of this amount is taxable for many investors. Contrast this with managed funds where investors incur an annual tax liability on the interest and capital gains that the funds earn each year.
- The fee structures of LICs are also favourable in comparison with managed funds. Our selected traditional LICs have management expense ratios ranging from 0.0% to 2.5%, whereas managed funds often charge more than 1.0%.

Our selected LICs have management expense ratios ranging from 0.0%-2.5%, whereas managed funds often charge at least 1.5%

LICs versus exchange traded funds (ETFs)

- LICs and ETFs both have low management fees and efficient tax structures compared with managed funds. However, ETFs have an open-ended structure, where units on offer can increase or decrease based on supply and demand, and trade at or close to their net asset value. ETFs are generally passive investment products and hence do not aim to outperform the Market in the same way many of the LICs do.
- ETFs are required to distribute any surplus income to security holders, whereas LICs have the ability to conserve surplus income and take advantage of Market opportunities as they see fit. This added flexibility is beneficial to the shareholder.

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Fig. 2: LIC Performance Table (Sep 2020)

		1 Year			3 Year (annualised)			5 Year (annualised)		
Code	Company	NTA performance	TSR Performance	Avg. Prem/Disc	NTA performance	TSR Performance	Avg. Prem/Disc	NTA performance	TSR Performance	Avg. Prem/Disc
AFI	Australian Foundat.	-5.4%	2.5%	4.0%	5.4%	7.3%	1.6%	6.6%	6.4%	1.7%
ARG	Argo Investments	-12.0%	-6.2%	2.1%	2.1%	2.3%	0.4%	4.9%	3.5%	1.1%
AUI	Australian United In	-14.1%	-10.7%	-3.3%	2.9%	2.9%	-4.4%	6.3%	6.1%	-4.9%
BKI	BKI Investment Ltd	-11.1%	-11.9%	-2.1%	1.5%	-1.4%	-1.8%	3.4%	1.6%	0.1%
DJW	Djerriwarrh	-14.9%	-28.0%	0.9%	0.2%	-7.0%	3.6%	3.5%	-4.9%	11.0%
DUI	Diversified United	-7.5%	-7.4%	-2.8%	6.7%	6.8%	-4.7%	8.8%	9.0%	-5.3%
MLT	Milton Corporation	-11.1%	-11.3%	-3.0%	2.6%	1.0%	-2.7%	5.0%	3.3%	-1.7%
		1 Year			3 Year (annualised)			5 Year (annualised)		
Code		NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc
ALF	Australian Leaders	1.7%	2.5%	-19.8%	0.9%	-2.3%	-17.4%	0.1%	-3.2%	-8.3%
CLF	Concentrated Leaders	8.4%	6.8%	-7.6%	9.8%	9.4%	-6.5%	10.6%	10.1%	-7.6%
AMH	AMCIL Limited	9.8%	13.2%	-6.9%	10.0%	9.0%	-6.8%	8.2%	8.3%	-4.5%
CAM	Clime Capital	-12.4%	-9.8%	-2.2%	3.6%	3.8%	-3.9%	3.5%	4.6%	-4.9%
CDM	Cadence Capital	5.2%	-2.8%	-20.3%	-3.6%	-12.6%	-8.1%	-1.8%	-7.1%	-0.5%
CIE	Contango Inc Gen Ltd	-22.9%	-15.2%	-14.5%	-5.2%	-5.8%	-11.7%	0.2%	-1.0%	-8.7%
CIN	Carlton Investments	-21.0%	-22.8%	-16.5%	-3.3%	-4.9%	-14.0%	0.7%	-0.5%	-13.4%
FGX	Future Gen Ltd	1.2%	3.1%	-12.2%	5.8%	4.4%	-5.2%	5.7%	4.7%	-4.0%
LSF	L1 Long Short Fund	2.1%	-7.7%	-19.6%	na	na	na	na	na	na
MIR	Mirrabooka Invest.	16.8%	12.2%	-0.1%	12.2%	7.2%	4.6%	10.6%	7.3%	9.1%
OPH	Ophir High Cf	9.6%	22.0%	-8.3%	na	na	na	na	na	na
PIC	Perpetual Equity Ltd	4.1%	1.8%	-9.2%	4.8%	3.7%	-4.3%	6.7%	6.0%	-5.5%
PL8	Plato Inc Max Ltd.	-9.9%	-2.1%	6.4%	4.0%	5.8%	1.6%	na	na	na
QVE	Qv Equities Limited	-14.9%	-16.5%	-11.8%	-3.7%	-9.5%	-6.6%	1.9%	-0.4%	-2.7%
WAM	WAM Capital Limited	-3.4%	5.4%	18.3%	4.6%	2.9%	18.2%	6.7%	9.3%	18.0%
WLE	WAM Leaders Limited	-4.1%	9.4%	-4.2%	4.1%	8.8%	-4.3%	na	na	na
WHF	Whitefield Ltd	-11.6%	-3.9%	-1.9%	2.2%	4.9%	-5.6%	4.7%	6.3%	-6.8%
		1 Year			3 Year (annualised)			5 Year (annualised)		
Code		NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc
ACQ	Acorn Cap Inv Fund	19.6%	25.7%	-15.0%	15.6%	15.1%	-13.4%	15.0%	16.6%	-13.8%
ECP	ECP Emerging Co	22.9%	24.9%	-22.8%	18.8%	14.3%	-21.7%	11.7%	10.6%	-19.5%
NSC	Naos Smlcap Com Ltd	-12.3%	-16.7%	-23.6%	-3.7%	-9.7%	-17.0%	-0.4%	-3.3%	-14.0%
FOR	Forager Aust Shs Fnd	-7.1%	-2.4%	-14.5%	-5.2%	-13.1%	-2.4%	na	na	na
GC1	Glennon SML Co Ltd	-4.2%	-11.9%	-18.4%	-1.1%	-2.7%	-14.6%	1.0%	-2.7%	-11.4%
NCC	Naos Emerg Opp	-7.5%	-1.1%	-8.3%	-3.6%	-6.1%	-3.0%	5.2%	7.2%	-3.7%
NGE	NGE Capital Limited	-17.7%	-19.6%	-24.5%	2.0%	2.1%	-21.3%	na	6.4%	na
OZG	Ozgrowth Limited	10.6%	9.5%	-20.5%	5.6%	6.1%	-20.0%	11.6%	10.2%	-19.9%
RYD	Ryder Capital Ltd	16.7%	9.0%	-14.6%	14.3%	11.8%	-15.0%	15.0%	10.8%	-11.4%
SEC	Spheria Emerging Co	-0.8%	-7.5%	-19.7%	na	na	na	na	na	na
WAX	WAM Research Ltd	-4.1%	9.5%	27.3%	4.8%	4.5%	23.2%	6.8%	10.6%	21.5%
WIC	Westoz Inv Ltd	-4.2%	-5.7%	-13.7%	3.9%	4.5%	-11.1%	9.0%	9.7%	-12.1%
WMI	WAM Microcap Limited	8.5%	17.8%	0.8%	12.3%	10.0%	3.1%	na	na	na
		1 Year			3 Year (annualised)			5 Year (annualised)		
Code		NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc	NTA Performance	TSR Performance	Avg. Prem/Disc
ALI	Argo Global Ltd	-14.1%	-8.9%	-8.6%	4.7%	8.6%	-11.8%	4.4%	3.2%	-11.2%
APL	Antipodes Global Inv	-0.3%	7.1%	-13.9%	-0.4%	-2.5%	-9.2%	na	na	na
EAI	Ellerston Asian	13.1%	19.4%	-14.5%	6.0%	5.9%	-10.9%	5.9%	3.0%	-10.6%
FGG	Future Glb Invest Co	11.4%	1.9%	-17.9%	11.0%	7.0%	-6.5%	8.7%	4.5%	-4.0%
GVF	Global Value Fnd Ltd	2.0%	5.1%	-3.2%	4.6%	2.3%	-2.1%	3.5%	5.9%	-2.3%
PIA	Pengana Int Equ Ltd	9.2%	14.0%	-15.8%	8.4%	6.7%	-10.7%	5.4%	7.2%	-9.4%
MFF	MFF Capital Inv Ltd	-6.5%	-13.1%	-4.5%	11.6%	13.8%	-6.6%	10.3%	9.0%	-7.9%
MGG	Magellan Glob Trust	5.1%	2.8%	-3.0%	na	10.0%	na	na	na	na
PAF	Pm Capital Asian Ops	-6.2%	-1.3%	-16.7%	-5.0%	-8.1%	-6.5%	1.2%	0.8%	-8.0%
PAI	Platinum Asia Ltd	20.5%	24.2%	-11.1%	8.8%	6.8%	-2.4%	8.7%	6.0%	-2.4%
PGF	Pm Capital Fund	-9.2%	-4.3%	-16.9%	2.7%	-0.3%	-11.0%	3.5%	3.3%	-11.0%
PMC	Platinum Capital Ltd	-7.8%	-14.2%	-7.1%	-1.0%	-5.7%	3.5%	2.6%	-2.4%	4.9%
TGG	Templeton Global	0.3%	-0.3%	-13.7%	2.1%	0.6%	-11.4%	3.8%	2.3%	-11.3%
WGB	WAM Global	4.1%	0.2%	-13.6%	na	na	na	na	na	na
VG1	VGI Partners Global	-4.3%	-20.4%	-12.0%	6.0%	-1.8%	-1.7%	na	na	na
		1 Year			3 Year (annualised)			5 Year (annualised)		
Code		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	18.5%	5.8%	-27.3%	9.7%	6.6%	-26.1%	5.1%	2.5%	-20.7%
HM1	Hearts and Minds	31.2%	24.6%	-4.0%	na	na	na	na	na	na
LRT	Lowell Res Fund	113.1%	144.9%	-19.6%	na	na	na	na	na	na
LSX	Lion Selection Grp	35.5%	19.0%	-15.5%	21.0%	10.1%	-9.9%	17.9%	22.0%	-11.3%
MA1	Monash Absolute	6.7%	15.6%	-12.3%	11.8%	12.8%	-15.1%	na	na	na
NAC	Naos Ex-50	12.0%	6.2%	-22.0%	9.3%	4.0%	-16.4%	9.3%	5.3%	-12.5%
RF1	Regal Invest Fund	30.2%*	28.1%*	-10.3%	na	na	na	na	na	na
SNC	Sandon Capital Ltd	-4.9%	-8.4%	-17.8%	2.8%	-4.5%	-9.7%	4.3%	2.4%	-8.6%
TGF	Tribeca Glb Resources	-31.8%	-39.0%	-25.0%	na	na	na	na	na	na
TOP	Thorney Opp Ltd	-22.3%	-27.1%	-21.6%	-3.9%	-9.5%	-17.7%	5.3%	3.4%	-13.1%
WAA	WAM Active Ltd	-0.1%	-0.6%	-0.6%	4.0%	2.1%	1.1%	6.2%	6.7%	2.7%
WMA	WAM Alternative Assets	-2.6%	21.4%	-26.9%	2.3%	-4.4%	-21.2%	4.4%	3.1%	-11.5%

Source: Bloomberg, IRESS, EL&C Baillieu

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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 30 Sep 2020 was 25.7%, with pre-tax net tangible asset backing increasing 19.6%. The active return (TSR) was 29.0%.

Fig.3: ACQ overview

ACQ Snapshot	
Price (30 September 2020)	$1.23
Share price range (12 months)	$0.73- $1.39
Shares on issue (Mn)	67.0
Market capitalisation ($Mn)	$82
Pre-tax asset backing*	$1.47
Post-tax asset backing*	$1.36
Premium/(Discount) to pre-tax NTA	-16.1%
Premium/(Discount) to post-tax NTA	-9.7%
Dividend yield	5.1%
Dividend per share (cents)	7.1
Franking	100%
Management expense ratio	0.95%

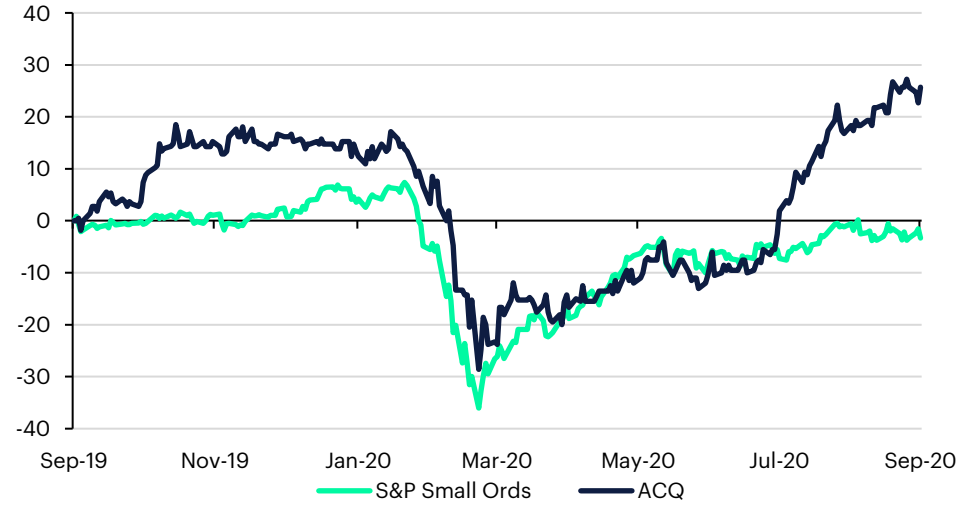
Top Holdings	%
CleanSpace Holdings (UL)	8.2%
Moula Money Pty Ltd (UL)	7.4%
Aroa Biosurgery	5.8%
Telix Pharmaceutical	5.5%
Redbubble Limited	4.7%
Shine Justice Ltd	3.0%
Carbon Revolution	2.6%
Calix Limited	2.5%
Innovative Asset Solutions Group (UL)	2.4%
Flare HR Pty Ltd (UL)	2.2%

Total Shareholder Return	1 Year	3 Year	5 Year
ACQ	25.7%	15.1%	16.6%
Active return	29.0%	8.6%	6.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	19.6%	15.6%	15.0%
Active return	22.9%	9.1%	5.0%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.4: ACQ TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

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Australian Foundation Investment Company (AFI)

www.afi.com.au

- AFI was formed in 1928 and is Australia's oldest and largest listed investment company.
- AFI is a long-term, low-risk investor in major companies on both the ASX and New Zealand Stock Exchange.
- Key sector exposures include Health Care (16.9%), Industrials (16.9%), Banks (15.6%), Materials (15.4%), Other Financials (8.5%), and Consumer Discretionary (6.4%).
- The total shareholder return for the year ending 30 Sep 2020 was 2.5%, with pre-tax net asset backing decreasing 5.4%. The active return (TSR) was 11.3%.

Fig.5: AFI overview

AFI Snapshot	
Price (30 September 2020)	$6.31
Share price range (12 months)	$4.82- $7.30
Shares on issue (Mn)	1216.7
Market capitalisation ($Mn)	$7,678
Pre-tax asset backing*	$5.90
Post-tax asset backing*	$5.09
Premium/(Discount) to pre-tax NTA	6.9%
Premium/(Discount) to post-tax NTA	24.0%
Dividend yield	3.7%
Dividend per share (cents)	24.0
Franking	100%
Management expense ratio	0.13%

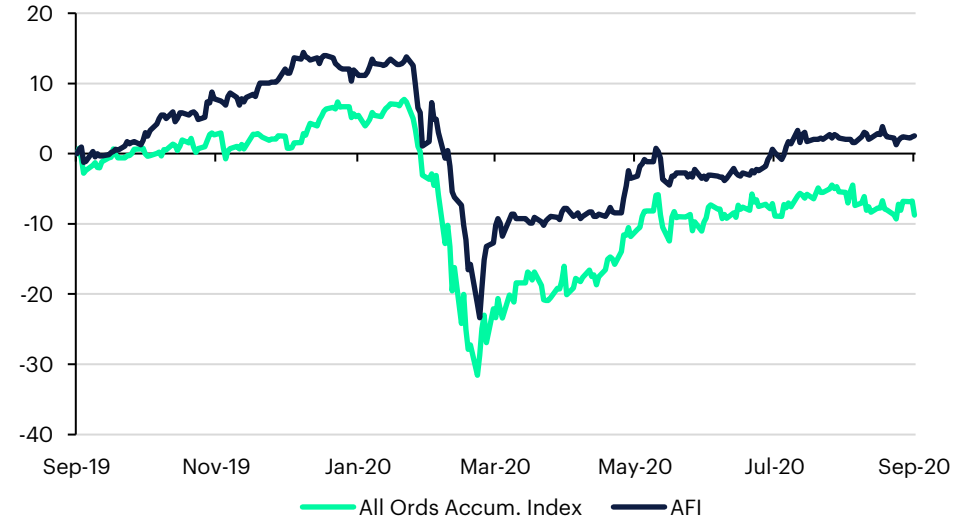
Top Holdings	%
CSL Limited	8.7%
Commonwealth Bank.	7.1%
BHP Group Limited	7.0%
Wesfarmers Limited	4.6%
Transurban Group	4.6%
Westpac Banking Corp	3.7%
Macquarie Group Ltd	3.7%
Woolworths Group Ltd	3.3%
National Aust. Bank	3.0%
RIO Tinto Limited	2.7%

Total Shareholder Return	1 Year	3 Year	5 Year
AFI	2.5%	7.3%	6.4%
Active return	11.3%	1.8%	-1.3%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-5.4%	5.4%	6.6%
Active return	3.4%	-0.1%	-1.1%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.6: AFI TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Australian Leaders Fund (ALF)

www.wfunds.com.au

- Australian Leaders Fund invests in leading Australian companies, focusing on the top 200, with strong business fundamentals on attractive terms. In addition, ALF short sells companies that it feels are fundamentally challenged.
- ALF's investment objective is to deliver superior returns over the medium term within acceptable risk parameters while preserving the company's capital.
- In October, ALF announced a proposed transaction with its investment manager, Watermark Funds Management, which, if approved, will result in ALF shareholders receiving units in Watermark Absolute Return Fund (WARF), an unlisted unit trust managed by Watermark, as consideration for their ALF shares being cancelled.
- The total shareholder return for the year ending 30 Sep 2020 was 2.5% with pre-tax net asset backing increasing 1.7%. The active return (TSR) was 11.3%.

Fig.7: ALF overview

ALF Snapshot	
Price (30 September 2020)	$0.95
Share price range (12 months)	$0.81- $1.01
Shares on issue (Mn)	192.1
Market capitalisation ($Mn)	$182
Pre-tax asset backing*	$1.15
Post-tax asset backing*	$1.14
Premium/(Discount) to pre-tax NTA	-17.4%
Premium/(Discount) to post-tax NTA	-16.7%
Dividend yield	5.1%
Dividend per share (cents)	5.0
Franking	25%
Management expense ratio	1.00%

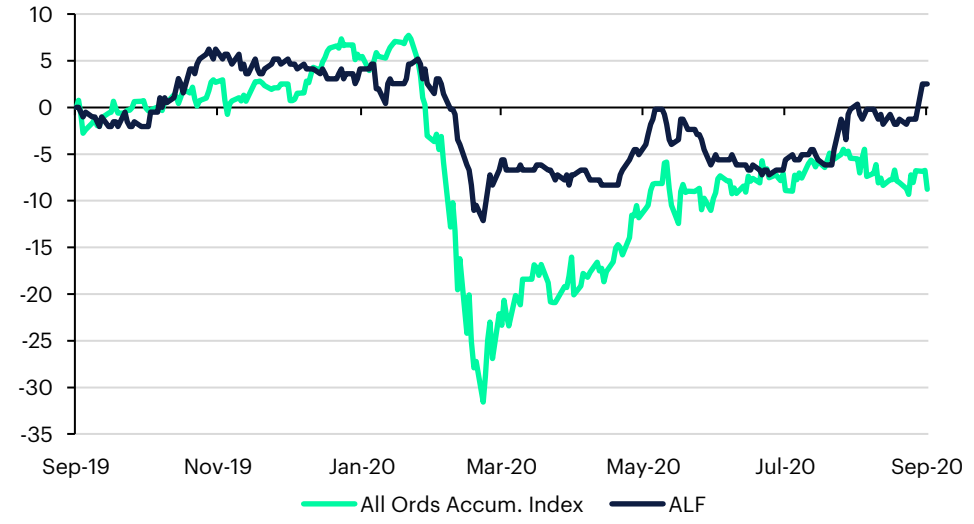
Top Holdings	%
	na

Total Shareholder Return	1 Year	3 Year	5 Year
ALF	2.5%	-2.3%	-3.2%
Active return	11.3%	-7.7%	-10.9%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	1.7%	0.9%	0.1%
Active return	10.5%	-4.6%	-7.6%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.8: ALF TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Argo Global Listed Infrastructure (ALI)

www.argoinfrastructure.com.au

- Established in July 2015, ALI provides investors exposure to a diversified portfolio of global listed infrastructure securities. ALI seeks to provide investors with a mix of long-term capital growth and dividend income. Cohen & Steers, a listed company on the New York Stock Exchange is a global investment manager specialising in assets such as listed infrastructure, real estate and real assets.
- ALI is heavily weighted towards the USA (56.2%) with key holdings in sectors such as Electric (40.0%), Communications (13.9%), Toll Roads (9.5%), Railways (8.7%), and Midstream Energy (8.6%).
- The total shareholder return for the year ending 30 Sep 2020 was -8.9%, with pre-tax net asset backing decreasing 14.1%. The active return (TSR) was 4.8%.

Fig.9: ALI overview

ALI Snapshot	
Price (30 September 2020)	$2.05
Share price range (12 months)	$1.60- $2.77
Shares on issue (Mn)	153.2
Market capitalisation ($Mn)	$314
Pre-tax asset backing*	$2.18
Post-tax asset backing*	$2.18
Premium/(Discount) to pre-tax NTA	-6.0%
Premium/(Discount) to post-tax NTA	-6.0%
Dividend yield	3.6%
Dividend per share (cents)	7.5
Franking	100%
Management expense ratio	1.25%

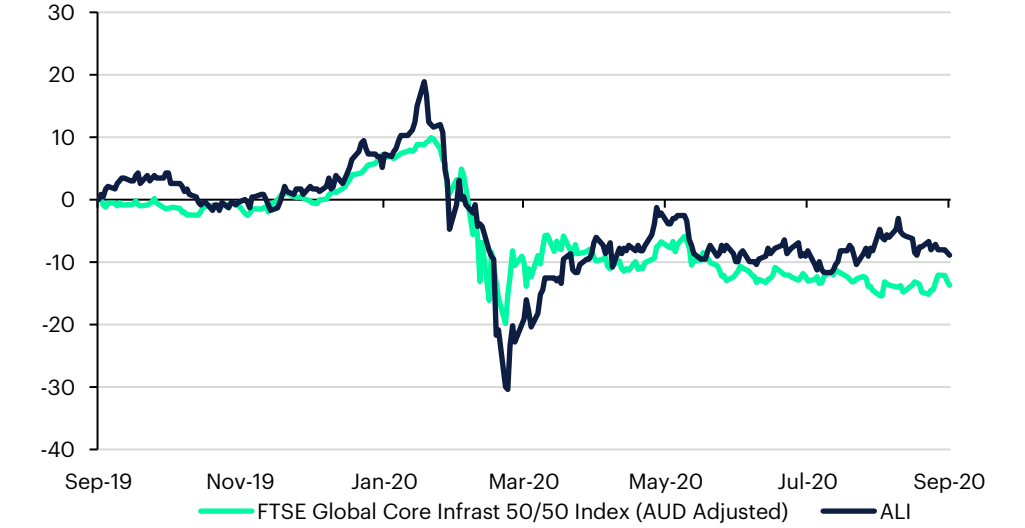
Top Holdings	%
REGION	
United States	56.2%
Europe	11.1%
Canada	8.9%
Asia Pacific	7.9%
SECTOR ALLOCATION	
Electric	40.0%
Communications	13.9%
Toll Roads	9.5%
Railways	8.7%

Total Shareholder Return	1 Year	3 Year	5 Year
ALI	-8.9%	8.6%	3.2%
Active return	4.8%	2.8%	-3.1%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-14.1%	4.7%	4.4%
Active return	-0.4%	-1.1%	-2.0%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.10: ALI TSR vs FTSE Global Core Infrast 50/50 Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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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 include Industrials (23.0%), Healthcare (15.0%), Cons Disc (11.6%), Information Technology (8.9%), Materials (8.7%), Communication Services (8.6), and Other Financials (7.3%).
- The total shareholder return for the year ending 30 Sep 2020 was 13.2%, with pre-tax net asset backing increasing 9.8%. The active return (TSR) was 23.4%

Fig.11: AMH overview

AMH Snapshot	
Price (30 September 2020)	$0.97
Share price range (12 months)	$0.72- $1.02
Shares on issue (Mn)	280.0
Market capitalisation ($Mn)	$272
Pre-tax asset backing*	$1.04
Post-tax asset backing*	$0.94
Premium/(Discount) to pre-tax NTA	-6.7%
Premium/(Discount) to post-tax NTA	3.2%
Dividend yield	2.6%
Dividend per share (cents)	2.5
Franking	100%
Management expense ratio	0.65%

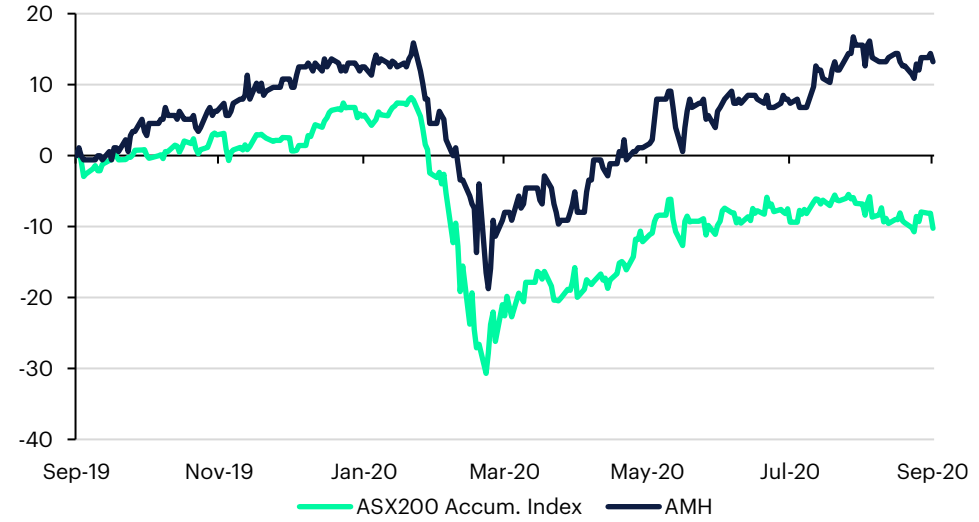
Top Holdings	%
CSL Limited	9.4%
BHP Group Limited	5.8%
Wesfarmers Limited	5.5%
Mainfreight	5.1%
Transurban Group	4.6%
Macquarie Group Ltd	4.5%
Woolworths Group Ltd	4.0%
Carsales.Com Ltd.	3.7%
Macquarie Telecom Gp	3.6%
Goodman Group	3.6%

Total Shareholder Return	1 Year	3 Year	5 Year
AMH	13.2%	9.0%	8.3%
Active return	23.4%	4.2%	1.0%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	9.8%	10.0%	8.2%
Active return	20.0%	5.2%	0.9%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.12: AMH TSR vs ASX200 Accum. Index



Source: Bloomberg, EL&C Baillieu

Antipodes Global Investment Company (APL)

www.antipodespartners.com

- Antipodes Global Investment Company (APL) is a recently incorporated LIC (October 2016) having raised over $300m via an IPO.
- The Company has a dual investment objective to provide capital growth and income and achieve returns in excess of the benchmark, over a full investment cycle (typically 3-5 years). All underlying options have now expired (15-Oct-18)
- Key underlying regional long exposures include North America (34.4%), Western Europe (23.1%) and Developing Asia (13.7%). Key long sector exposures include Internet, Banks, Healthcare, Hardware, Industrial and Retail.
- The total shareholder return for the year ending 30 Sep 2020 was 7.1%, with pre-tax net asset backing decreasing 0.3%. The active return (TSR) was 2.6%.

Fig.13: APL overview

APL Snapshot	
Price (30 September 2020)	$0.98
Share price range (12 months)	$0.81- $1.08
Shares on issue (Mn)	485.2
Market capitalisation ($Mn)	$475
Pre-tax asset backing*	$1.07
Post-tax asset backing*	$1.07
Premium/(Discount) to pre-tax NTA	-8.5%
Premium/(Discount) to post-tax NTA	-8.3%
Dividend yield	4.7%
Dividend per share (cents)	4.5
Franking	50%
Management expense ratio	1.10%

Top Holdings	%
Alibaba	3.2%
Microsoft	3.0%
Ping An Insurance	2.9%
Facebook	2.8%
Siemens	2.8%
Samsung Electronics	2.7%
Électricité de France	2.7%
Capital One	2.7%
Roche	2.7%
Merck	2.7%

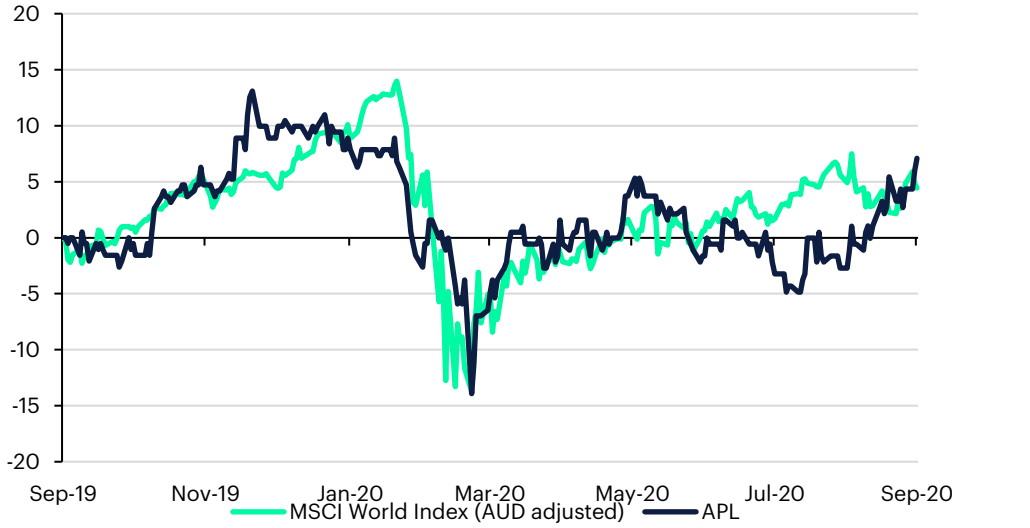
**Long positions*

Total Shareholder Return	1 Year	3 Year	5 Year
APL	7.1%	-2.5%	na
Active return	2.6%	-14.1%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-0.3%	-0.4%	na
Active return	-4.7%	-12.0%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.14: APL TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Argo Investments (ARG)

www.argoinvestments.com.au

- Argo was formed in 1946 and is based in Adelaide, South Australia.
- It is the second-largest LIC by market capitalisation.
- Argo's portfolio contains investments in about 100 companies, with many of Australia's major enterprises represented.
- Key sector weightings include Materials (15.2%), Banks (13.1%), Healthcare (12.6%), Other Financials (10.1%), and Consumer staples (9.8%)
- The total shareholder return for the year ending 30 Sep 2020 was -6.2%, with pre-tax net asset backing decreasing 12.0%. The active return (TSR) was 2.5%.

Fig.15: ARG overview

ARG Snapshot	
Price (30 September 2020)	$7.41
Share price range (12 months)	$5.54- $9.07
Shares on issue (Mn)	722.7
Market capitalisation ($Mn)	$5,355
Pre-tax asset backing*	$7.15
Post-tax asset backing*	$6.46
Premium/(Discount) to pre-tax NTA	3.6%
Premium/(Discount) to post-tax NTA	14.7%
Dividend yield	4.0%
Dividend per share (cents)	30.0
Franking	100%
Management expense ratio	0.16%

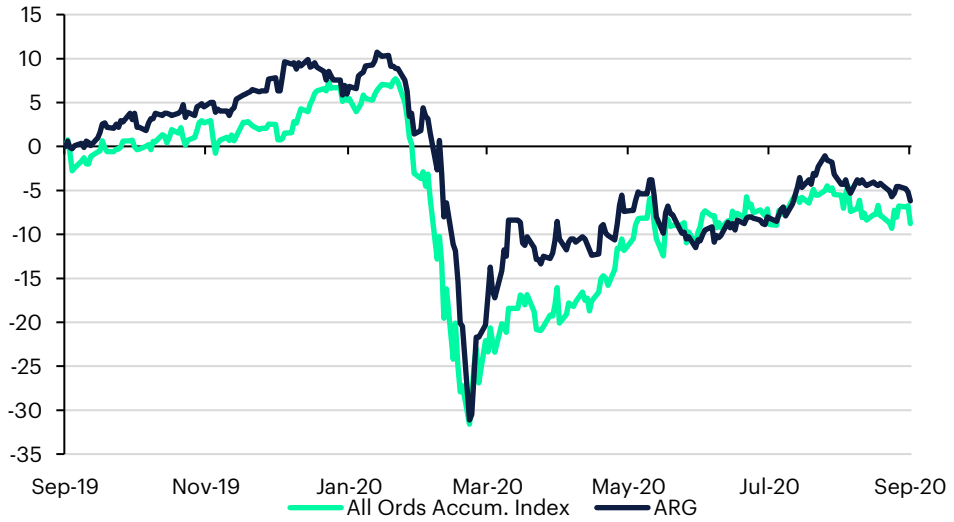
Top Holdings	%
CSL Limited	6.1%
Macquarie Group Ltd	5.7%
BHP Group Limited	5.1%
Wesfarmers Limited	4.3%
Westpac Banking Corp	3.9%
RIO Tinto Limited	3.8%
Commonwealth Bank.	3.8%
ANZ Banking Grp Ltd	3.2%
Ramsay Health Care	2.6%
Telstra Corporation.	2.4%

Total Shareholder Return	1 Year	3 Year	5 Year
ARG	-6.2%	2.3%	3.5%
Active return	2.5%	-3.2%	-4.2%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-12.0%	2.1%	4.9%
Active return	-3.2%	-3.3%	-2.8%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.16: ARG TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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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 30 Sep 2020 was -10.7%, with pre-tax net asset backing decreasing 14.1%. The active return (TSR) was -2.0%.

Fig.17: AUI overview

AUI Snapshot	
Price (30 September 2020)	$7.98
Share price range (12 months)	$6.50- $10.28
Shares on issue (Mn)	124.8
Market capitalisation ($Mn)	$996
Pre-tax asset backing*	$8.18
Post-tax asset backing*	$7.18
Premium/(Discount) to pre-tax NTA	-2.4%
Premium/(Discount) to post-tax NTA	11.1%
Dividend yield	4.5%
Dividend per share (cents)	36.0
Franking	100%
Management expense ratio	0.10%

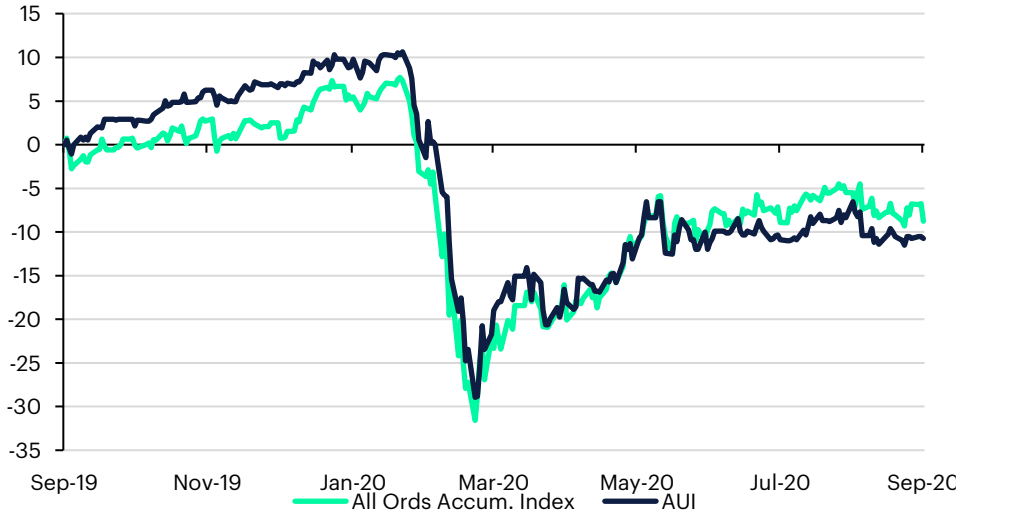
Top Holdings	%
CSL Limited	10.2%
Commonwealth Bank.	7.4%
Transurban Group	7.0%
RIO Tinto Limited	6.3%
BHP Group Limited	5.9%
Diversified United	5.4%
Wesfarmers Limited	5.2%
ANZ Banking Grp Ltd	4.3%
Westpac Banking Corp	4.0%
Atlas Arteria	3.8%

Total Shareholder Return	1 Year	3 Year	5 Year
AUI	-10.7%	2.9%	6.1%
Active return	-2.0%	-2.6%	-1.7%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-14.1%	2.9%	6.3%
Active return	-5.4%	-2.6%	-1.4%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.18: AUI TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

BKI Investment Company (BKI)

www.bkilimited.com.au

- BKI was listed on the ASX in December 2003 with an objective to provide investors with sound dividend yields and long-term capital growth.
- BKI invests in a diversified portfolio of Australian shares, trusts and interest-bearing securities, focusing on securities that are paying an increasing dividend stream.
- In the 12 months to 30 Oct 2020, BKI had dividends totalling 6.9 cents and a dividend yield of 5.0%
- The total shareholder return for the year ending 30 Sep 2020 was -11.9%, with pre-tax net asset backing decreasing 11.1%. The active return (TSR) was -3.2%.

Fig.19: BKI overview

BKI Snapshot	
Price (30 September 2020)	$1.36
Share price range (12 months)	$1.05- $1.74
Shares on issue (Mn)	737.7
Market capitalisation ($Mn)	$1,003
Pre-tax asset backing*	$1.41
Post-tax asset backing*	$1.36
Premium/(Discount) to pre-tax NTA	-3.5%
Premium/(Discount) to post-tax NTA	0.0%
Dividend yield	5.0%
Dividend per share (cents)	6.9
Franking	100%
Management expense ratio	0.17%

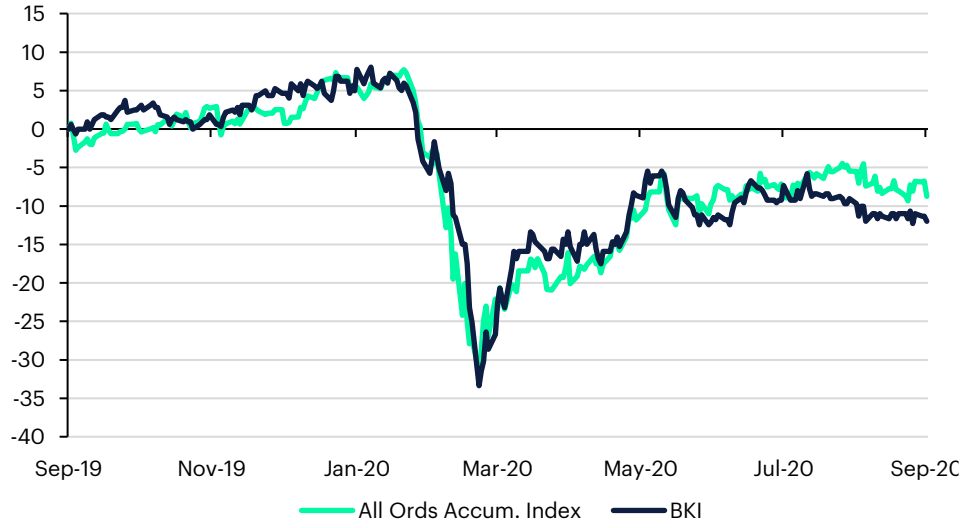
Top Holdings	%
Macquarie Group Ltd	7.5%
BHP Group Limited	7.0%
Commonwealth Bank.	6.7%
APA Group	5.7%
Transurban Group	5.5%
Woolworths Group Ltd	5.0%
Wesfarmers Limited	4.8%
TPG Telecom Limited	4.0%
National Aust. Bank	3.7%
Ramsay Health Care	3.3%

Total Shareholder Return	1 Year	3 Year	5 Year
BKI	-11.9%	-1.4%	1.6%
Active return	-3.2%	-6.8%	-6.2%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-11.1%	1.5%	3.4%
Active return	-2.4%	-4.0%	-4.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.20: BKI TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Bailador Technology Investments (BTI)

www.bailador.com.au

- Bailador Technology Investments listed on the ASX in November 2014. BTI invests in private companies within the information technology sector.
- BTI invests in companies that are in the expansion stage and typically display the following characteristics: several million dollars of revenue, established customer base, proven technology and management.
- Currently, BTI holds nine unlisted investments through a variety of different ownership structures to help mitigate downside risk (such as convertible notes, preference shares) and one listed security in its top holdings.
- Total shareholder return for the year ending 30 Sep 2020 was 5.8%, with pre-tax net asset backing increasing 18.5%. The active return (TSR) was 14.5%.

Fig.21: BTI overview

BTI Snapshot	
Price (30 September 2020)	$0.98
Share price range (12 months)	$0.54- $1.13
Shares on issue (Mn)	122.9
Market capitalisation ($Mn)	$120
Pre-tax asset backing*	$1.37
Post-tax asset backing*	$1.24
Premium/(Discount) to pre-tax NTA	-28.5%
Premium/(Discount) to post-tax NTA	-21.0%
Dividend yield	2.5%
Dividend per share (cents)	2.5
Franking	100%
Management expense ratio	1.75%

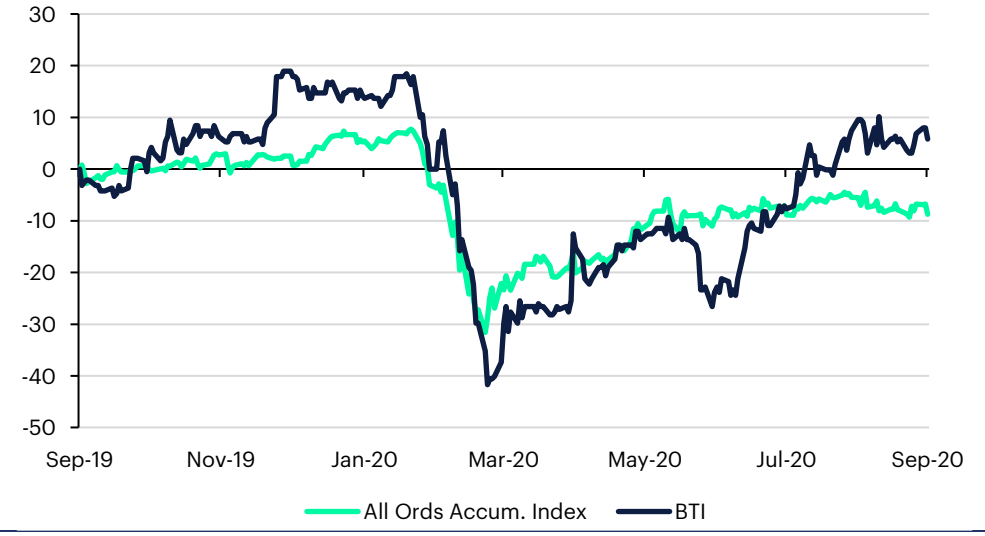
Top Holdings	%
SiteMinder (UL)	49.0%
Instaclustr (UL)	16.1%
Stackla (UL)	6.8%
DocsCorp (UL)	6.5%
Lendi (UL)	6.4%
SMI (UL)	5.7%
Straker Translations	3.4%
Rezdy (UL)	3.4%
Brosa (UL)	1.8%
Viostream (UL)	N.A

Total Shareholder Return	1 Year	3 Year	5 Year
BTI	5.8%	6.6%	2.5%
Active return	14.5%	1.1%	-5.3%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	18.5%	9.7%	5.1%
Active return	27.2%	4.2%	-2.6%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.22: BTI TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Clime Capital (CAM)

www.climecapital.com.au

- About: Clime Capital was incorporated and listed in February 2004, providing investors access to a long term value orientated investment portfolio.
- The company has three key financial objectives 1) preserve and protect the capital of the company; 2) achieve long-term growth of capital and dividends without taking excessive or unnecessary risks to achieve that growth; and 3) deliver investors a secure income stream in the form of fully-franked dividends.
- CAM pays quarterly dividend distributions and since FY10 CAM has consistently paid an above 4.0% fully franked cash dividend yield. CAM is currently yielding 8.7% fully franked.
- The total shareholder return for the year ending 30 Sep 2020 was -9.8%, with pre-tax net asset backing decreasing 12.4%. The active return (TSR) was -1.1%.

Fig.23: CAM overview

CAM Snapshot	
Price (30 September 2020)	$0.80
Share price range (12 months)	$0.59- $1.00
Shares on issue (Mn)	112.9
Market capitalisation ($Mn)	$90
Pre-tax asset backing*	$0.82
Post-tax asset backing*	$0.83
Premium/(Discount) to pre-tax NTA	-2.4%
Premium/(Discount) to post-tax NTA	-3.6%
Dividend yield	6.1%
Dividend per share (cents)	4.7
Franking	100%
Management expense ratio	0.83%

Top Holdings	
Altium Limited	Fortescue Metals Grp
Amcor PLC	Hansen Technologies
Apn Property Group	InvoCare Limited
Appen Limited	Jumbo Interactive
Austal Limited	Mach7 Tech Limited
BHP Group Limited	Macquarie Group Ltd
Bravura Solution Ltd	Macquarie Telecom Gp
City Chic Collective	Rpmglobal Hldgs Ltd
CSL Limited	Sonic Healthcare
Electro Optic Sys.	Westpac Banking Corp

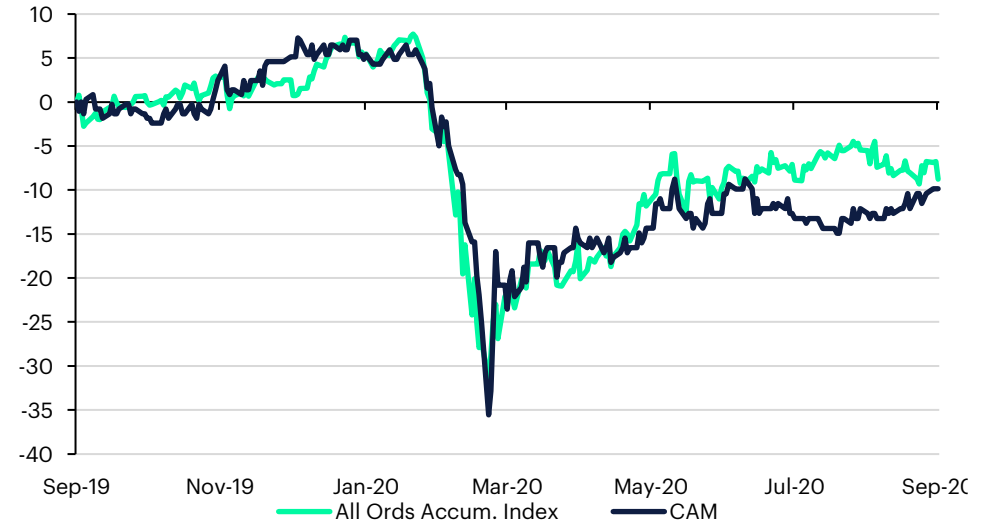
listed in alphabetical order

Total Shareholder Return	1 Year	3 Year	5 Year
CAM	-9.8%	3.8%	4.6%
Active return	-1.1%	-1.7%	-3.1%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-12.4%	3.6%	3.5%
Active return	-3.7%	-1.8%	-4.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.24: CAM TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Cadence Capital (CDM)

www.cadencecapital.com.au

- Cadence Capital is an actively managed investment company with a portfolio of Australian and international securities.
- Although it focuses on a fundamental bottom-up approach to portfolio management, it also uses technical analysis over the short term to supplement returns.
- The manager targets 20 to 40 core investments with direct international exposure. Current net exposure is 78.0%, with 22.0% in net cash holdings and tax asset.
- The total shareholder return for the year ending 30 Sep 2020 was -2.8% with pre-tax net asset backing increasing 5.2%. The active return (TSR) was 5.9%.

Fig.25: CDM overview

CDM Snapshot	
Price (30 September 2020)	$0.74
Share price range (12 months)	$0.35- $0.81
Shares on issue (Mn)	301.0
Market capitalisation ($Mn)	$223
Pre-tax asset backing*	$0.90
Post-tax asset backing*	$1.06
Premium/(Discount) to pre-tax NTA	-17.3%
Premium/(Discount) to post-tax NTA	-30.0%
Dividend yield	5.1%
Dividend per share (cents)	4.0
Franking	100%
Management expense ratio	1.00%

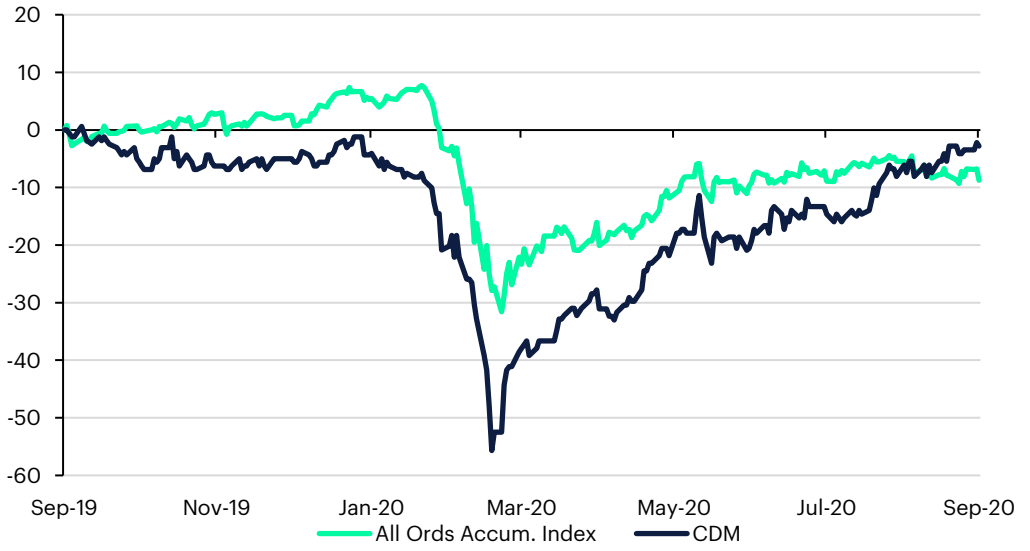
Top Holdings	
Alibaba Group Holding Lt	Money3 Corporation
Eagers Automotive	NVIDIA Corp
ARB Corporation.	Pinterest Inc
Carsales.Com Ltd.	Pointsbet Holdings
City Chic Collective	Qualcomm Inc
Costa Group Holdings	Redbubble Limited
Credit Corp Group	Reece Limited
Deepgreen Metals	Resimac Grp Ltd
Lynas Corporation	Shine Justice Ltd
Macquarie Group Ltd	Uniti Group Ltd

Total Shareholder Return	1 Year	3 Year	5 Year
CDM	-2.8%	-12.6%	-7.1%
Active return	5.9%	-18.1%	-14.8%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	5.2%	-3.6%	-1.8%
Active return	13.9%	-9.1%	-9.5%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.26: CDM TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Concentrated Leaders Fund (CLF)

www.clfund.com.au

- CLF was originally founded in 1987 as MaxiLink Limited and was managed by EquitiLink Australia. In 2000, the management of the company was transferred to Aberdeen Asset Management. In December 2017, management of the company was internalised and in January 2018, Dr David Sokulsky was appointed CEO and CIO. In July 2020, CLF externalised the management of its investment portfolio to Carrara Investment Management Pty Ltd, a company controlled by Dr David Sokulsky, who resigned as CEO and CIO of CLF but remains a director.
- CLF invests in companies within the S&P/ ASX 200 index and aims to provide investors with regular income and long-term capital growth.
- WAM Capital Limited (WAM) has made an off-market takeover bid for CLF with a consideration of 2 WAM shares for every 3.7 CLF shares. The offer has been extended until 7pm on 16 November 2020.
- The total shareholder return for the year ending 30 Sep 2020 was 6.8%, with pre-tax net asset backing increasing 8.4%. The active return (TSR) was 17.0%.

Fig.27: CLF overview

CLF Snapshot	
Price (30 September 2020)	$1.11
Share price range (12 months)	$0.77- $1.26
Shares on issue (Mn)	59.4
Market capitalisation ($Mn)	$66
Pre-tax asset backing*	$1.05
Post-tax asset backing*	$1.03
Premium/(Discount) to pre-tax NTA	5.7%
Premium/(Discount) to post-tax NTA	7.8%
Dividend yield	18.0%
Dividend per share (cents)	21.5
Franking	100%
Management expense ratio	0.75%

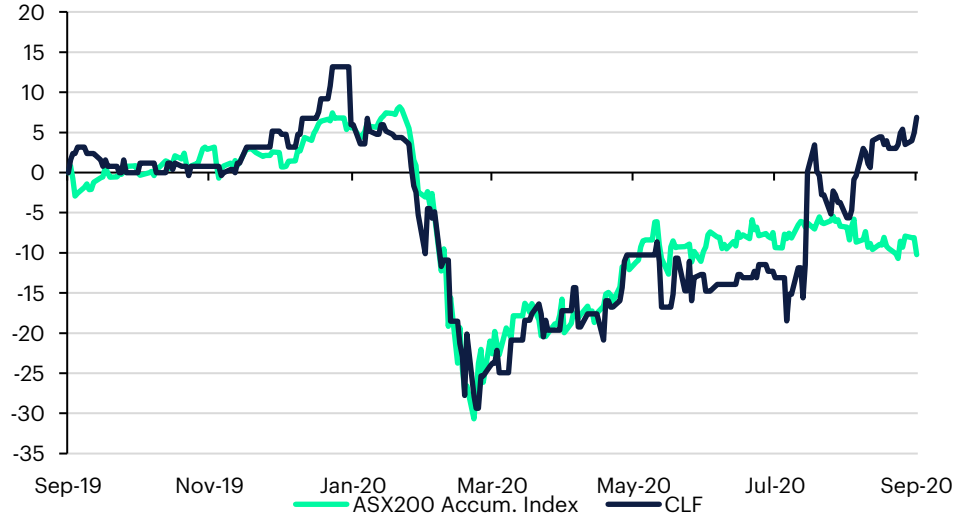
Top Holdings	%
Amcor PLC	na
ANZ Banking Grp Ltd	
BHP Group Limited	
Commonwealth Bank.	
CSL Limited	
Macquarie Group Ltd	
National Aust. Bank	
Transurban Group	
Woolworths Group Ltd	
Waypoint REIT	

Total Shareholder Return	1 Year	3 Year	5 Year
CLF	6.8%	9.4%	10.1%
Active return	17.0%	4.6%	2.8%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	8.4%	9.8%	10.6%
Active return	18.6%	5.0%	3.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.28: CLF TSR vs ASX200 Accum. Index



Source: Bloomberg, EL&C Baillieu

Contango Income Generator Limited (CIE)

www.contango.com.au

- CIE was floated in 2015. In September 2020, CIE transitioned its investment management from Contango Funds Management to a new global long-short investment strategy managed by WCM Investment Management, LLC (WCM).
- WCM is a California-based firm which specialises in the management of global and emerging markets equities, with c.A$93bn in FUM as at 30 Sep 2020.
- WAM Capital Limited (WAM) has made an off-market takeover bid for CIE with a consideration of 1 WAM shares for every 3 CIE shares. The offer is scheduled to close at 7pm on 13 November 2020.
- On 27 October 2020, CIE proposed a restructure which, subject to approvals, would allow a buyback of shares held by WAM (or, if the vote fails, an equal access buyback of shares) and a capital raise following the buyback.
- The total shareholder return for the year ending 30 Sep 2020 was -15.2%, with pre-tax net asset backing decreasing 22.9%. The active return (TSR) was -6.4%.

Fig.29: CIE overview

CIE Snapshot	
Price (30 September 2020)	$0.69
Share price range (12 months)	$0.50- $0.89
Shares on issue (Mn)	125.5
Market capitalisation ($Mn)	$87
Pre-tax asset backing*	$0.73
Post-tax asset backing*	$0.73
Premium/(Discount) to pre-tax NTA	-5.3%
Premium/(Discount) to post-tax NTA	-5.3%
Dividend yield	4.1%
Dividend per share (cents)	3.0
Franking	100%
Management expense ratio	0.95%

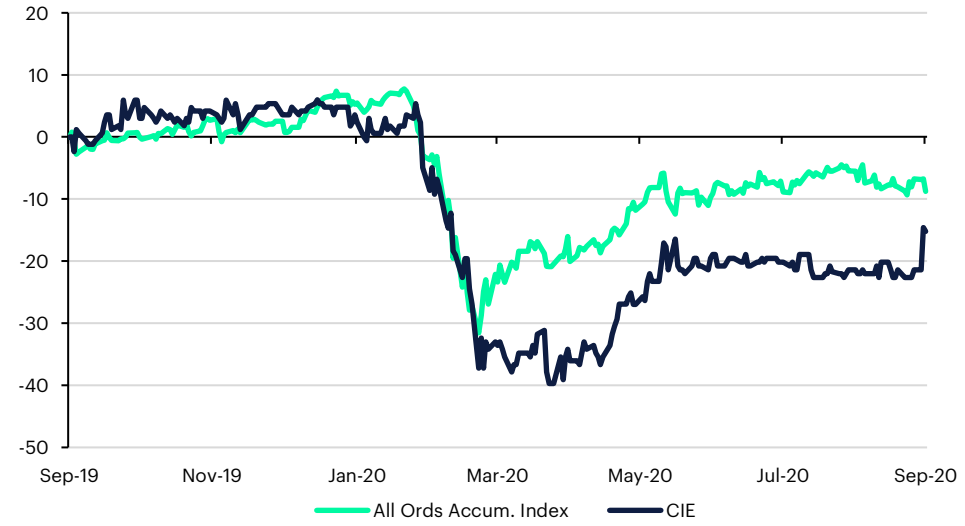
Top Holdings	%
Tabcorp Holdings Ltd	3.5%
APA Group	3.1%
Spark Infrastructure	3.1%
Coles Group	3.0%
Charter Hall Group	2.9%
AusNet Services Ltd	2.8%
ASX Limited	2.7%
REA Group	2.7%
Breville Group Ltd	2.7%
Hotel Property	2.5%

Total Shareholder Return	1 Year	3 Year	5 Year
CIE	-15.2%	-5.8%	-1.0%
Active return	-6.4%	-11.3%	-8.7%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-22.9%	-5.2%	0.2%
Active return	-14.2%	-10.6%	-7.5%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.30: CIE TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Carlton Investments (CIN)

www.carltoninvestments.com.au

- Carlton Investments' strategy is to invest in established listed blue-chip stocks that provide high levels of sustainable income through fully franked dividends.
- Investments are held for the long term and not for trading purposes.
- Carlton has a 38.7% portfolio exposure to Event Hospital & Entertainment (EVT).
- The total shareholder return for the year ending 30 Sep 2020 was -22.8%, with pre-tax net asset backing decreasing 21.0%. The active return (TSR) was -12.7%.

Fig.31: CIN overview

CIN Snapshot	
Price (30 September 2020)	$23.26
Share price range (12 months)	$18.60- $33.00
Shares on issue (Mn)	26.5
Market capitalisation ($Mn)	$616
Pre-tax asset backing*	$28.95
Post-tax asset backing*	$24.84
Premium/(Discount) to pre-tax NTA	-19.7%
Premium/(Discount) to post-tax NTA	-6.4%
Dividend yield	4.7%
Dividend per share (cents)	111.0
Franking	100%
Management expense ratio	0.09%

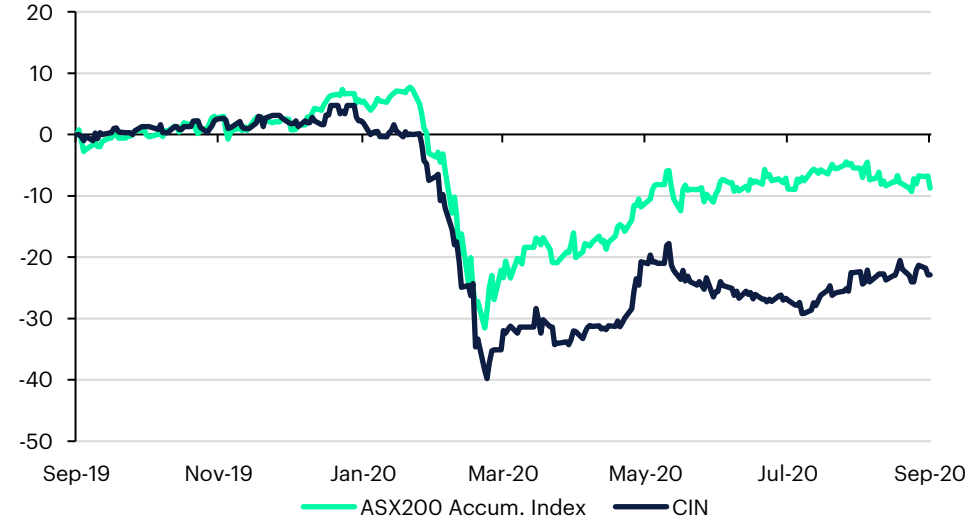
Top Holdings	%
Event Hospitality and Entertainment	38.7%
National Aust. Bank	5.1%
Commonwealth Bank.	4.8%
BHP Group Limited	4.1%
Westpac Banking Corp	3.9%
Wesfarmers Limited	3.5%
AGL Energy Limited.	2.9%
James Hardie Industries PLC	2.7%
ANZ Banking Grp Ltd	2.3%
Fortescue Metals Grp	2.0%

Total Shareholder Return	1 Year	3 Year	5 Year
CIN	-22.8%	-4.9%	-0.5%
Active return	-12.7%	-9.7%	-7.8%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-21.0%	-3.3%	0.7%
Active return	-10.9%	-8.1%	-6.6%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.32: CIN TSR vs ASX200 Accum index



Source: Bloomberg, EL&C Baillieu

Djerriwarrh Investments (DJW)

www.djerri.com.au

- Djerriwarrh Investments has been in operation since 1989 and was listed on the ASX in 1995.
- Its investment portfolio focuses on stocks with low price-earnings ratios in the ASX top 50.
- It also has a trading portfolio that is used for short-term trading purposes. DJW uses options (mainly call options) to generate additional income.
- The total shareholder return for the year ending 30 Sep 2020 was -28.0%, with pre-tax net asset backing decreasing 14.9%. The active return (TSR) was -19.3%.

Fig.33: DJW overview

DJW Snapshot	
Price (30 September 2020)	$2.42
Share price range (12 months)	$2.06- $3.72
Shares on issue (Mn)	224.8
Market capitalisation ($Mn)	$544
Pre-tax asset backing*	$2.66
Post-tax asset backing*	$2.80
Premium/(Discount) to pre-tax NTA	-9.0%
Premium/(Discount) to post-tax NTA	-13.6%
Dividend yield	5.5%
Dividend per share (cents)	14.0
Franking	100%
Management expense ratio	0.46%

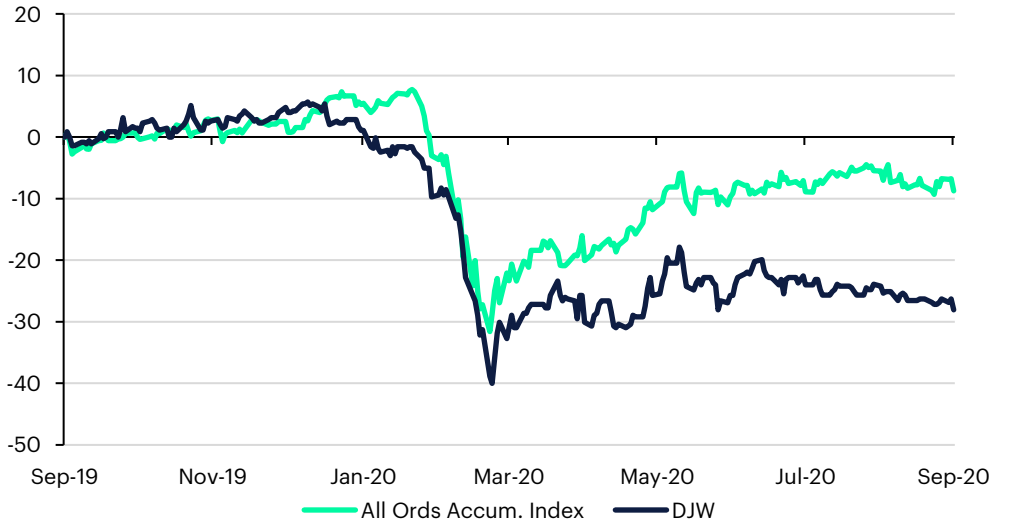
Top Holdings	%
BHP Group Limited	7.3%
CSL Limited	7.3%
Commonwealth Bank.	6.1%
Macquarie Group Ltd	5.1%
Westpac Banking Corp	4.9%
Transurban Group	4.9%
National Aust. Bank	4.1%
Woolworths Group Ltd	4.0%
ANZ Banking Grp Ltd	3.4%
Telstra Corporation.	3.3%

Total Shareholder Return	1 Year	3 Year	5 Year
DJW	-28.0%	-7.0%	-4.9%
Active return	-19.3%	-12.4%	-12.7%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-14.9%	0.2%	3.5%
Active return	-6.2%	-5.2%	-4.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.34: DJW TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Diversified United Investments (DUI)

www.dui.com.au

- Diversified United Investments was founded in 1991 by Australia United Investments, Barclay Investments (a Myer family investment company), the late Sir Ian Potter and The Ian Potter Foundation.
- It invests predominantly in Australian equities, however it also invests in global ETFs, property trusts and fixed income securities.
- DUI has a target range for international equities of 10-20% (primarily through global ETF's). June international exposure was 19.3% of the portfolio.
- The total shareholder return for the year ending 30 Sep 2020 was -7.4%, with pre-tax net asset backing decreasing 7.5%. The active return (TSR) was 1.3%.

Fig.35: DUI overview

DUI Snapshot	
Price (30 September 2020)	$4.19
Share price range (12 months)	$3.35- $5.26
Shares on issue (Mn)	212.5
Market capitalisation ($Mn)	$890
Pre-tax asset backing*	$4.34
Post-tax asset backing*	$3.70
Premium/(Discount) to pre-tax NTA	-3.5%
Premium/(Discount) to post-tax NTA	13.2%
Dividend yield	3.7%
Dividend per share (cents)	15.5
Franking	100%
Management expense ratio	0.13%

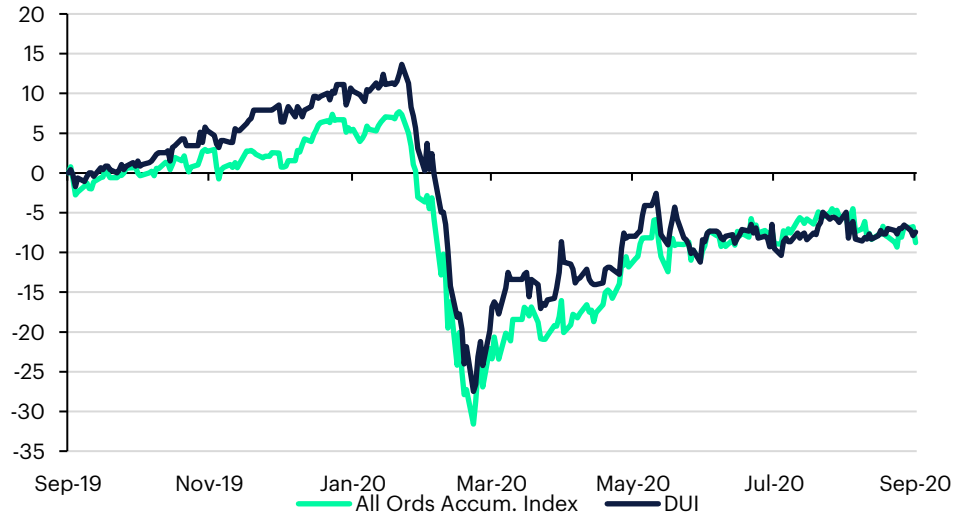
Top Holdings	%
CSL Limited	16.3%
Transurban Group	7.8%
Commonwealth Bank.	6.4%
BHP Group Limited	4.8%
RIO Tinto Limited	4.4%
ANZ Banking Grp Ltd	3.5%
Westpac Banking Corp	3.0%
Atlas Arteria	3.0%
SYD Airport	2.6%
Soul Pattinson (W.H)	2.4%

Total Shareholder Return	1 Year	3 Year	5 Year
DUI	-7.4%	6.8%	9.0%
Active return	1.3%	1.3%	1.3%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-7.5%	6.7%	8.8%
Active return	1.3%	1.3%	1.1%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.36: DUI TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Ellerston Asian Investment Limited (EAI)

www.ellerstoncapital.com

- Incorporated in August 2015, EAI is managed by Ellerston Capital, a specialist funds manager founded in 2004 with over $5.0 billion in funds under management.
- EAI will provide investors with exposure to a portfolio of high growth equity securities in the Asian region. EAI will invest in the 10 core countries that constitute the MSCI AC Asia Ex Japan Index.
- Key underlying regional exposure for EAI is China/Hong Kong (52.0%) and South Korea (13.1%) with Information Technology (24.4%) and Financials (22.6%) top sector exposures.
- Total shareholder return for the year ending 30 Sep 2020 was 19.4%, with pre-tax net asset backing increasing 13.1%. The active return (TSR) was 8.3%.

Fig.37: EAI overview

EAI Snapshot	
Price (30 September 2020)	$1.07
Share price range (12 months)	$0.83- $1.16
Shares on issue (Mn)	132.4
Market capitalisation ($Mn)	$142
Pre-tax asset backing*	$1.21
Post-tax asset backing*	$1.18
Premium/(Discount) to pre-tax NTA	-11.7%
Premium/(Discount) to post-tax NTA	-9.3%
Dividend yield	3.4%
Dividend per share (cents)	4.0
Franking	100%
Management expense ratio	0.75%

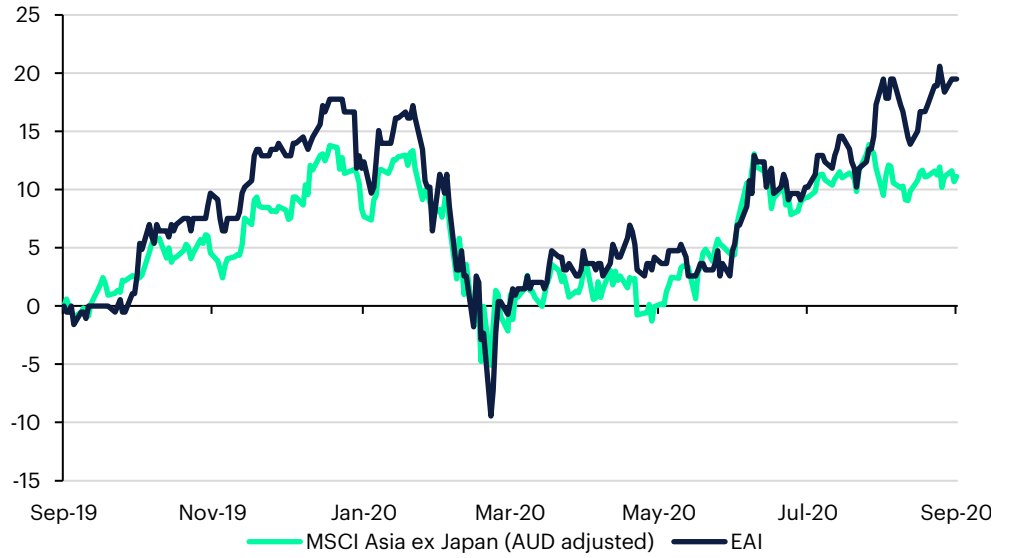
Top Holdings	%
Alibaba Group Holding Ltd.	13.3%
TSMC	9.3%
Samsung Electronics	9.1%
Tencent Holdings Ltd	8.0%
Hong Kong Exchanges & Clearing Ltd	5.2%
Ping An Insurance	4.9%
DBS Group Holdings Ltd	3.0%
Hindustan Unilever Limited	2.7%
China Merchants Bank Co. Ltd.	2.7%
Reliance Industries Limited	2.1%

Total Shareholder Return	1 Year	3 Year	5 Year
EAI	19.4%	5.9%	3.0%
Active return	8.3%	-2.4%	-7.4%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	13.1%	6.0%	5.9%
Active return	2.0%	-2.3%	-4.5%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.38: EAI TSR vs MSCI Asia ex Japan (AUD adj.)



Source: Bloomberg, EL&C Baillieu

ECP Emerging Growth Limited (ECP)

www.ecpam.com/emerging/

- ECP Emerging Growth Limited (ECP) formerly known as Barrack St Investments (BST) was listed on the ASX in August 2014.
- BST invests in companies outside of the S&P/ASX 50 Index, providing investors access to a high conviction, small/micro-cap bias portfolio.
- The portfolio is constructed using a research driven, bottom-up investment philosophy.
- Total shareholder return for the year ending 30 Sep 2020 was 24.9%, with pre-tax net asset backing increasing 22.9%. The active return (TSR) was 33.6%.

Fig.39: ECP overview

ECP Snapshot	
Price (30 September 2020)	$1.21
Share price range (12 months)	$0.71- $1.38
Shares on issue (Mn)	18.3
Market capitalisation ($Mn)	$22
Pre-tax asset backing*	$1.60
Post-tax asset backing*	$1.50
Premium/(Discount) to pre-tax NTA	-24.5%
Premium/(Discount) to post-tax NTA	-19.1%
Dividend yield	3.0%
Dividend per share (cents)	4.0
Franking	100%
Management expense ratio	1.00%

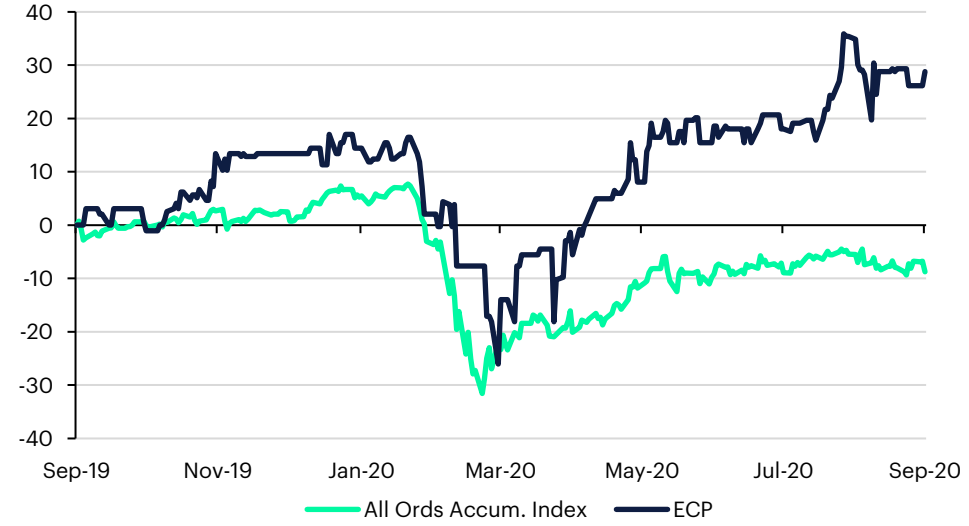
Top Holdings	%
HUB24 Ltd	7.2%
Altium Limited	5.4%
ResMed Inc.	5.1%
Corp Travel Limited	5.0%
Magellan Financial Group Limited	4.9%

Total Shareholder Return	1 Year	3 Year	5 Year
ECP	24.9%	14.3%	10.6%
Active return	33.6%	8.9%	2.8%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	22.9%	18.8%	11.7%
Active return	31.7%	13.4%	3.9%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.40: ECP TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Forager Australian Shares Fund (FOR)

www.foragerfunds.com

- The Forager Australian Shares Fund was initially incorporated in October 2009 as an unlisted unit trust before being converted to a closed end vehicle in December 2016.
- FOR utilises a fundamental bottom up investment approach, focusing on business which the assessed intrinsic value of the underlying business is substantially higher than the security price. FOR holds a relatively small number of securities, generally between 15 and 25.
- FOR can hold up to 10% of its portfolio in unlisted securities.
- Total shareholder return for the year ending 30 Sep 2020 was -2.4%, with pre-tax net asset backing decreasing 7.1%. The active return (TSR) was 0.9%.

Fig.41: FOR overview

FOR Snapshot	
Price (30 September 2020)	$1.16
Share price range (12 months)	$0.55- $1.33
Shares on issue (Mn)	112.9
Market capitalisation ($Mn)	$131
Pre-tax asset backing*	$1.30
Post-tax asset backing*	n.a
Premium/(Discount) to pre-tax NTA	-10.8%
Premium/(Discount) to post-tax NTA	n.a
Dividend yield	0.6%
Dividend per share (cents)	0.8
Franking	0%
Management expense ratio	1.00%

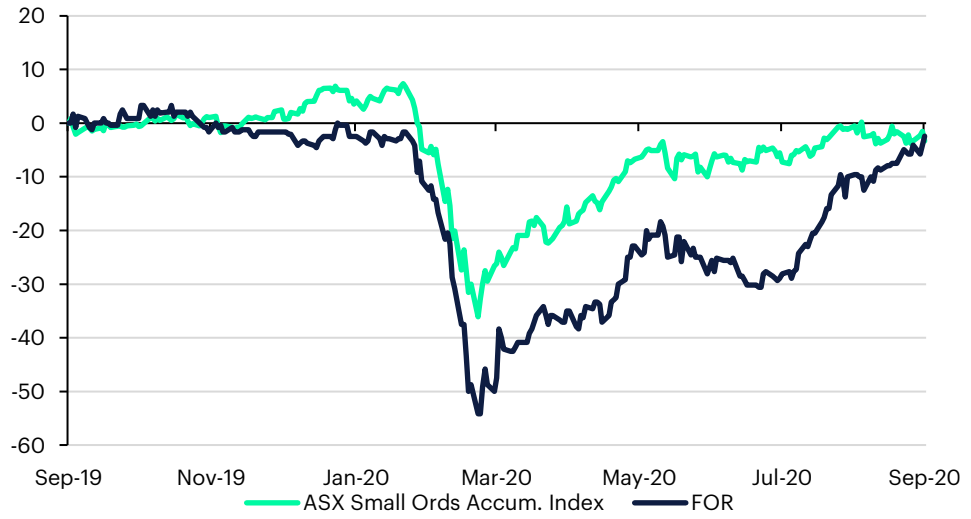
Top Holding	
Rpmglobal Hldgs Ltd	8.2%
Thorn Group Limited	7.7%
Mainstream Group	6.2%
AMA Group Limited	5.6%
Nzme Limited	5.1%

Total Shareholder Return	1 Year	3 Year	5 Year
FOR	-2.4%	-13.1%	na
Active return	0.9%	-19.6%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-7.1%	-5.2%	na
Active return	-3.8%	-11.7%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.42: FOR TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Future Generation Global (FGG)

www.futuregeninvest.com.au/global

- Future Generation Global is a philanthropic internationally focused listed investment company that listed in December 2015. All management and performance fees have been waived in preference of an annual charitable donation of 1% of NTA.
- The company provides investors the opportunity to gain access to a leading group of global fund managers by allocating capital to the managers.
- The underlying investment strategy allocation is Long Equities (63.6%), Absolute Bias (28.6%) and Cash (7.8%).
- Total shareholder return for the year ending 30 Sep 2020 was 1.9%, with pre-tax net asset backing increasing 11.4%. The active return (TSR) was -2.5%.

Fig.43: FGG overview

FGG Snapshot	
Price (30 September 2020)	$1.31
Share price range (12 months)	$1.00- $1.39
Shares on issue (Mn)	392.9
Market capitalisation ($Mn)	$515
Pre-tax asset backing*	$1.56
Post-tax asset backing*	$1.46
Premium/(Discount) to pre-tax NTA	-16.3%
Premium/(Discount) to post-tax NTA	-10.4%
Dividend yield	1.5%
Dividend per share (cents)	2.0
Franking	100%
Management expense ratio	0.00%

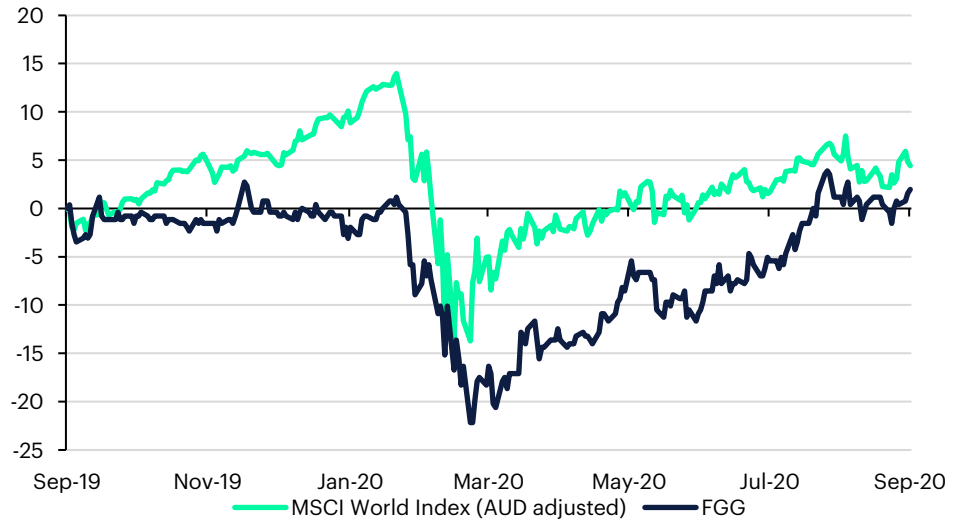
Top Holdings	%
Magellan Asset Management	12.1%
Caledonia	11.4%
Cooper Investors	11.0%
Marsico Capital Management	9.6%
Antipodes Partners	8.9%
Nikko Asset Management Australia	8.7%
Munro Partners	6.5%
VGI Partners	5.8%
Ellerston Capital	5.2%
Morphic Asset Management	4.4%

Total Shareholder Return	1 Year	3 Year	5 Year
FGG	1.9%	7.0%	4.5%
Active return	-2.5%	-4.6%	-6.1%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	11.4%	11.0%	8.7%
Active return	7.0%	-0.6%	-1.8%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.44: FGG TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

Future Generation Investment Fund (FGX)

www.futuregeninvest.com.au

- Future Generation Investment Fund is a small/mid-cap LIC that is managed by a number of prominent investment managers who have waived their usual management and performance fees so that funds can be donated to nominated charities.
- Investment objectives: 1) Provide a stream of fully franked dividends; 2) achieve capital growth and; 3) preserve shareholder capital.
- The underlying investment strategy allocation is Long Equities (43.1%), Absolute Bias (37.6%), Market Neutral (8.2%), and cash (11.1%).
- Total shareholder return for the year ending 30 Sep 2020 was 3.1%, with pre-tax net asset backing increasing 1.2%. The active return (TSR) was 11.9%.

Fig.45: FGX overview

FGX Snapshot	
Price (30 September 2020)	$1.12
Share price range (12 months)	$0.79- $1.21
Shares on issue (Mn)	399.4
Market capitalisation ($Mn)	$447
Pre-tax asset backing*	$1.23
Post-tax asset backing*	$1.21
Premium/(Discount) to pre-tax NTA	-9.2%
Premium/(Discount) to post-tax NTA	-7.7%
Dividend yield	4.5%
Dividend per share (cents)	5.2
Franking	100%
Management expense ratio	0.00%

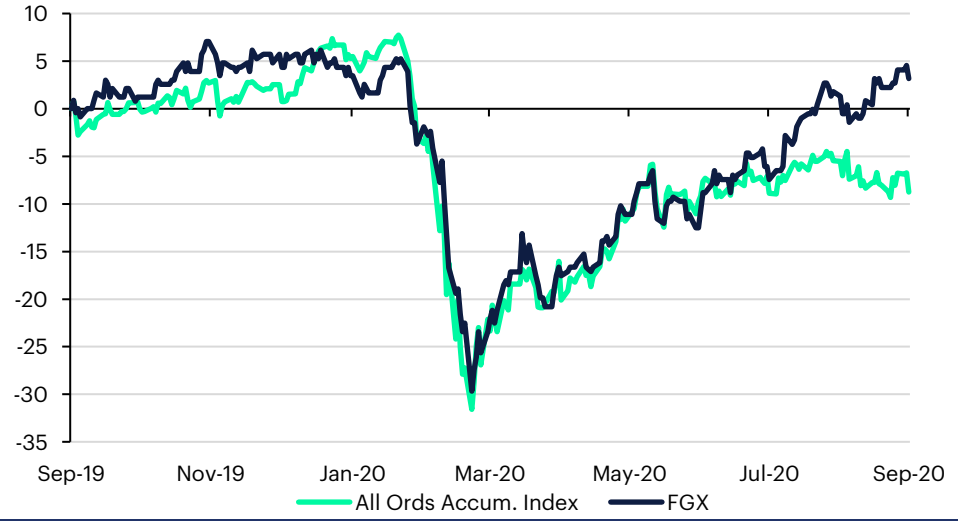
Top Holdings	%
Bennelong Australian Equities Partners	13.4%
Regal Funds Management	10.9%
Paradice Investment Management	10.7%
Eley Griffiths Group	7.3%
Wilson Asset Management	6.1%
Cooper Investors	5.2%
L1 Capital	4.9%
Bennelong Long Short Equity Management	4.7%
Sandon Capital	4.7%
Firetrail Investments	4.4%

Total Shareholder Return	1 Year	3 Year	5 Year
FGX	3.1%	4.4%	4.7%
Active return	11.9%	-1.1%	-3.0%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	1.2%	5.8%	5.7%
Active return	9.9%	0.4%	-2.0%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.46: FGX TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Glennon Small Companies Limited (GC1)

www.glennon.com.au

- Listed in August 2015, GC1 invests in a small and micro-cap segment of the market. The underlying portfolio will hold between 20-60 securities, predominately found outside the S&P/ASX100.
- The investment strategy of the manager is to focus on companies that operate in industries with high barriers to entry, have superior management and are viewed to be undervalued.
- GC1 adopts a long only investment style and does not use leverage; the portfolio may include securities from companies that are expected to list within 12 months.
- The total shareholder return for the year ending 30 Sep 2020 was -11.9%, with pre-tax net asset backing decreasing 4.2%. The active return (TSR) was -8.6%.

Fig.47: GC1 overview

GC1 Snapshot	
Price (30 September 2020)	$0.72
Share price range (12 months)	$0.49- $0.89
Shares on issue (Mn)	45.3
Market capitalisation ($Mn)	$33
Pre-tax asset backing*	$0.88
Post-tax asset backing*	$0.87
Premium/(Discount) to pre-tax NTA	-18.2%
Premium/(Discount) to post-tax NTA	-17.2%
Dividend yield	4.0%
Dividend per share (cents)	3.0
Franking	33%
Management expense ratio	1.00%

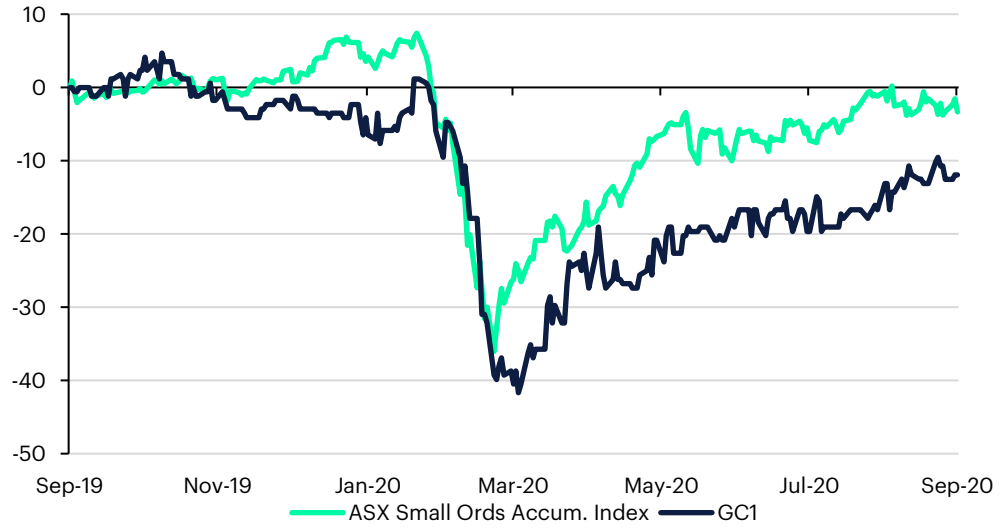
Top Holding	%
HUB24 Ltd	na
Netwealth Group	
Nextdc Limited	
Opticomm Ltd	
Service Stream	

Total Shareholder Return	1 Year	3 Year	5 Year
GC1	-11.9%	-2.7%	-2.7%
Active return	-8.6%	-9.3%	-12.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-4.2%	-1.1%	1.0%
Active return	-0.9%	-7.6%	-9.0%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.48: GC1 TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Global Value Fund (GVF)

www.globalvaluefund.com.au

- Global Value Fund invests in a global portfolio of closed-end funds purchased at a discount to its underlying asset value, giving investors an alternate source of Market outperformance compared to more common stock selection strategies.
- GVF implements an extensive risk management profile, including investing in a range of underlying asset classes (i.e. Fixed Interest, Private Equity).
- GVF is exposed to a range of underlying currencies including USD (38%), AUD (33%) and EUR (20%).
- The total shareholder return for the year ending 30 Sep 2020 was 5.1%, with pre-tax net asset backing increasing 2.0%. The active return (TSR) was 0.6%.

Fig.49: GVF overview

GVF Snapshot	
Price (30 September 2020)	$1.01
Share price range (12 months)	$0.86- $1.12
Shares on issue (Mn)	147.8
Market capitalisation ($Mn)	$149
Pre-tax asset backing*	$1.04
Post-tax asset backing*	$1.02
Premium/(Discount) to pre-tax NTA	-2.6%
Premium/(Discount) to post-tax NTA	-0.6%
Dividend yield	5.6%
Dividend per share (cents)	5.8
Franking	100%
Management expense ratio	1.50%

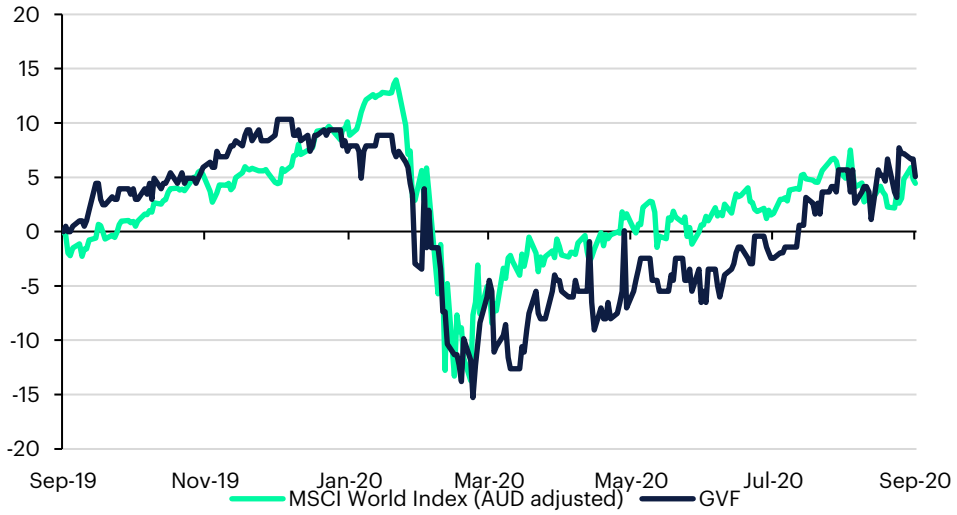
Top Holdings	%
Ellerston Global Investments	9.0%
Highbridge Tactical Credit Fund	7.1%
Third Point Investors	6.1%
Blue Sky Alternative Access Fund	5.8%
US Masters Resi 7.75% Bond 24/12/2021	5.2%
UNDERLYING ASSET CLASS	
Listed Equity	39%
Listed Debt Instruments	21%
Listed Hedge Funds	18%
Listed Private Equity	10%

Total Shareholder Return	1 Year	3 Year	5 Year
GVF	5.1%	2.3%	5.9%
Active return	0.6%	-9.3%	-4.7%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	2.0%	4.6%	3.5%
Active return	-2.4%	-7.0%	-7.1%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.50: GVF TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

Hearts and Minds (HM1)

www.heartsandmindsinvestments.com.au

- HM1 is a recently incorporated LIC (Nov-18), following a $500m raise. HM1 has a combined objective of providing a concentrated portfolio of the highest conviction ideas whilst also supporting Australian medical research institutes.
- HM1 holds a concentrated portfolio of long positions (approximately 25-35 Australian and international listed securities).
- 40% of the portfolio is allocated to the annual recommendations (both domestic and international) of the fund managers who present at the annual Sohn Hearts and Minds Investment Leaders Conference. The remaining 60% of the portfolio will be based on the highest conviction quarterly recommendations of five leading fund managers.
- The six core managers include Caledonia, Cooper Investments, Magellan Asset Management, Paradice Investment Management, Regal Funds Management and TDM Growth Partners.
- The total shareholder return for the year ending 30 Sep 2020 was 24.6%, with pre-tax net asset backing increasing 31.2%. The active return (TSR) was 20.1%.

Fig.51: HM1 overview

HM1 Snapshot	
Price (30 September 2020)	$3.63
Share price range (12 months)	$1.87- $4.12
Shares on issue (Mn)	225.0
Market capitalisation ($Mn)	$817
Pre-tax asset backing*	$3.82
Post-tax asset backing*	$3.63
Premium/(Discount) to pre-tax NTA	-5.0%
Premium/(Discount) to post-tax NTA	0.0%
Dividend yield	0.0%
Dividend per share (cents)	0.0
Franking	n.a
Management expense ratio	0.00%

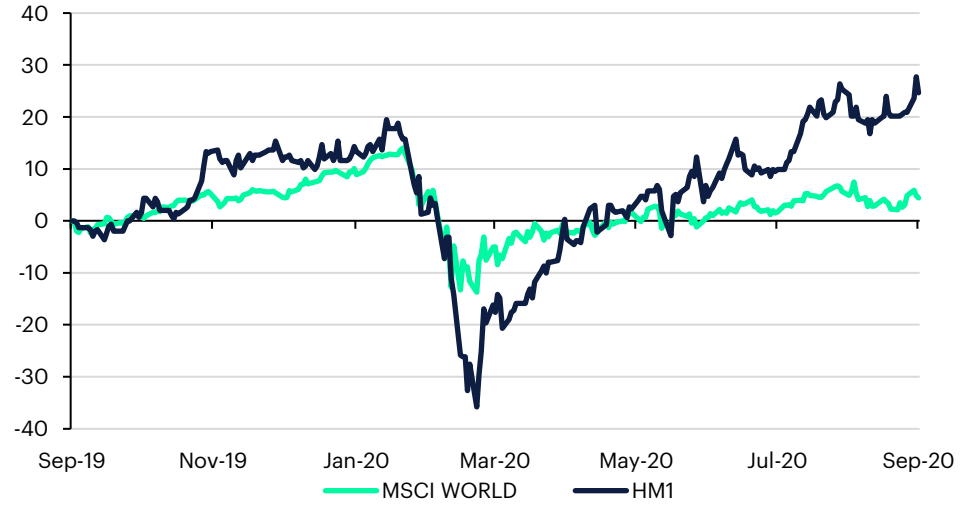
Top Holdings	%
Business domicile	
United States	52%
Australia	40%
China	4%
Hong Kong	3%
Top Sector Allocation	
Communications	38%
Cash	17%
Technology	14%
Materials	12%
Consumer Discretionary	7%

Total Shareholder Return	1 Year	3 Year	5 Year
HM1	24.6%	na	na
Active return	20.1%	n.a	n.a

NTA Performance	1 Year*	3 Year	5 Year
NTA growth	31.2%	na	na
Active return	26.7%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.52: HM1 TSR vs MSCI World Index (AUD adj)



Source: Bloomberg, EL&C Baillieu

Lowell Resources Fund (LRT)

www.lrfm.com.au

- LRT listed on the ASX in March 2018. The fund offers exposures to the junior resources sector in minerals and energy globally through investments in listed and unlisted companies.
- LRT completed a 10 for 1 unit split in April 2020, resulting in the unit price of LRT trading "in line with most of the LICs and LITs traded on the ASX", and it "reflects the share price of many of the junior resource companies in which the Fund invests".
- The manager employs a top-down investment strategy in conjunction with a bottom-up stock selection process to achieve performance.
- The total shareholder return for the year ending 30 Sep 2020 was 144.9%, the best in our coverage universe for the 12 months, with pre-tax net asset backing increasing 113.1%. The active return (TSR) was 142.5%.

Fig.53: LRT overview

LRT Snapshot	
Price (30 September 2020)	$1.20
Share price range (12 months)	$0.45- $1.35
Shares on issue (Mn)	28.0
Market capitalisation ($Mn)	$34
Pre-tax asset backing*	$1.40
Post-tax asset backing*	n.a
Premium/(Discount) to pre-tax NTA	-14.3%
Premium/(Discount) to post-tax NTA	n.a
Dividend yield	1.8%
Dividend per share (cents)	2.4
Franking	0%
Management expense ratio	2.16%

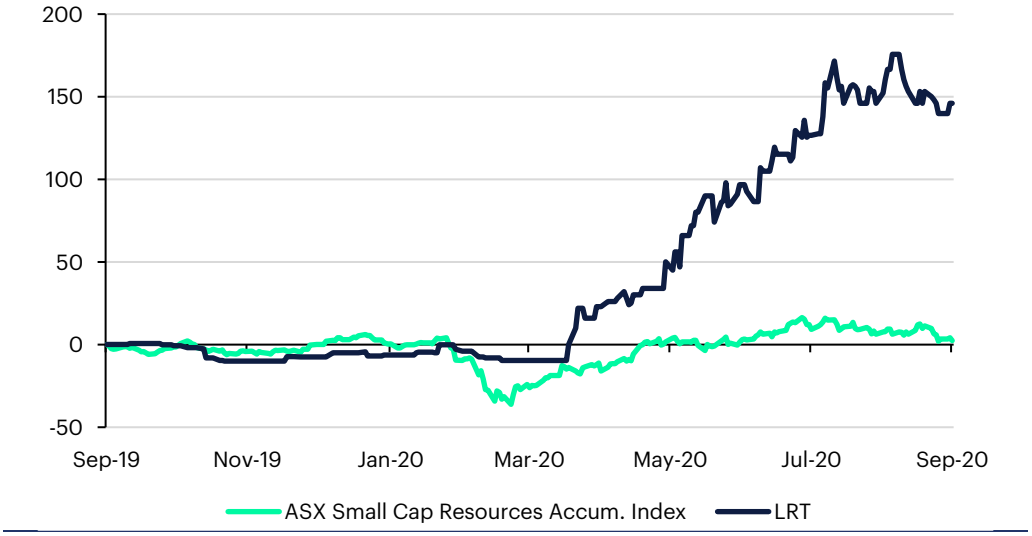
Top Holdings	%
De Grey Mining	7.9%
Musgrave Minerals	7.9%
Genesis Minerals	7.5%
Predictive Discovery	6.2%
Liontown Resources	4.8%
Centaurus Metals	4.1%
Pacifico Minerals	2.9%
Saturn Metals	2.6%
Karoon Energy	2.5%

Total Shareholder Return	1 Year	3 Year	5 Year
LRT	144.9%	na	na
Active return	142.5%	n.a	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	113.1%	na	na
Active return	110.7%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.54: LRT TSR vs ASX Small Resources Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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L1 Long Short Fund (LSF)

www.l1longshort.com

- LSF listed in April-18 following a $1.3bn raising. LSF has dual investment objectives to: 1) seek to deliver strong, positive, risk-adjusted returns over the long term (being a period of more than five years); and 2) preserve capital.
- LSF utilises a fundamental, bottom-up research process to seek and identify mispriced securities with the potential to provide attractive risk adjusted returns. The manager may take short positions in companies it considers to be overvalued, or of low quality and/or over-geared.
- The total shareholder return for the year ending 30 Sep 2020 was -7.7%, with pre-tax net asset backing increasing 2.1%. The active return (TSR) was 2.5%.

Fig.55: LSF overview

LSF Snapshot	
Price (30 September 2020)	$1.44
Share price range (12 months)	$0.70- $1.68
Shares on issue (Mn)	629.3
Market capitalisation ($Mn)	$906
Pre-tax asset backing*	$1.78
Post-tax asset backing*	$1.87
Premium/(Discount) to pre-tax NTA	-18.9%
Premium/(Discount) to post-tax NTA	-22.8%
Dividend yield	0.0%
Dividend per share (cents)	0.0
Franking	n.a
Management expense ratio	1.25%

Key performance contributors
Bed Bath & Beyond
Oil Search
Peet Limited
Teck Resources
Unibail Rodamco Westfield

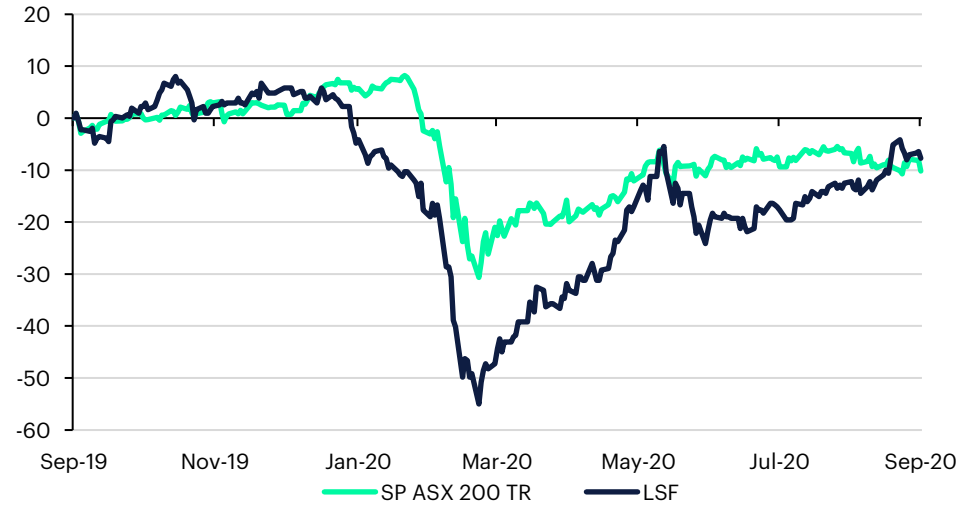
**Alphabetical*

Total Shareholder Return	1 Year	3 Year	5 Year
LSF	-7.7%	na	na
Active return	2.5%	n.a	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	2.1%	na	na
Active return	12.3%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.56: LSF TSR vs ASX 200 Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Lion Selection Group (LSX)

www.lsg.com.au

- LSX Lion Selection (LSX) is a specialist mining LIC with a focus on early stage mining projects. LSX was established and listed on the ASX in 1997.
- LSX gives investors exposure to the high risk, high growth stage of mining investment. It focuses on early stage gold and base metals activities. LSX also provides early stage funding to assist companies along the development curve.
- The total shareholder return for the year ending 30 Sep 2020 was 19.0%, with pre-tax net asset backing increasing 35.5%. The active return (TSR) was 16.6%.

Fig.57: LSX overview

LSX Snapshot	
Price (30 September 2020)	$0.50
Share price range (12 months)	$0.33- $0.56
Shares on issue (Mn)	150.1
Market capitalisation ($Mn)	$75
Pre-tax asset backing*	$0.64
Post-tax asset backing*	n.a
Premium/(Discount) to pre-tax NTA	-21.5%
Premium/(Discount) to post-tax NTA	n.a
Dividend yield	0.0%
Dividend per share (cents)	0.0
Franking	n.a
Management expense ratio	1.50%

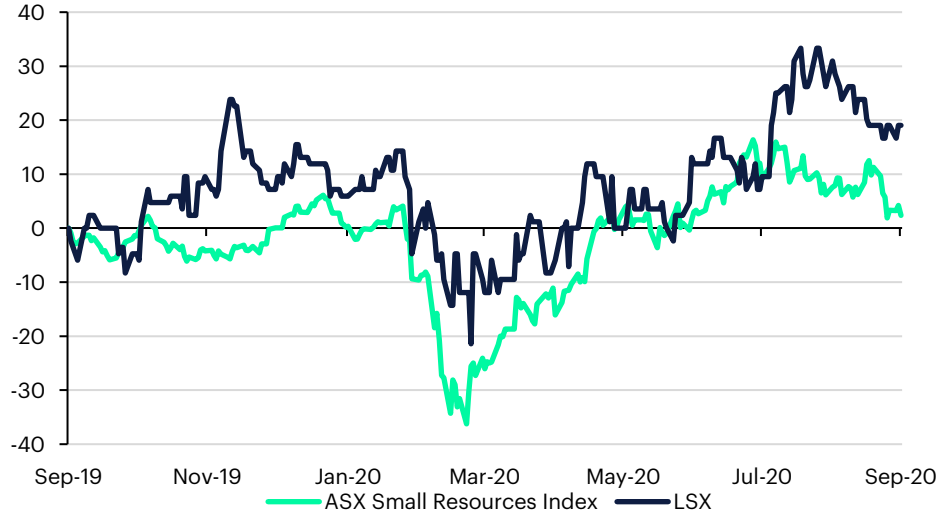
Top Holdings	%
Pani Joint Venture (33.3% Interest)	63.5%
Nusantara Resources	16.2%
Erdene Resources	5.5%
Sihayo Gold	1.9%
Celamin Holdings	1.3%
Other	0.6%
Net Cash	11.0%

Total Shareholder Return	1 Year	3 Year	5 Year
LSX	19.0%	10.1%	22.0%
Active return	16.6%	4.3%	4.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	35.5%	21.0%	17.9%
Active return	33.2%	15.2%	0.5%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.58: LSX TSR vs ASX Small Resources Index



Source: Bloomberg, EL&C Baillieu

Monash Absolute Investment (MA1)

www.monashinvestors.com

- Monash Absolute Investment (MA1) was incorporated in April 2016 and is managed by Monash Investors.
- MA1 seeks to achieve a targeted positive return over a full investment cycle (5 to 7 years) as well as avoiding negative returns each financial year.
- MA1 will provide investors access to a portfolio (small cap bias) comprised of long and short positions. MA1 employs an investment approach which is high conviction, benchmark unaware, security size agnostic and investment style agnostic.
- MA1 is proposing a change from a LIC to an Exchange Traded Managed Fund (ETMF) structure in order to address MA1's share price trading at a discount to NTA.
- The total shareholder return for the year ending 30 Sep 2020 was 15.6%, with pre-tax net asset backing increasing 6.7%. The active return (TSR) was 24.3%.

Fig.59: MA1 overview

MA1 Snapshot	
Price (30 September 2020)	$1.10
Share price range (12 months)	$0.68- $1.19
Shares on issue (Mn)	44.9
Market capitalisation ($Mn)	$49
Pre-tax asset backing*	$1.24
Post-tax asset backing*	$1.18
Premium/(Discount) to pre-tax NTA	-11.1%
Premium/(Discount) to post-tax NTA	-6.5%
Dividend yield	0.9%
Dividend per share (cents)	1.0
Franking	100%
Management expense ratio	1.50%

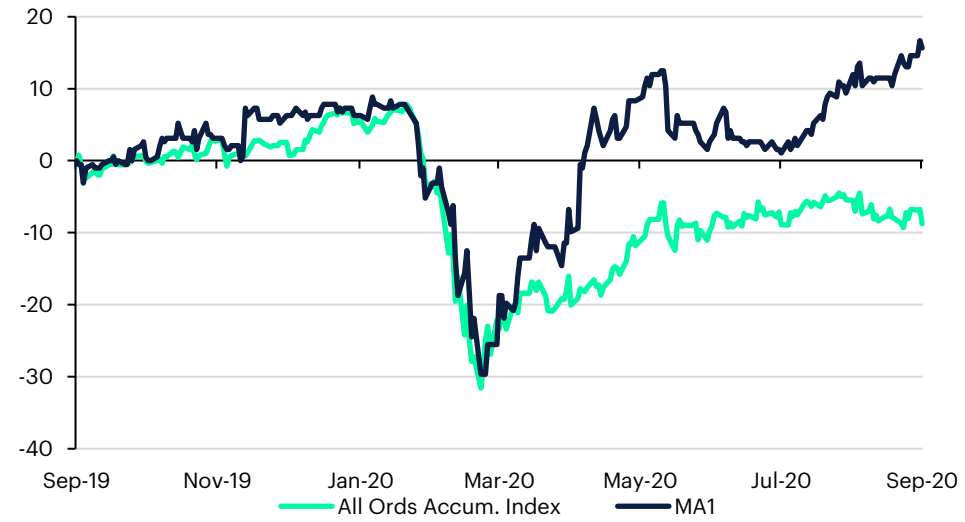
Top Holdings	%
	na

Total Shareholder Return	1 Year	3 Year	5 Year
MA1	15.6%	12.8%	na
Active return	24.3%	7.3%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	6.7%	11.8%	na
Active return	15.4%	6.3%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.60: MA1 TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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MFF Capital Investments (MFF)

www.magellangroup.com.au/mff/

- The MFF Capital Investments was listed on the ASX in December 2006.
- The fund is focused on North American companies; with the majority of its portfolio consisting of US domiciled corporations that are leaders in emerging markets as well as developed markets.
- MFF has been one of the top performing international LICs from our coverage universe over 3 and 5 years.
- The total shareholder return for the year ending 30 Sep 2020 was -13.1%, with pre-tax net asset backing decreasing 6.5%. The active return (TSR) was -17.5%.

Fig.61: MFF overview

MFF Snapshot	
Price (30 September 2020)	$2.57
Share price range (12 months)	$2.22- $3.72
Shares on issue (Mn)	558.6
Market capitalisation ($Mn)	$1,436
Pre-tax asset backing*	$2.82
Post-tax asset backing*	$2.48
Premium/(Discount) to pre-tax NTA	-8.9%
Premium/(Discount) to post-tax NTA	3.5%
Dividend yield	9.9%
Dividend per share (cents)	25.3
Franking	100%
Management expense ratio	1.25%

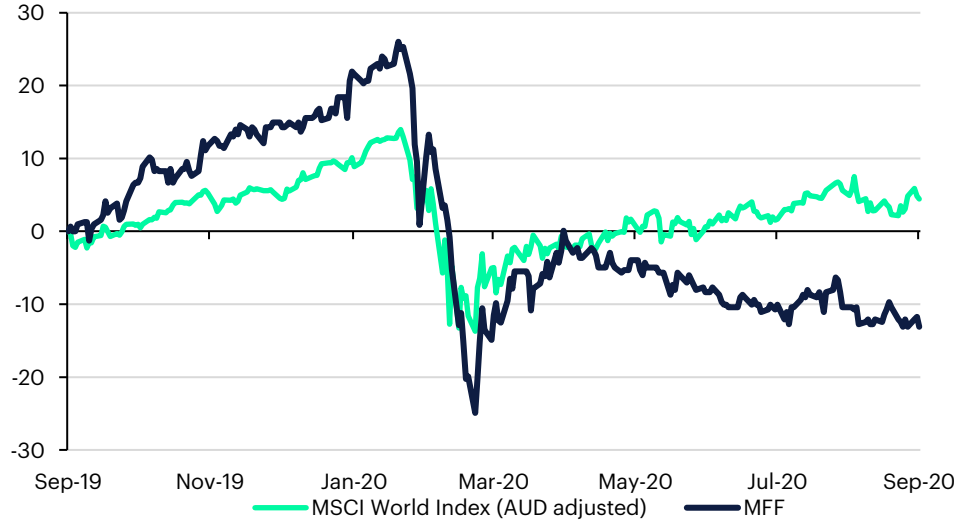
Top Holdings	%
Visa	18.1%
MasterCard	17.3%
Home Depot	9.6%
CVS Health	3.2%
Facebook	2.6%
Berkshire Hathaway Class B	2.5%
Microsoft	2.1%
CK Hutchison	1.6%
Flutter Entertainment	1.5%
Berkshire Hathaway Class A	1.4%
0	

Total Shareholder Return	1 Year	3 Year	5 Year
MFF	-13.1%	13.8%	9.0%
Active return	-17.5%	2.2%	-1.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-6.5%	11.6%	10.3%
Active return	-10.9%	0.0%	-0.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.62: MFF TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

Magellan Global Trust (MGG)

www.magellangroup.com.au

- Magellan Global Trust was listed in October 2017 following a $1.5bn raise. The investment strategy mirrors the core investment principles of Magellan Financial Group's (MFG) global equities strategy. MFG, as at 30 September, managed more than $102bn.
- MGG seeks to achieve attractive risk-adjusted returns over the medium to long term, whilst reducing risk of permanent capital loss.
- Top regional and sector exposures by source of revenue include the US (40%), China (18%), Emerging Markets-ex China (12%) and Western Europe (12%).
- MGG has announced a proposed restructure to combine Magellan Global Equity Fund (ASX:MGE) and MGG with the Magellan Global Fund (unlisted) into a single flagship trust with open class units and closed classed units.
- The total shareholder return for the year ending 30 Sep 2020 was 2.8%, with pre-tax net asset backing increasing 5.1%. The active return (TSR) was -1.6%.

Fig.63: MGG overview

MGG Snapshot	
Price (30 September 2020)	$1.80
Share price range (12 months)	$1.31- $2.15
Shares on issue (Mn)	1244.0
Market capitalisation ($Mn)	$2,239
Pre-tax asset backing*	$1.88
Post-tax asset backing*	n.a
Premium/(Discount) to pre-tax NTA	-4.2%
Premium/(Discount) to post-tax NTA	n.a
Dividend yield	3.6%
Dividend per share (cents)	6.7
Franking	0%
Management expense ratio	1.35%

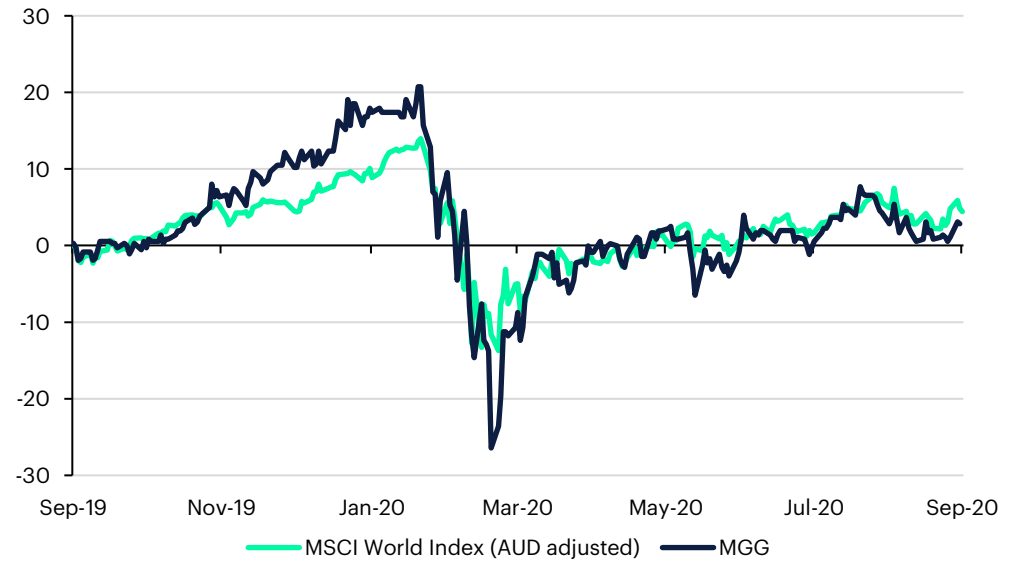
Top Holdings	
Alibaba Group Holding Ltd	8.3%
Microsoft Corporation	6.9%
Tencent Holdings Ltd	6.4%
Alphabet Inc	5.8%
Facebook Inc - Class A Shares	5.5%
Starbucks Corporation	4.7%
Reckitt Benckiser Group	4.6%
Novartis AG	3.9%
Xcel Energy Inc	3.7%
Crown Castle International	3.7%

Total Shareholder Return	1 Year	3 Year	5 Year
MGG	2.8%	10.0%	na
Active return	-1.6%	-1.5%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	5.1%	na	na
Active return	0.7%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.64: MGG TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

Mirrabooka Investments (MIR)

www.mirra.com.au

- Mirrabooka Investments' objective is to provide medium to long-term gains by investing in small/mid-sized companies in Australia and New Zealand. It was established in 1999 and listed in 2001.
- Mirrabooka provides investors with an opportunity to focus on investing outside blue chip companies.
- Key sector exposures include Industrials (22.8%), Information Technology (17.0%) and Consumer Discretionary (13.3%)

The total shareholder return for the year ending 30 Sep 2020 was 12.2%, with pre-tax net asset backing increasing 16.8%. The active return (TSR) was 9.9%.

Fig.65: MIR overview

MIR Snapshot	
Price (30 September 2020)	$2.70
Share price range (12 months)	$1.72- $2.98
Shares on issue (Mn)	162.3
Market capitalisation ($Mn)	$438
Pre-tax asset backing*	$2.73
Post-tax asset backing*	$2.38
Premium/(Discount) to pre-tax NTA	-1.1%
Premium/(Discount) to post-tax NTA	13.4%
Dividend yield	3.5%
Dividend per share (cents)	10.0
Franking	100%
Management expense ratio	0.65%

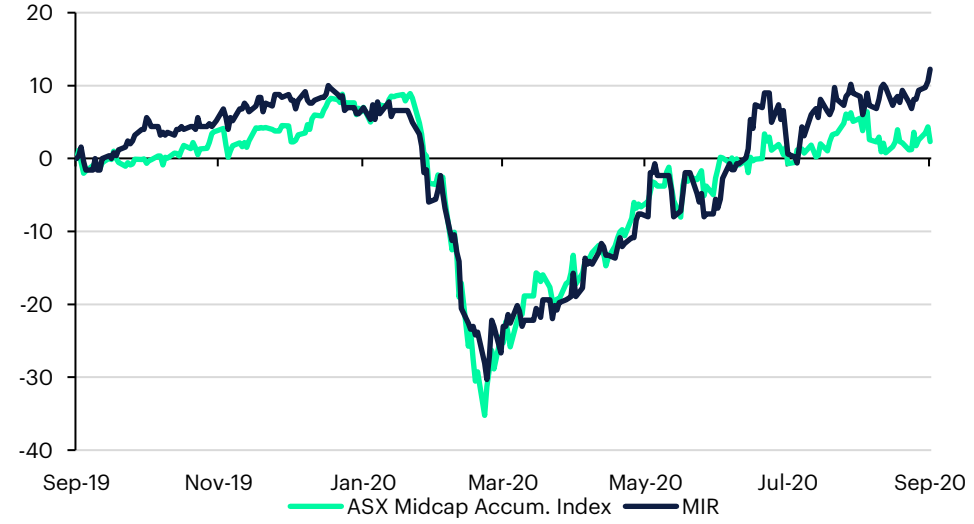
Top Holdings	%
Macquarie Telecom Gp	5.1%
Mainfreight	4.9%
ARB Corporation.	4.7%
Reece Limited	3.9%
Netwealth Group	3.6%
Breville Group Ltd	3.5%
Nextdc Limited	3.4%
Carsales.Com Ltd.	3.2%
Qube Holdings Ltd	2.9%
Objective Corp	2.9%

Total Shareholder Return	1 Year	3 Year	5 Year
MIR	12.2%	7.2%	7.3%
Active return	9.9%	-0.8%	-4.7%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	16.8%	12.2%	10.6%
Active return	14.5%	4.1%	-1.4%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.66: MIR TSR vs ASX Midcap Accum. Index



Source: Bloomberg, EL&C Baillieu

Milton Corporation (MLT)

www.milton.com.au

- Milton Corporation 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 (15.9%), Other Financials (12.2%), Materials (11.9%) and Industrials (9.7%).
- The total shareholder return for the year ending 30 Sep 2020 was -11.3%, with pre-tax net asset backing decreasing 11.1%. The active return (TSR) was -2.6%.

Fig.67: MLT overview

MLT Snapshot	
Price (30 September 2020)	$4.07
Share price range (12 months)	$3.19- $5.08
Shares on issue (Mn)	672.5
Market capitalisation ($Mn)	$2,737
Pre-tax asset backing*	$4.25
Post-tax asset backing*	$3.81
Premium/(Discount) to pre-tax NTA	-4.2%
Premium/(Discount) to post-tax NTA	6.8%
Dividend yield	4.1%
Dividend per share (cents)	17.5
Franking	100%
Management expense ratio	0.13%

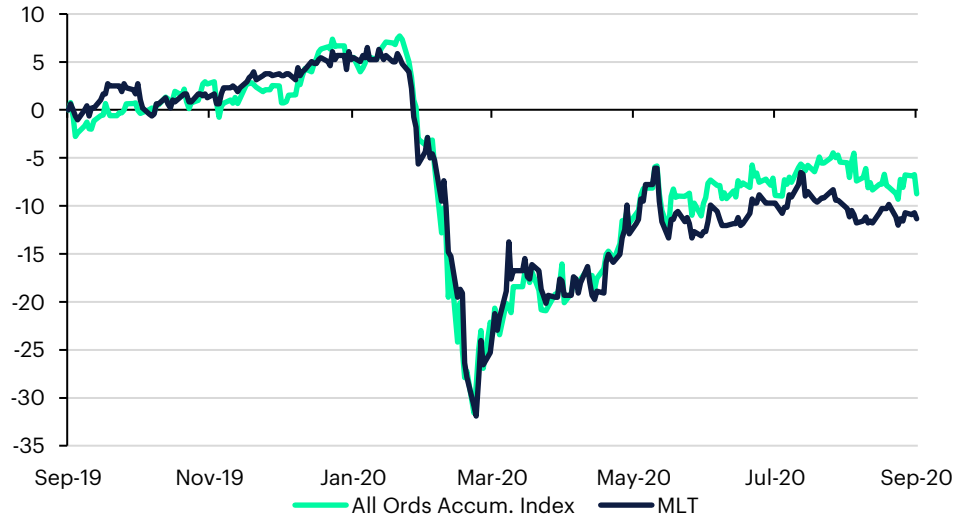
Top Holdings	%
Soul Pattinson (W.H)	7.5%
Commonwealth Bank.	7.0%
Macquarie Group Ltd	6.8%
BHP Group Limited	6.0%
CSL Limited	6.0%
Westpac Banking Corp	5.9%
Wesfarmers Limited	4.5%
Woolworths Group Ltd	3.7%
National Aust. Bank	3.0%
Transurban Group	2.9%

Total Shareholder Return	1 Year	3 Year	5 Year
MLT	-11.3%	1.0%	3.3%
Active return	-2.6%	-4.5%	-4.4%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-11.1%	2.6%	5.0%
Active return	-2.4%	-2.8%	-2.7%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.68: MLT TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

NAOS Ex-50 Opportunities Company Ltd (NAC)

www.naos.com.au

- Established in 2005, Naos Asset Management is an Australian boutique fund manager with three listed investment companies.
- NAC is a fundamental bottom up absolute return long/short fund holding a concentrated portfolio of small and mid-cap securities (market capitalisation typically between $400m - $1bn).
- NAC has a highly concentrated portfolio with 12 long positions.
- The total shareholder return for the year ending 30 Sep 2020 was 6.2%, with pre-tax net asset backing increasing 12.0%. The active return (TSR) was 14.9%.

Fig.69: NAC overview

NAC Snapshot	
Price (30 September 2020)	$0.93
Share price range (12 months)	$0.59- $1.08
Shares on issue (Mn)	45.5
Market capitalisation ($Mn)	$42
Pre-tax asset backing*	$1.23
Post-tax asset backing*	$1.17
Premium/(Discount) to pre-tax NTA	-24.4%
Premium/(Discount) to post-tax NTA	-20.5%
Dividend yield	5.0%
Dividend per share (cents)	5.3
Franking	100%
Management expense ratio	1.75%

Top Holdings	%
Objective Corp	na
Peopleinfrastructure	
MNF Group Ltd	

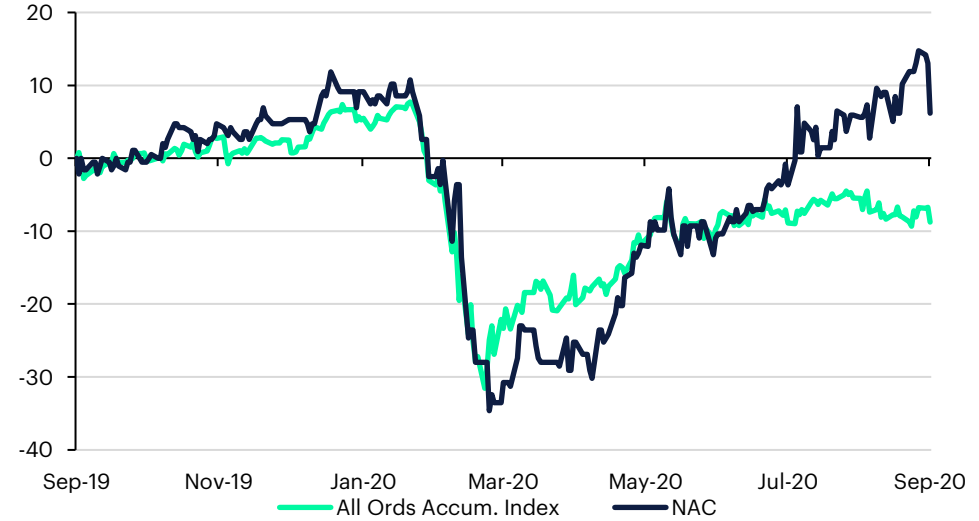
Core Investment Portfolio Examples

Total Shareholder Return	1 Year	3 Year	5 Year
NAC	6.2%	4.0%	5.3%
Active return	14.9%	-1.5%	-2.4%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	12.0%	9.3%	9.3%
Active return	20.8%	3.9%	1.6%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.70: NAC TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

NAOS Emerging Opportunities Fund (NCC)

www.naos.com.au

- Established in 2005, Naos Asset Management is an Australian boutique fund manager with three listed investment companies.
- NCC provides investors with a highly concentrated portfolio with exposure to micro-cap industrial companies with a market capitalisation typically less than $250m.
- As at 30 June 2020 NCC had 11 long positions.
- The total shareholder return for the year ending 30 Sep 2020 was -1.1%, with pre-tax net asset backing decreasing 7.5%. The active return (TSR) was 2.2%.

Fig.71: NCC overview

NCC Snapshot	
Price (30 September 2020)	$0.99
Share price range (12 months)	$0.74- $1.11
Shares on issue (Mn)	61.9
Market capitalisation ($Mn)	$61
Pre-tax asset backing*	$1.00
Post-tax asset backing*	$1.02
Premium/(Discount) to pre-tax NTA	-1.0%
Premium/(Discount) to post-tax NTA	-2.9%
Dividend yield	7.2%
Dividend per share (cents)	7.3
Franking	100%
Management expense ratio	1.25%

Top Holdings	%
BTC Health Ltd	na
Saunders Intl Ltd	
Experience Co Ltd	

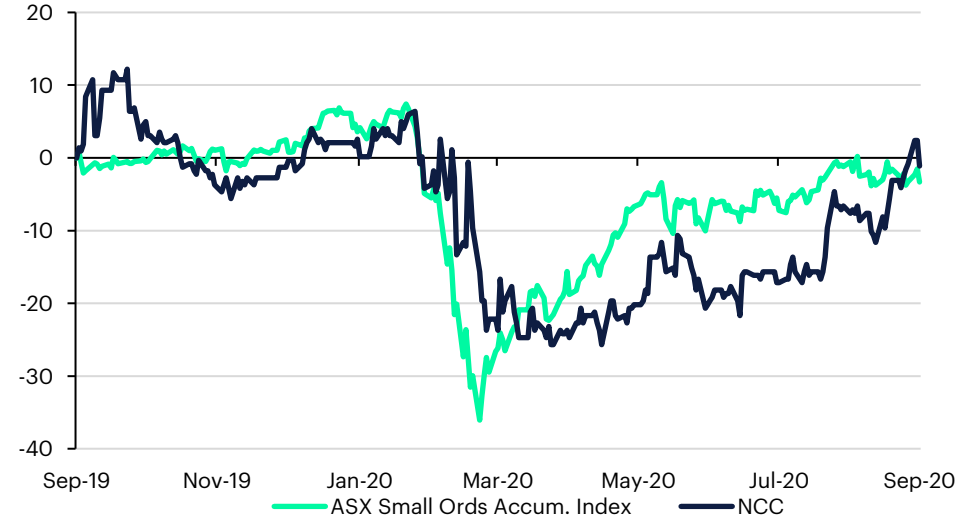
Core Investment Portfolio Examples

Total Shareholder Return	1 Year	3 Year	5 Year
NCC	-1.1%	-6.1%	7.2%
Active return	2.2%	-12.6%	-2.7%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-7.5%	-3.6%	5.2%
Active return	-4.2%	-10.2%	-4.7%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.72: NCC TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

NGE Capital (NGE)

www. ngecapital.com.au

- NGE was launched as a LIC in October 2016, following a vote by shareholders for a change of structure and activities. NGE is managed by Kentgrove Capital, a boutique investment manager in Melbourne.
- NGE's investment mandate is intended to be as broad as permitted under ASX Listing Rules. As such, NGE expects that it will focus its investments on equity securities in listed or unlisted entities but is permitted to invest in other asset classes such as hybrids/bonds/convertible notes/currencies.
- NGE holds a high conviction portfolio of securities, derived from bottom-up fundamental research focusing on the fundamentals of the company rather than Market trends.
- The total shareholder return for the year ending 30 Sep 2020 was -19.6%, with pre-tax net asset backing decreasing 17.7%. The active return (TSR) was -16.3%.

Fig.73: NGE overview

NGE Snapshot	
Price (30 September 2020)	$0.49
Share price range (12 months)	$0.32- $0.75
Shares on issue (Mn)	37.2
Market capitalisation ($Mn)	$18
Pre-tax asset backing*	$0.67
Post-tax asset backing*	$0.71
Premium/(Discount) to pre-tax NTA	-26.6%
Premium/(Discount) to post-tax NTA	-30.8%
Dividend yield	0.0%
Dividend per share (cents)	0.0
Franking	n.a
Management expense ratio	1.90%

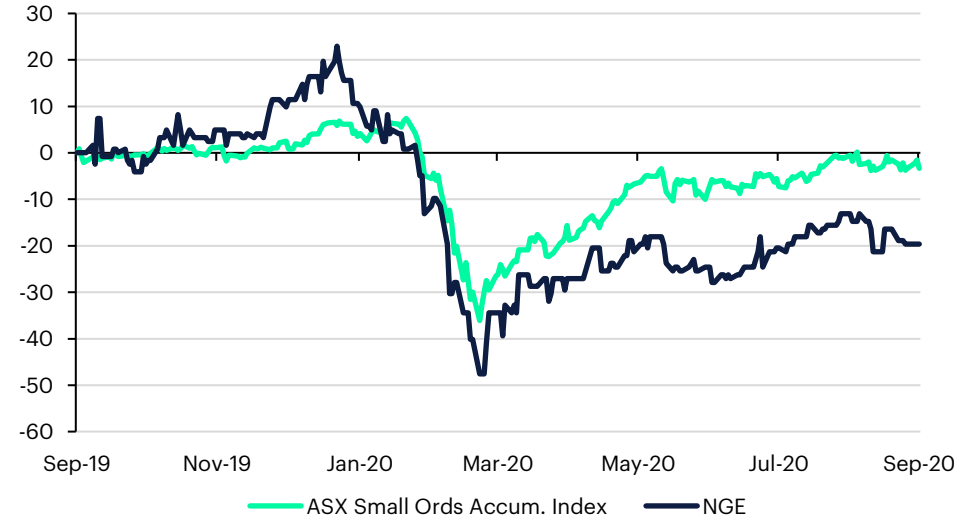
Top Holdings	%
Karoon Energy	32.7%
Yellow Cake plc	16.2%
Base Resources	7.4%
Uranium Participation	0.5%

Total Shareholder Return	1 Year	3 Year	5 Year
NGE	-19.6%	2.1%	6.4%
Active return	-16.3%	-4.4%	-3.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-17.7%	2.0%	na
Active return	-14.4%	-4.5%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.74: NGE TSR vs Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

NAOS Small Cap Opportunities Company (NSC)

www.naos.com.au

- In November 2017, NAOS Asset Management acquired the investment management agreement of NSC (previously Contango Microcap). NAOS currently manage two other LICs – NCC and NAC.
- NAOS has evolved the underlying investment strategy and portfolio. Management will seek undervalued industrial companies with a Market cap between $100m - $1bn. NSC will hold a concentrated (long only) portfolio of 10-15 securities.
- NSC aims to deliver shareholders with a sustainable growing stream of dividend franked to the maximum extent possible over the long term.
- At 30 Sep 2020, NSC held 12 securities and 1.6% of the portfolio in cash.
- The total shareholder return for the year ending 30 Sep 2020 was -16.7%, with pre-tax net asset backing decreasing 12.3%. The active return (TSR) was -13.4%.

Fig.75: NSC overview

NSC Snapshot	
Price (30 September 2020)	$0.57
Share price range (12 months)	$0.35- $0.77
Shares on issue (Mn)	156.3
Market capitalisation ($Mn)	$89
Pre-tax asset backing*	$0.75
Post-tax asset backing*	$0.75
Premium/(Discount) to pre-tax NTA	-24.0%
Premium/(Discount) to post-tax NTA	-24.0%
Dividend yield	6.1%
Dividend per share (cents)	4.0
Franking	100%
Management expense ratio	1.25%

Top Holdings	%
MNF Group Ltd	na
Over The Wire Ltd	
Eureka Group Ltd	
BSA Limited	

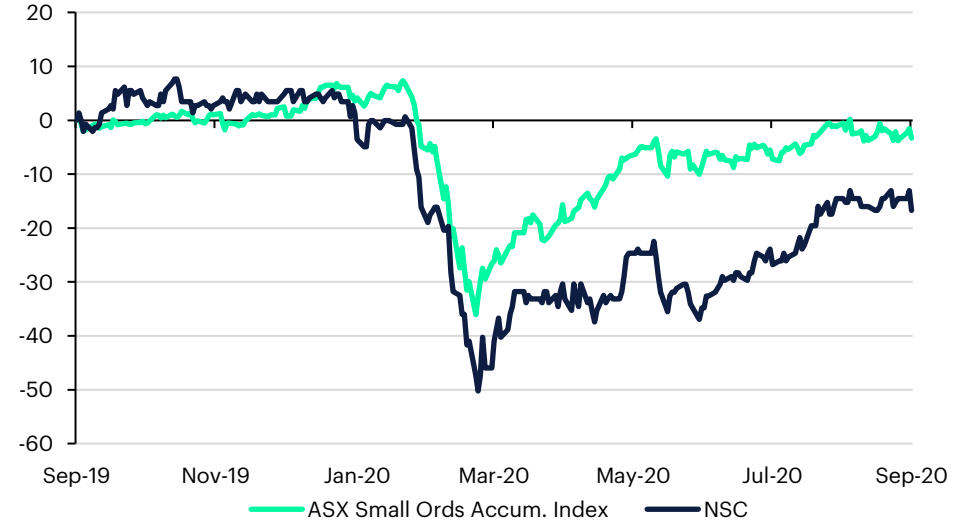
Core Investment Portfolio Examples

Total Shareholder Return	1 Year	3 Year	5 Year
NSC	-16.7%	-9.7%	-3.3%
Active return	-13.4%	-16.2%	-13.3%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-12.3%	-3.7%	-0.4%
Active return	-9.0%	-10.2%	-10.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.76: NSC TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Ophir High Conviction (OPH)

www.ophiram.com.au/ophir-high-conviction-fund

- OPH listed in Dec-18 as a LIT, via the conversion (no capital raised) of the three previous classes of units into a single ordinary class. Established in 2012, Ophir is a specialist small and midcap equities investment manager. OPH is one of three strategies run by the manager.
- Management employ a fundamental, bottom up strategy seeking companies that: 1) operate IN or about to enter periods of structural growth; 2) are generating cash or have a clear pathway to cash generation; 2) have a high quality management team and are under-researched/appreciated or not well understood by the market.
- As at 30 Jun 2020 the largest sector exposures were Information Technology (21.4%), Financials (14.6%), and Consumer Discretionary (14.3%).
- The total return NTA for the year ending 30 Sep 2020 was 22.0%, with pre-tax net asset backing increasing 9.6%. The active return was 22.3%.

Fig.77: OPH overview

OPH Snapshot	
Price (30 September 2020)	$3.04
Share price range (12 months)	$1.77- $3.46
Shares on issue (Mn)	200.0
Market capitalisation ($Mn)	$608.0
Pre-tax asset backing*	$2.96
Post-tax asset backing*	n.a
Premium/(Discount) to pre-tax NTA	2.7%
Premium/(Discount) to post-tax NTA	n.a
Dividend yield	0.0%
Dividend per share (cents)	0.0
Franking	n.a
Management expense ratio	1.23%

Top Holdings	%
The A2 Milk Company	na
Afterpay Limited	
Domino Pizza Enterpr	
Nextdc Limited	
Xero Ltd	

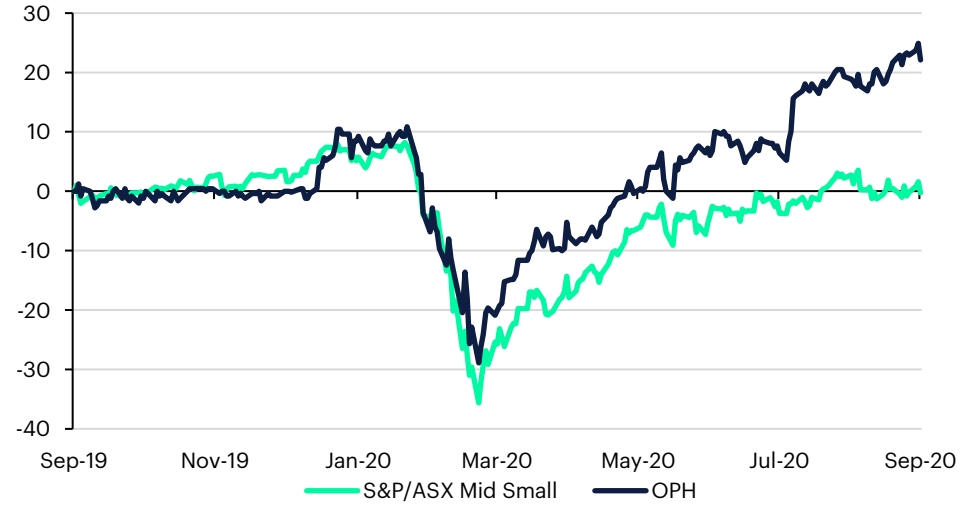
**Alphabetical*

Total Shareholder Return	1 Year	3 Year	5 Year
OPH	22.0%	na	na
Active return	22.3%	n.a	n.a

NTA Performance**	1 Year	3 Year	Inception
NTA growth	9.6%	na	na
Active return	9.9%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.78: OPH Performance vs ASX Mid-Small Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

Ozgrowth Limited (OZG)

www.ozgrowth.com.au

- OZG is a listed investment company that focuses on investing in the Australian equity Market. The portfolio of assets is managed by Westoz Funds Management Pty Ltd, a wholly owned subsidiary of Euroz Limited.
- The Company invests in small to mid-sized companies, generally listed on the Australian Securities Exchange and with some connection to Western Australia.
- The total shareholder return for the year ending 30 Sep 2020 was 9.5%, with pre-tax net asset backing increasing 10.6%. The active return (TSR) was 18.2%.

Fig.79: OZG overview

OZG Snapshot	
Price (30 September 2020)	$0.18
Share price range (12 months)	$0.11- $0.21
Shares on issue (Mn)	351.9
Market capitalisation ($Mn)	$63
Pre-tax asset backing*	$0.23
Post-tax asset backing*	$0.22
Premium/(Discount) to pre-tax NTA	-21.4%
Premium/(Discount) to post-tax NTA	-19.6%
Dividend yield	3.0%
Dividend per share (cents)	0.6
Franking	100%
Management expense ratio	1.00%

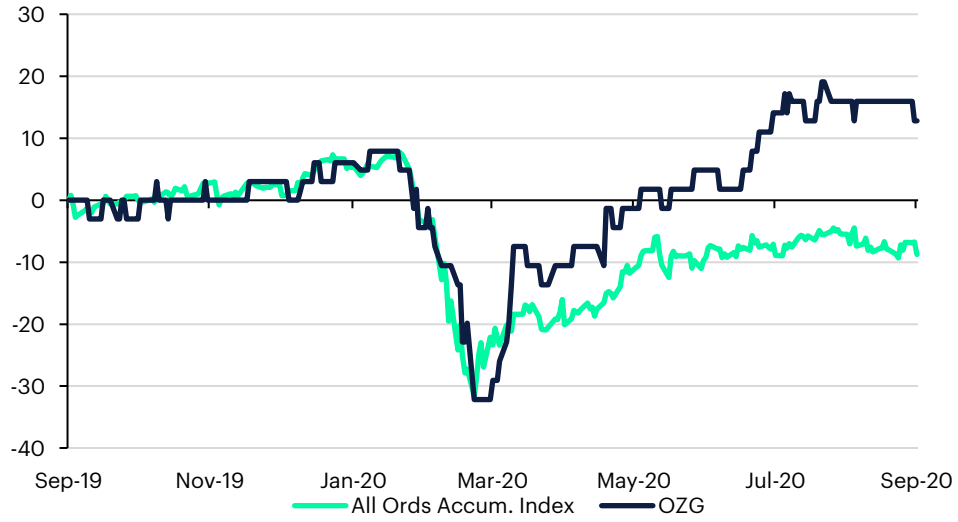
Top Holdings	%
Kingsgate Consolid.	10%
Emerald Res NL	9%
Finbar Group Limited	7%
Orecorp Ltd	6%
Empired Ltd	6%
Centaurus Metals Ltd	4%
New Century Resource	4%
Autosports Grp Ltd.	4%
Cedar Woods Prop.	4%
Equatorial Res Ltd	4%

Total Shareholder Return	1 Year	3 Year	5 Year
OZG	9.5%	6.1%	10.2%
Active return	18.2%	0.7%	2.5%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	10.6%	5.6%	11.6%
Active return	19.3%	0.2%	3.9%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.80: OZG TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

PM Capital Asian Opportunities Fund (PAF)

www.pmcapital.com.au

- PM Capital Asian Opportunities Fund began trading on the ASX on 21 May 2014.
- PAF provide long-term capital growth by investing in a portfolio of predominantly undervalued listed Asian equities and other investment securities in the Asian Region (ex-Japan).
- Greater China (47.3%) and South-East Asia (19.4%) are the highest regionals exposures (Domicile of business) within the portfolio with Online Classifieds & Ecommerce (18.5%) and Consumer (16.1%) the highest sector allocations.
- The total shareholder return for the year ending 30 Sep 2020 was -1.3%, with pre-tax net asset backing decreasing 6.2%. The active return (TSR) was -12.4%.

Fig.81: PAF overview

PAF Snapshot	
Price (30 September 2020)	$0.77
Share price range (12 months)	$0.61- $0.97
Shares on issue (Mn)	56.9
Market capitalisation ($Mn)	$44
Pre-tax asset backing*	$0.92
Post-tax asset backing*	$0.91
Premium/(Discount) to pre-tax NTA	-16.4%
Premium/(Discount) to post-tax NTA	-15.8%
Dividend yield	2.0%
Dividend per share (cents)	1.5
Franking	100%
Management expense ratio	1.00%

Top Holdings	
iCar Asia	na
Dali Food Group	
MGM China Holdings	
Sinopec Kantons	
China Merchants Holdings International	
Freeport-McMoRan	
Shinhan Financial	

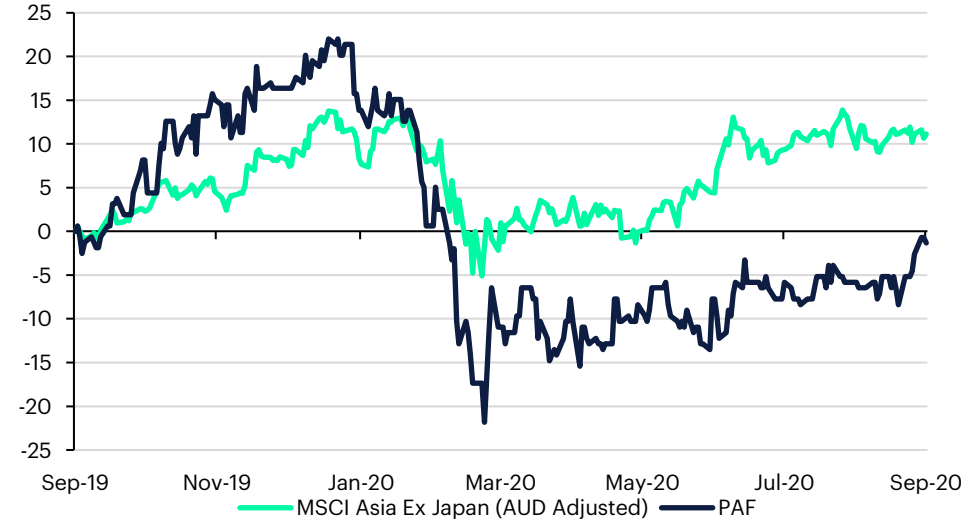
current stock example

Total Shareholder Return	1 Year	3 Year	5 Year
PAF	-1.3%	-8.1%	0.8%
Active return	-12.4%	-16.4%	-9.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-6.2%	-5.0%	1.2%
Active return	-17.3%	-13.3%	-9.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.82: PAF TSR vs MSCI Asia Ex Japan (AUD adj.)



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

Platinum Asia Investments Limited (PAI)

www.platinum.com.au

- Platinum Asia Investments (PAI) is managed by the ASX listed, Platinum Asset Management (PTM) with ~$21.4 billion of funds under management as at 30 Sep 2020. PAI invests in the Asian region (ex-Japan), seeking to provide investors with capital growth over the long term.
- PAI listed in December 2015, however Platinum Asset Management has been investing in the Asian region (ex-Japan) since 2003 through its Platinum Asia Fund which currently manages ~$4.7 billion of funds.
- Key regional exposures include Greater China (57%) and Korea (13%).
- The total shareholder return for the year ending 30 Sep 2020 was 24.2%, with pre-tax net asset backing increasing 20.5%. The active return (TSR) was 13.0%.

Fig.83: PAI overview

PAI Snapshot	
Price (30 September 2020)	$1.12
Share price range (12 months)	$0.89- $1.20
Shares on issue (Mn)	364.6
Market capitalisation ($Mn)	$408
Pre-tax asset backing*	$1.24
Post-tax asset backing*	$1.20
Premium/(Discount) to pre-tax NTA	-9.4%
Premium/(Discount) to post-tax NTA	-6.4%
Dividend yield	4.2%
Dividend per share (cents)	5.0
Franking	100%
Management expense ratio	1.10%

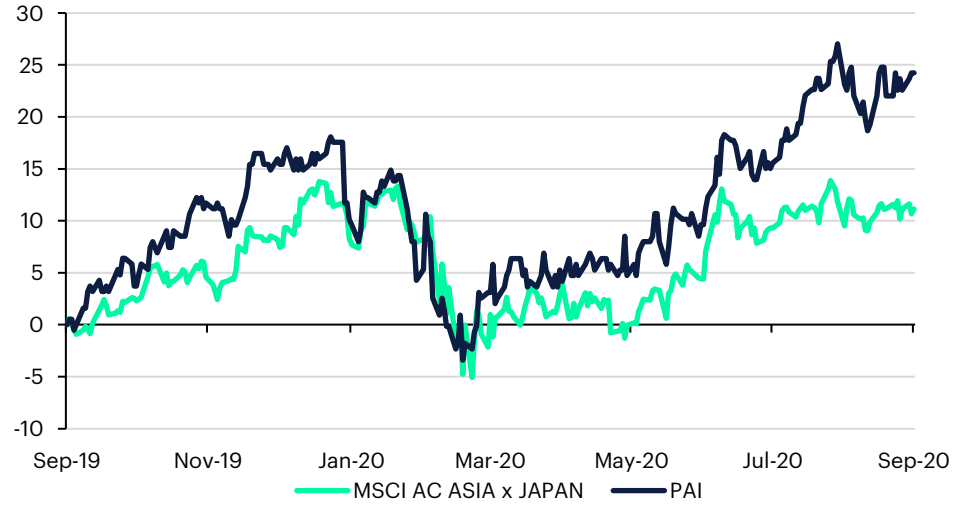
Top Holdings	%
Taiwan Semiconductor	7.1%
Samsung Electronics Co	6.8%
Tencent Holdings	6.6%
Alibaba Group Holding	4.3%
AIA Group Ltd	4.2%
Ping An Insurance	3.5%
Huazhu Group ADR	3.3%
LG Chem Ltd	3.0%
Li Ning Co Ltd	3.0%
Reliance Industries Ltd	3.0%

Total Shareholder Return	1 Year	3 Year	5 Year
PAI	24.2%	6.8%	6.0%
Active return	13.0%	-1.6%	-4.4%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	20.5%	8.8%	8.7%
Active return	9.4%	0.5%	-1.8%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.84: PAI TSR vs MSCI Asia Ex Japan (AUD adj.)



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

PM Capital Global Opportunities Fund (PGF)

www.pmcapital.com.au

- Managed by PM Capital, PGF began trading on the ASX on 11 December 2013. PGF provides exposure to international equities with a portfolio size of approximately 40 holdings.
- Current investment exposures include Global Domestic Banking (23.7%), Materials (23.1%), and Service Monopolies (13.6%)
- Key underlying regional exposure by domicile of business include International (38.7%), North America (25.8%) and Europe (22.5%), with currency exposure of the portfolio weighted towards to the AUD at 42.8%.
- The total shareholder return for the year ending 30 Sep 2020 was -4.3%, with pre-tax net asset backing decreasing 9.2%. The active return (TSR) was -8.7%.

Fig.85: PGF overview

PGF Snapshot	
Price (30 September 2020)	$0.98
Share price range (12 months)	$0.78- $1.28
Shares on issue (Mn)	355.9
Market capitalisation ($Mn)	$349
Pre-tax asset backing*	$1.16
Post-tax asset backing*	$1.15
Premium/(Discount) to pre-tax NTA	-15.7%
Premium/(Discount) to post-tax NTA	-14.9%
Dividend yield	4.5%
Dividend per share (cents)	4.5
Franking	100%
Management expense ratio	1.00%

Top Holdings	%
Cairn Homes	na
Bank of America	
Visa	
MGM China holdings	
KKR & Co.	
Siemens	
Freeport-McMoRan	

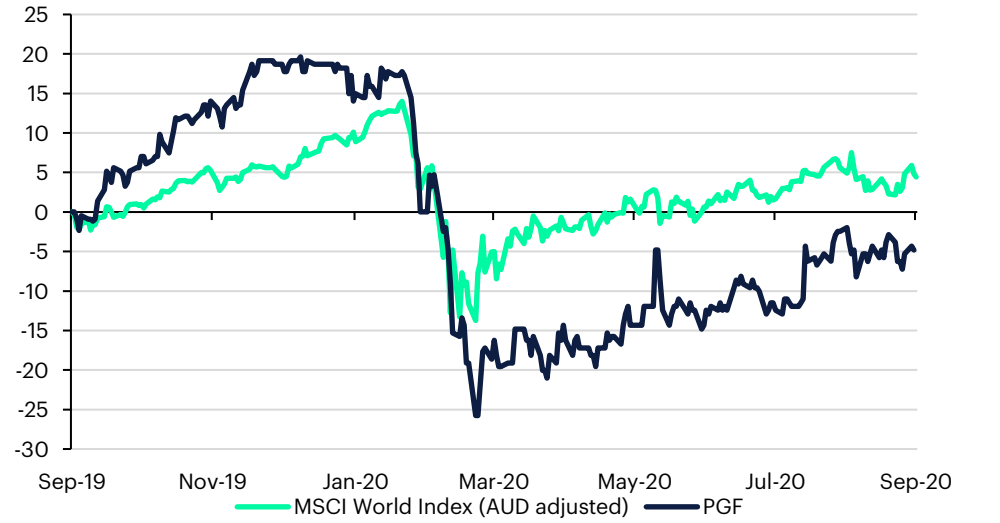
current stock examples

Total Shareholder Return	1 Year	3 Year	5 Year
PGF	-4.3%	-0.3%	3.3%
Active return	-8.7%	-11.9%	-7.2%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-9.2%	2.7%	3.5%
Active return	-13.7%	-8.9%	-7.1%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.86: PGF TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
1889 ONWARD

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 June 2020, had ~$28.4 billion of funds 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 30 Sep, PIC had a 26% exposure allocated to international securities and held 4.9% of the portfolio in cash.
- The total shareholder return for the year ending 30 Sep 2020 was 1.8%, with pre-tax net asset backing increasing 4.1%. The active return (TSR) was 11.8%.

Fig.87: PIC overview

PIC Snapshot	
Price (30 September 2020)	$0.98
Share price range (12 months)	$0.63- $1.09
Shares on issue (Mn)	348.7
Market capitalisation ($Mn)	$342
Pre-tax asset backing*	$1.07
Post-tax asset backing*	$1.06
Premium/(Discount) to pre-tax NTA	-8.4%
Premium/(Discount) to post-tax NTA	-7.5%
Dividend yield	6.0%
Dividend per share (cents)	6.0
Franking	100%
Management expense ratio	1.00%

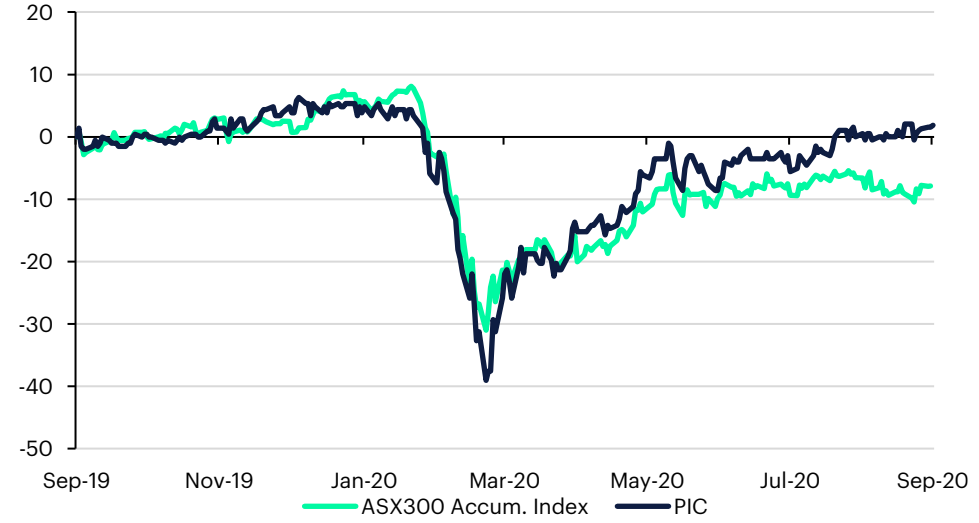
Top Holdings	%
Crown Resorts Ltd	5.2%
Iluka Resources	5.0%
AUB Group Ltd	4.4%
Aristocrat Leisure	4.3%
Boral Limited	4.2%
GLOBAL TOP HOLDINGS	
Flutter Entertainment Plc	9.6%
La Francaise des Jeux SA	6.3%
Ferguson Plc	3.3%

Total Shareholder Return	1 Year	3 Year	5 Year
PIC	1.8%	3.7%	6.0%
Active return	11.8%	-1.2%	-1.4%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	4.1%	4.8%	6.7%
Active return	14.0%	-0.2%	-0.7%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.88: PIC TSR vs ASX300 Accum. Index



Source: Bloomberg, EL&C Baillieu

Pengana International Equities (PIA)

www.pengana.com

- PIA is managed by Pengana Capital (PCG), a listed fund manager with ~$3.3bn of funds under management.
- PIA's objective is to deliver long-term consistent shareholder returns that consistently pay dividends whilst reducing volatility and the risk of losing capital. PIA announced a move to quarterly dividends in October 2020.
- Post the investment mandate change in 2017, the underlying PIA portfolio now replicates the strategy and process of Pengana's International Equity Fund (PIEF). As of Jun-20, top regional exposures include North America (41.1%) and Europe ex-UK (30.7%). Key sector exposures include Communication Services (21.2%), Financials (17.8%), and Health Care (17.3%). PIA had a cash position of 7.7%
- The total shareholder return for the year ending 30 Sep 2020 was 14.0%, with pre-tax net asset backing increasing 9.2%. The active return (TSR) was 9.6%.

Fig.89: PIA overview

PIA Snapshot	
Price (30 September 2020)	$1.19
Share price range (12 months)	$0.76- $1.27
Shares on issue (Mn)	254.5
Market capitalisation ($Mn)	$303
Pre-tax asset backing*	$1.32
Post-tax asset backing*	$1.29
Premium/(Discount) to pre-tax NTA	-9.6%
Premium/(Discount) to post-tax NTA	-7.8%
Dividend yield	6.7%
Dividend per share (cents)	8.5
Franking	86%
Management expense ratio	1.50%

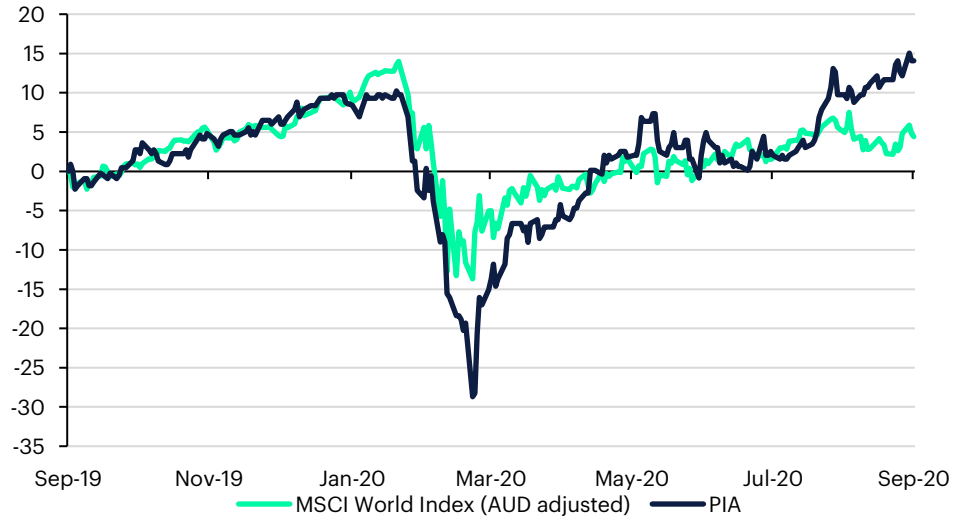
Top Holdings	%
Alibaba Group Holding LTD	na
Charter Communications Inc	
Cigna Corp	
Houlihan Lokey Inc	
Lumentum	
Mowi ASA	
Rakuten Inc	
Tencent Holdings	
Thermo Fisher Scientific	
UnitedHealth Group Inc	

Total Shareholder Return	1 Year	3 Year	5 Year
PIA	14.0%	6.7%	7.2%
Active return	9.6%	-4.8%	-3.4%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	9.2%	8.4%	5.4%
Active return	4.8%	-3.2%	-5.2%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.90: PIA TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

Platinum Capital (PMC)

www.platinum.com.au

- Platinum Capital listed on the ASX in 1994 and is managed by Platinum Asset Management.
- Its strategy is to invest in international equities. The portfolio's current regional exposures include Asia (28%), North America (25%), Europe (17%) and Japan (12%).
- PMC is an active manager and also derives revenue from trading activities.
- The total shareholder return for the year ending 30 Sep 2020 was -14.2%, with pre-tax net asset backing decreasing 7.8%. The active return (TSR) was -18.7%.

Fig.91: PMC overview

PMC Snapshot	
Price (30 September 2020)	$1.27
Share price range (12 months)	$1.12- $1.72
Shares on issue (Mn)	291.4
Market capitalisation ($Mn)	$370
Pre-tax asset backing*	$1.39
Post-tax asset backing*	$1.40
Premium/(Discount) to pre-tax NTA	-8.7%
Premium/(Discount) to post-tax NTA	-9.6%
Dividend yield	4.9%
Dividend per share (cents)	6.0
Franking	100%
Management expense ratio	1.10%

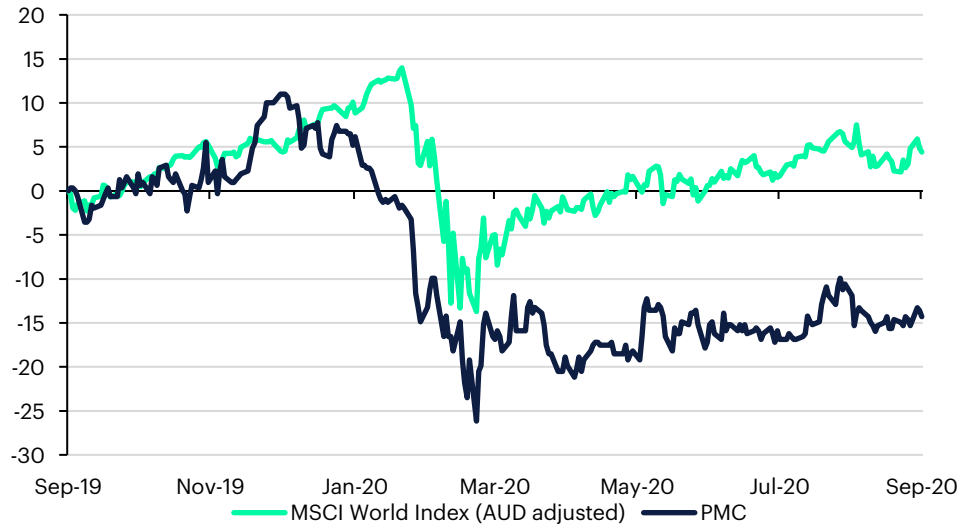
Top Holdings	%
Samsung Electronics Co	3.7%
Ping An Insurance	3.3%
Amadeus IT Holdings	2.9%
Glencore plc	2.5%
AIA Group Ltd	2.5%
Booking Holdings Inc	2.4%
Bayerische Motoren Werke	2.3%
ZTO Express Inc ADR	2.3%
Minebea Co Ltd	2.3%
General Electric Co	2.2%

Total Shareholder Return	1 Year	3 Year	5 Year
PMC	-14.2%	-5.7%	-2.4%
Active return	-18.7%	-17.3%	-12.9%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-7.8%	-1.0%	2.6%
Active return	-12.2%	-12.6%	-7.9%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.92: PMC TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

Plato Income Maximiser (PL8)

www.plato.com.au/lic-overview/

- PL8 listed in May 2017 when it raised ~$320m. Plato is a boutique fund manager specialising in Australian and global equities.
- The fund is specifically managed for investors who can utilise franking credits, such as zero tax and low tax paying investors including pension phase superannuation, SMSFs and charities and will seek to pay out monthly fully franked dividends.
- The PL8 strategy seeks to maximise the amount of dividends it receives by rotating the portfolio depending on upcoming ex-dividend dates. PL8 announced its first fully franked dividend five months post listing.
- The total shareholder return for the year ending 30 Sep 2020 was -2.1%, with pre-tax net asset backing decreasing 9.9%. The active return (TSR) was 8.1%.

Fig.93: PL8 overview

PL8 Snapshot	
Price (30 September 2020)	$1.06
Share price range (12 months)	$0.80- $1.20
Shares on issue (Mn)	428.4
Market capitalisation ($Mn)	$454
Pre-tax asset backing*	$0.94
Post-tax asset backing*	$0.99
Premium/(Discount) to pre-tax NTA	12.6%
Premium/(Discount) to post-tax NTA	6.6%
Dividend yield	5.0%
Dividend per share (cents)	5.3
Franking	100%
Management expense ratio	0.80%

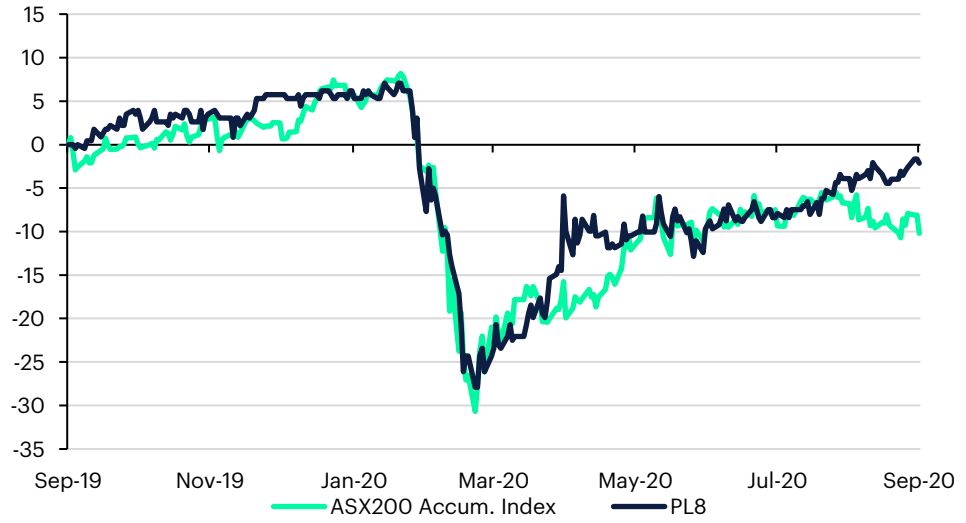
Top Holdings	%
ANZ Banking Grp Ltd	na
BHP Group Limited	
Commonwealth Bank.	
CSL Limited	
Fortescue Metals Grp	
Macquarie Group Ltd	
Northern Star	
Telstra Corporation.	
Westpac Banking Corp	
Woolworths Group Ltd	

Total Shareholder Return	1 Year	3 Year	5 Year
PL8	-2.1%	5.8%	na
Active return	8.1%	1.0%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-9.9%	4.0%	na
Active return	0.3%	-0.8%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.94: PL8 TSR vs ASX200 Accum. Index



Source: Bloomberg, EL&C Baillieu

QV Equities (QVE)

www.qvequities.com

- QV Equities Limited is a listed investment company, managed by Investors Mutual Limited (IML). It first listed on the ASX in August 2014.
- Its investment objective is to achieve long term value through capital growth and income by investing in a diversified portfolio of ASX listed entities outside the S&P/ASX 20 Index.
- As of QVE's most recent portfolio update, key sector exposures included Materials (22.4%), Consumer Discretionary (13.4%) and Energy (9.6%)
- The total shareholder return for the year ending 30 Sep 2020 was -16.5%, with pre-tax net asset backing decreasing 14.9%. The active return (TSR) was -9.2%

Fig.95: QVE overview

QVE Snapshot	
Price (30 September 2020)	$0.82
Share price range (12 months)	$0.63- $1.05
Shares on issue (Mn)	251.7
Market capitalisation ($Mn)	$206
Pre-tax asset backing*	$0.92
Post-tax asset backing*	$0.97
Premium/(Discount) to pre-tax NTA	-10.9%
Premium/(Discount) to post-tax NTA	-15.5%
Dividend yield	5.2%
Dividend per share (cents)	4.4
Franking	100%
Management expense ratio	0.90%

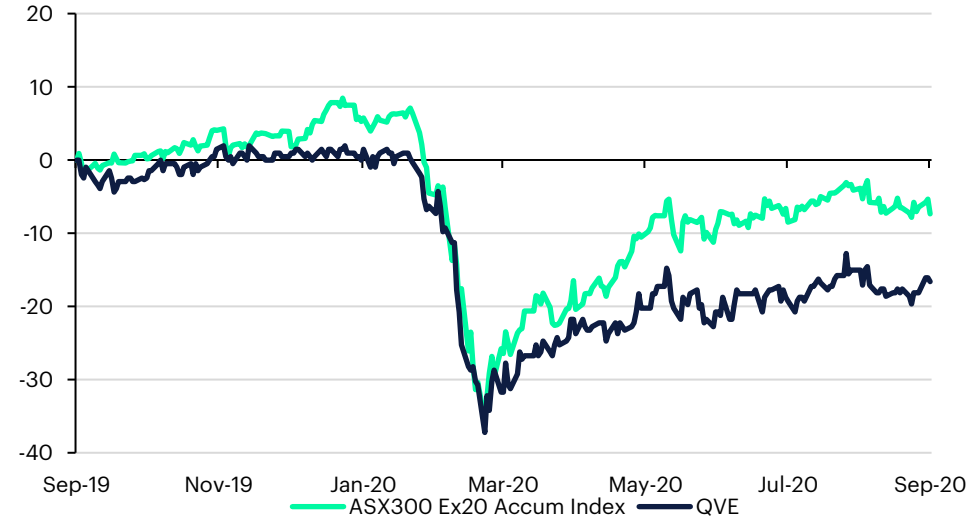
Top Holdings	%
Amcor PLC	5.0%
Crown Resorts Ltd	4.6%
AusNet Services Ltd	4.6%
Orica Limited	4.5%
Aurizon Holdings Ltd	4.5%
Ampol Limited	4.5%
Tabcorp Holdings Ltd	4.4%
Pact Group Hldgs Ltd	3.9%
Sonic Healthcare	3.6%
Coles Group	3.5%

Total Shareholder Return	1 Year	3 Year	5 Year
QVE	-16.5%	-9.5%	-0.4%
Active return	-9.2%	-15.5%	-10.5%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-14.9%	-3.7%	1.9%
Active return	-7.5%	-9.7%	-8.2%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.96: QVE TSR vs ASX300 Ex-20 Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Regal Investment Fund (RF1)

www.regalfm.com/site/content/

- The manager, established in 2004, is a specialist alternative investment manager, with a primary focus on long short investment strategies. RF1 was listed in Jun-19, following a $282m raise.
- RF1 was recently listed in June 2019 and is constructed by the Manager through the selection and allocation of funds to a number of existing Regal Funds (initially five).
- The allocations to strategies as at 30 June 2020 was Emerging Companies (31%), Market Neutral (26%), Small Companies (19%), Global Alpha (14%), Long Short (5%) and Long Short Health Care (5%).
- RF1 commenced a buyback in Sept-19 to help reduce its discount to NTA.
- The total shareholder return for the year ending 30 Sep 2020 was 28.1%, with pre-tax net asset backing increasing 30.2%. The active return (TSR) was 38.0%

E. L. & C. Baillieu Limited has acted in a corporate advisory role for Regal Investment Fund and earned fees in relation to that activity in the past 12 months.

Fig.97: RF1 overview

RF1 Snapshot	
Price (30 September 2020)	$3.14
Share price range (12 months)	$1.27- $3.73
Shares on issue (Mn)	112.7
Market capitalisation ($Mn)	$354
Pre-tax asset backing*	$3.43
Post-tax asset backing*	n.a
Premium/(Discount) to pre-tax NTA	-8.5%
Premium/(Discount) to post-tax NTA	n.a
Dividend yield	6.7%
Dividend per share (cents)	23.0
Franking	0%
Management expense ratio	1.50%

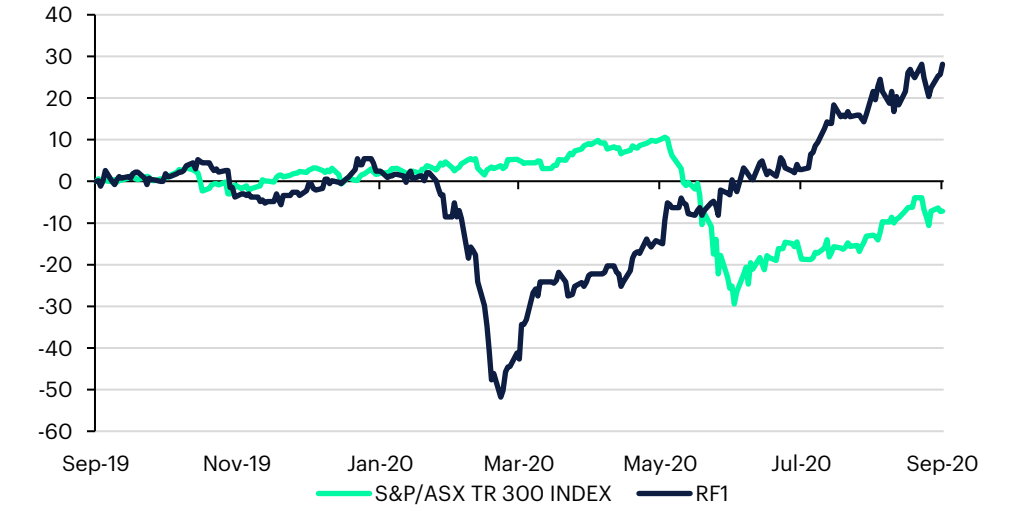
Top Holdings	%
EXPOSURE BY STATEGY	
EMERGING COMPANIES	31%
MARKET NEUTRAL	26%
SMALL COMPANIES	19%
GLOBAL ALPHA	14%
LONG SHORT EQUITY	5%
LONG SHORT HEALTH CARE	5%

Total Shareholder Return	1 Year	3 Year	5 Year
RF1	28.1%	na	na
Active return	38.0%	n.a	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	30.2%	na	na
Active return	40.1%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.98: RF1 TSR vs ASX300 Accum. Index



Source: Bloomberg, EL&C Baillieu

Ryder Capital (RYD)

www.rydercapital.com.au/

- The manager, established in 2008, is an active, value manager that follows a fundamental bottom-up investment process. RYD provides exposure to a concentrated portfolio of listed and unlisted micro and small cap securities.
- RYD's investment process utilises seven key components (as per its prospectus) which are constantly being reviewed and refined. The seven key components are: 1) Discount to intrinsic value; 2) Quality of earnings; 3) Balance sheet strength; 4) Quality of business; 5) Quality of management; 6) Clear and observable business plan; and 7) Identifiable value catalyst.
- The Company may hold up to 50% of the portfolio in cash at any given time. Up to 20% of the portfolio may be invested in unlisted securities, on the condition that these securities are proposed to be listed within 12 months.
- The total shareholder return for the year ending 30 Sep 2020 was 9.0%, with pre-tax net asset backing increasing 16.7%. The active return (TSR) was 17.8%

Fig.99: RYD overview

RYD Snapshot	
Price (30 September 2020)	$1.55
Share price range (12 months)	$1.14- $1.63
Shares on issue (Mn)	60.4
Market capitalisation ($Mn)	$94
Pre-tax asset backing*	$1.85
Post-tax asset backing*	$1.64
Premium/(Discount) to pre-tax NTA	-16.2%
Premium/(Discount) to post-tax NTA	-5.6%
Dividend yield	3.2%
Dividend per share (cents)	5.0
Franking	100%
Management expense ratio	1.25%

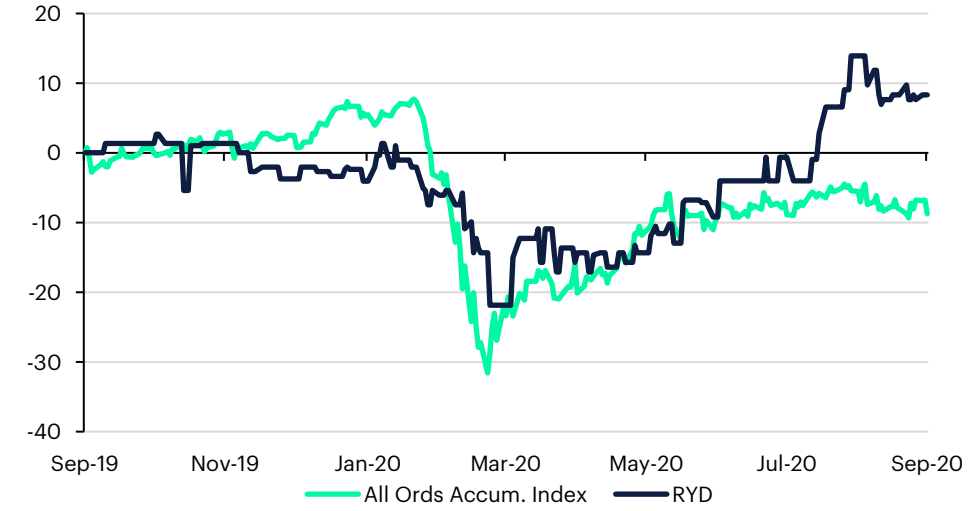
Top Holdings	%
	na

Total Shareholder Return	1 Year	3 Year	5 Year
RYD	9.0%	11.8%	10.8%
Active return	17.8%	6.3%	3.1%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	16.7%	14.3%	15.0%
Active return	25.4%	8.9%	7.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.100: RYD TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

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 (51.1%) is investment in companies with a market capitalisation of $1bn+.
- The total shareholder return for the year ending 30 Sep 2020 was -7.5%, with pre-tax net asset backing decreasing by 0.8%. The active return (TSR) was -4.1%.

Fig.101: SEC overview

SEC Snapshot	
Price (30 September 2020)	$1.58
Share price range (12 months)	$1.00- $1.86
Shares on issue (Mn)	61.3
Market capitalisation ($Mn)	$97
Pre-tax asset backing*	$1.92
Post-tax asset backing*	$1.99
Premium/(Discount) to pre-tax NTA	-17.9%
Premium/(Discount) to post-tax NTA	-20.7%
Dividend yield	3.3%
Dividend per share (cents)	5.5
Franking	100%
Management expense ratio	1.00%

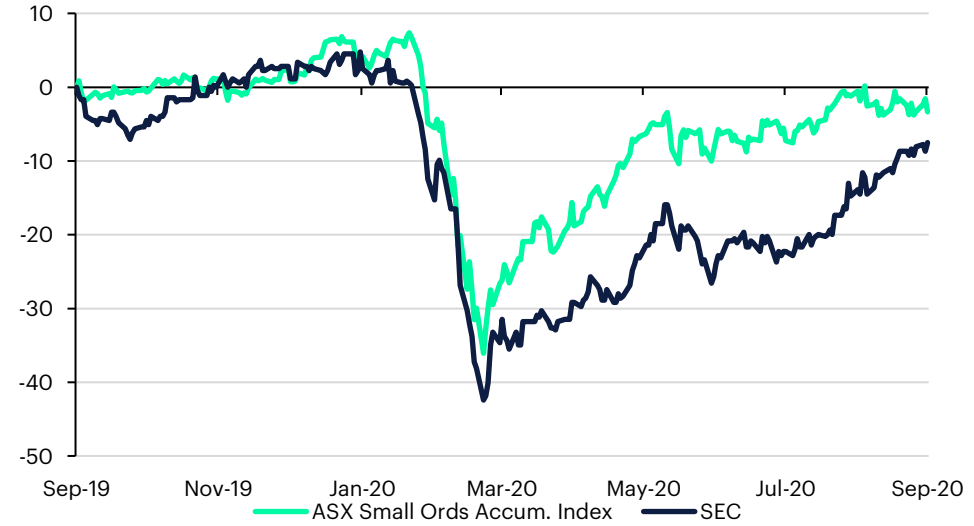
Top Holdings	%
Class Limited	5.2%
City Chic Collective	4.0%
Breville Group Ltd	3.9%
Ht&E Limited	3.9%
Corp Travel Limited	3.6%
Sims Limited	3.3%
Healius	3.3%
Adbri Limited	3.3%
Bega Cheese Ltd	3.3%
Asaleo Care Limited	3.3%

Total Shareholder Return	1 Year	3 Year	5 Year
SEC	-7.5%	na	na
Active return	-4.1%	n.a	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-0.8%	na	na
Active return	2.6%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.102: SEC TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Sandon Capital Investments (SNC)

www.sandoncapital.com.au

- Sandon Capital is an activist investment firm established in December 2008. Activism seeks to unlock value in listed companies through a proactive approach to corporate governance. Activism investing is independent of the company board but works closely with substantial shareholders.
- SNC seeks to provide investors capital growth over the medium to long term as well as the regular payment of semi-annual fully franked dividends.
- The total shareholder return for the year ending 30 Sep 2020 was -8.4%, with pre-tax net asset backing decreasing 4.9%. The active return (TSR) was 0.3%.

Fig.103: SNC overview

SNC Snapshot	
Price (30 September 2020)	$0.70
Share price range (12 months)	$0.47- $0.85
Shares on issue (Mn)	108.6
Market capitalisation ($Mn)	$76
Pre-tax asset backing*	$0.85
Post-tax asset backing*	$0.85
Premium/(Discount) to pre-tax NTA	-17.4%
Premium/(Discount) to post-tax NTA	-17.8%
Dividend yield	8.7%
Dividend per share (cents)	6.0
Franking	100%
Management expense ratio	1.25%

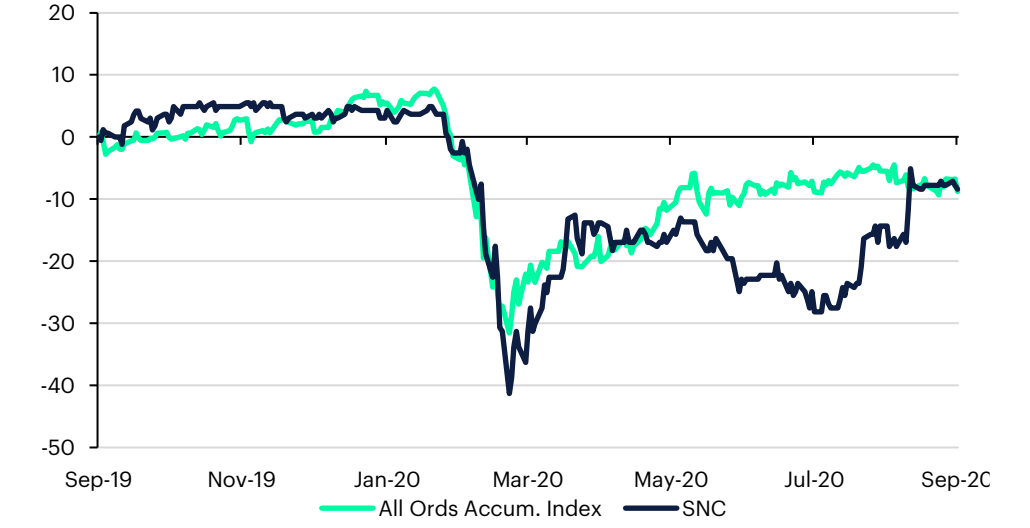
Top Holdings	
Listed Australian Equities	69.0%
Listed International Equities	16.0%
Unlisted investments	14.0%
Cash or Cash Equivalents	1.0%

Total Shareholder Return	1 Year	3 Year	5 Year
SNC	-8.4%	-4.5%	2.4%
Active return	0.3%	-9.9%	-5.3%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-4.9%	2.8%	4.3%
Active return	3.8%	-2.6%	-3.4%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.104: SNC TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

Tribeca Global Natural Resources (TGF)

www.tribecaip.com/global-natural-resources

- The manager, Tribeca Investment Partners, is a specialist small and mid-cap equities investment manager. TGF listed in Oct-18 following a $158m raise.
- TGF seeks to actively deliver superior risk-adjusted returns to investors through a combination of long and short, credit and commodity positions in the highly volatile natural resources sector. TGF invests across the end-to-end value chain within the resources sector. The manager employs a high conviction, bottom-up research approach coupled with specialist commodities knowledge to take advantage of valuation mispricing and relative value of the natural resources Market. TGF seeks to maintain detailed coverage of ~300 companies across the eight natural resources industry segments.
- The total shareholder return for the year ending 30 Sep 2020 was -39.0%, with pre-tax net asset backing decreasing 31.8%. The active return (TSR) was -15.3%.

Fig.105: TGF overview

TGF Snapshot	
Price (30 September 2020)	$1.18
Share price range (12 months)	$0.74- $2.14
Shares on issue (Mn)	61.7
Market capitalisation ($Mn)	$73
Pre-tax asset backing*	$1.56
Post-tax asset backing*	$1.82
Premium/(Discount) to pre-tax NTA	-24.4%
Premium/(Discount) to post-tax NTA	-35.0%
Dividend yield	0.0%
Dividend per share (cents)	0.0
Franking	n.a
Management expense ratio	1.50%

Top Holdings	
Alumina Ltd	Orocobre Limited
BHP Group Ltd	Osisko Mining Inc
Boss Resources Ltd	Ramelius Resources Ltd
Chalice Gold Mines Ltd	Teck Resources Ltd-Cls B
Cornerstone Capital Reso	Yellow Cake PLC
Coronado Global Resource - CDI	
Freeport-McMoRan	
Kirkland Lake Gold Ltd	
Lundin Mining Corp	
Nickel Mines Ltd	

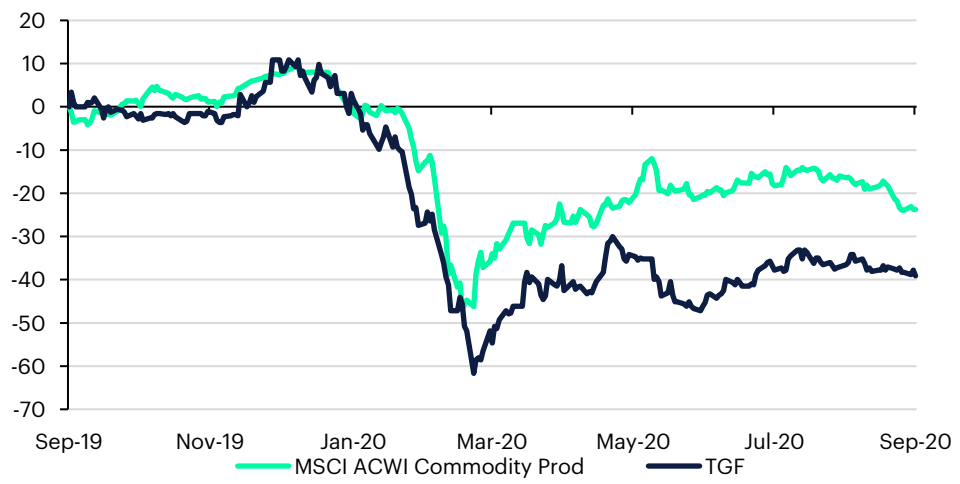
**Alphabetical*

Total Shareholder Return	1 Year	3 Year	5 Year
TGF	-39.0%	na	na
Active return	-15.3%	n.a	n.a

NTA Performance	1 Year*	3 Year	5 Year
NTA growth	-31.8%	na	na
Active return	-8.1%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures since 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.106: TGF TSR vs MSCI ACWI Commodity Prod.



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Templeton Global Growth Fund (TGG)

www.tggf.com.au

- The Templeton Global Growth Fund was listed on the ASX in 1987 by Franklin Templeton Investment Group, an American investment group with more than 50 years' experience.
- Templeton's investment approach is to seek out fundamentally undervalued securities with a focus on long-term growth.
- Its portfolio gives Australian investors access to a diversified portfolio of international securities.
- TGG regional exposures are North America (48%), Asia (36%) and Europe (16%).
- TGG announced a strategic structural review in October to reduce its NTA discount.
- The total shareholder return for the year ending 30 Sep 2020 was -0.3%, with pre-tax net asset backing increasing 0.3%. The active return (TSR) was -4.7%.

E.L. & C. Baillieu Limited's Chairman & Director Jo Dawson is a Director of Templeton Global Growth Fund Limited.

Fig.107: TGG overview

TGG Snapshot	
Price (30 September 2020)	$1.16
Share price range (12 months)	$0.95- $1.38
Shares on issue (Mn)	198.1
Market capitalisation ($Mn)	$230
Pre-tax asset backing*	$1.37
Post-tax asset backing*	$1.35
Premium/(Discount) to pre-tax NTA	-15.6%
Premium/(Discount) to post-tax NTA	-14.0%
Dividend yield	4.3%
Dividend per share (cents)	5.5
Franking	100%
Management expense ratio	1.20%

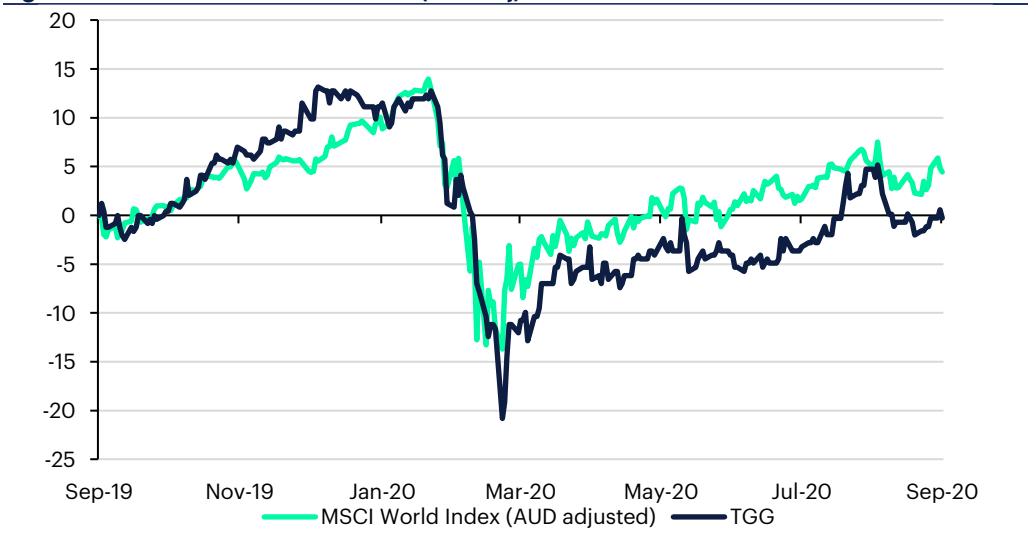
Top Holdings	%
UNITED PARCEL SERVICES	na
SAMSUNG ELECTRONICS	
TAIWAN SEMICONDUCTOR	
COMCAST CORP	
JPMORGAN CHASE & CO	
SUMITOMO METAL	
AMERICAN EXPRESS CO	
ALIBABA GROUP HOLDINGS	
ROCHE HOLDING AG	
SONY CORP	

Total Shareholder Return	1 Year	3 Year	5 Year
TGG	-0.3%	0.6%	2.3%
Active return	-4.7%	-10.9%	-8.3%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	0.3%	2.1%	3.8%
Active return	-4.1%	-9.5%	-6.8%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.108: TGG TSR vs MSCI World Index (AUD adj)



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Thorney Opportunities (TOP)

www.thorneyopportunities.com.au

- Thorney Opportunities (TOP) evolved from Thorney Investment Group, a private investment company via a backdoor listing with cashbox Wentworth Holdings.
- TOP invests in a number of asset classes including securities (listed and unlisted) derivatives, unit trusts, joint ventures, debt instruments and cash.
- The total shareholder return for the year ending 30 Sep 2020 was -27.1%, with pre-tax net asset backing decreasing 22.3%. The active return (TSR) was -18.4%.

Fig.109: TOP overview

TOP Snapshot	
Price (30 September 2020)	$0.48
Share price range (12 months)	$0.34- $0.69
Shares on issue (Mn)	199.4
Market capitalisation ($Mn)	$96
Pre-tax asset backing*	$0.64
Post-tax asset backing*	$0.64
Premium/(Discount) to pre-tax NTA	-25.1%
Premium/(Discount) to post-tax NTA	-25.2%
Dividend yield	3.8%
Dividend per share (cents)	2.0
Franking	100%
Management expense ratio	0.75%

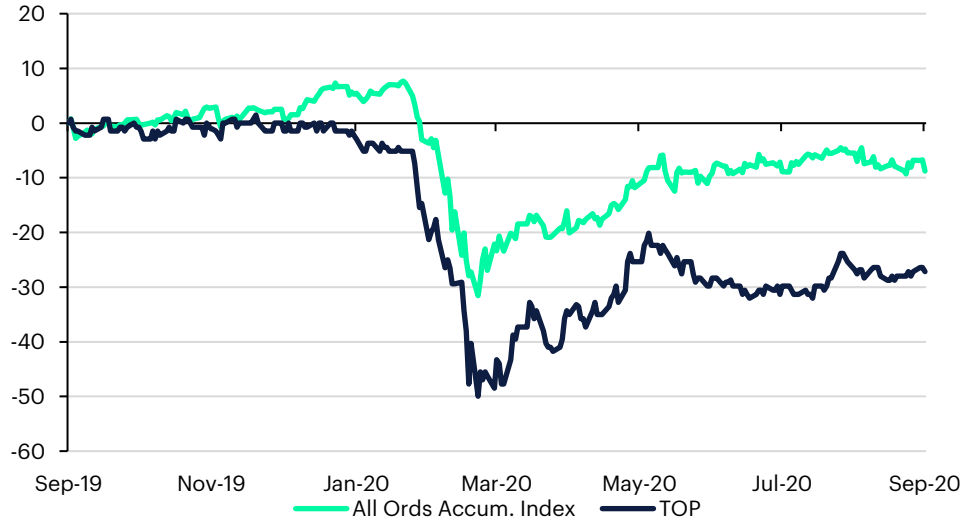
Top Holdings	%
	na

Total Shareholder Return	1 Year	3 Year	5 Year
TOP	-27.1%	-9.5%	3.4%
Active return	-18.4%	-14.9%	-4.3%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-22.3%	-3.9%	5.3%
Active return	-13.6%	-9.3%	-2.4%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.110: TOP TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

VGI Partners Global Investments (VG1)

www.vgipartners.com

- VG1 is managed by VGI Partners; a high conviction global equity manager. VG1 listed in September 2017.
- VG1 holds a concentrated portfolio of global securities which the manager extensively analyses from a fundamental bottom up perspective. VG1 can also opportunistically short sell low quality businesses that are considered to be structurally challenged, poorly managed or materially overvalued.
- Typically, VG1's top five positions will constitute 40%-50% of the portfolio's NAV (44% as at 30 June 2020). The funds net Equity Exposure at 30 Jun 2020 was 75%.
- The total shareholder return for the year ending 30 Sep 2020 was -20.4%, with pre-tax net asset backing decreasing 4.3%. The active return (TSR) was -24.8%.

Fig.111: VG1 overview

VG1 Snapshot	
Price (30 September 2020)	$1.83
Share price range (12 months)	$1.79- $2.32
Shares on issue (Mn)	406.3
Market capitalisation ($Mn)	$744
Pre-tax asset backing*	$2.31
Post-tax asset backing*	$2.36
Premium/(Discount) to pre-tax NTA	-20.8%
Premium/(Discount) to post-tax NTA	-22.5%
Dividend yield	1.3%
Dividend per share (cents)	2.5
Franking	100%
Management expense ratio	1.50%

Top Holdings	%
Amazon.com Inc.	15%
Mastercard Inc.	12%
CME Group Inc.	6%
Pinterest Inc.	6%
Olympus Corporation	5%
Yakult Honsha Co. Ltd	4%
Otis Worldwide Corporation	4%
Cie Financière Richemont SA	4%
Diageo plc	4%
Française des Jeux	4%

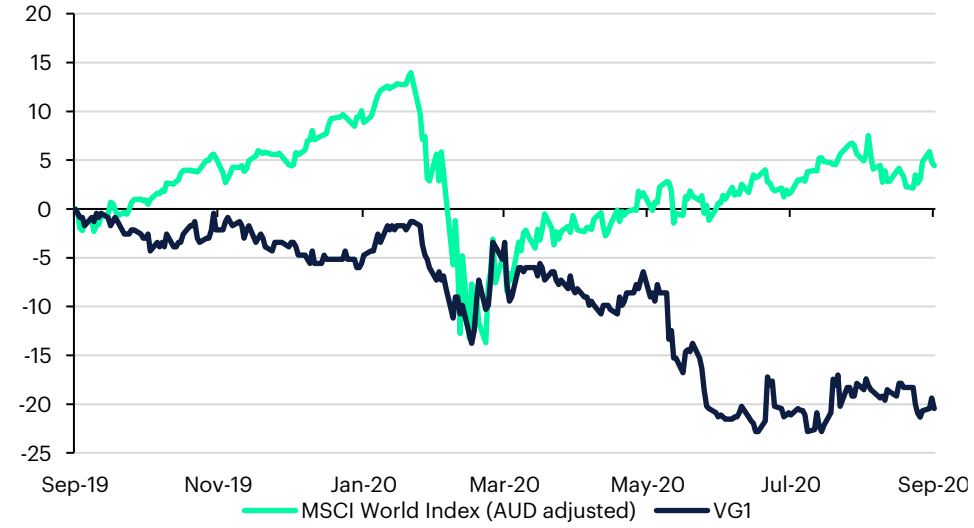
**Long positions*

Total Shareholder Return	1 Year	3 Year	5 Year
VG1	-20.4%	-1.8%	na
Active return	-24.8%	-13.3%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-4.3%	6.0%	na
Active return	-8.8%	-5.6%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.112: VG1 TSR vs MSCI World Index (AUD adj.)



Source: Bloomberg, EL&C Baillieu

WAM Active (WAA)

www.wilsonassetmanagement.com.au

- Incorporated in 2008, WAM Active is managed by Wilson Asset Management International Pty Ltd.
- WAA seeks to provide positive returns in all Market conditions and aims to achieve this through exposure to an active trading style portfolio.
- WAA will not incorporate a single investment strategy; rather it aims to utilise short term catalysts such as corporate transactions and takeovers, IPO's, placements and arbitrage opportunities such as LIC discount arbitrage.
- The total shareholder return for the year ending 30 Sep 2020 was -0.6%, with pre-tax net asset backing decreasing 0.1%. The active return (TSR) was 8.1%.

Fig.113: WAA overview

WAA Snapshot	
Price (30 September 2020)	$1.05
Share price range (12 months)	$0.74- $1.17
Shares on issue (Mn)	46.8
Market capitalisation ($Mn)	$49
Pre-tax asset backing*	$1.02
Post-tax asset backing*	$1.02
Premium/(Discount) to pre-tax NTA	3.3%
Premium/(Discount) to post-tax NTA	3.3%
Dividend yield	5.8%
Dividend per share (cents)	6.0
Franking	100%
Management expense ratio	1.00%

Top Holdings	
Australian United In	Nine Entertainment
Carsales.Com Ltd.	NRW Holdings Limited
Collins Foods Ltd	Nextdc Limited
CSR Limited	Pengana Int Equ Ltd
Downer EDI Limited	Pushpay Holdings Ltd
Fisher & Paykel H.	Steadfast Group Ltd
GrainCorp Limited	The Star Ent Grp
Healius	Templeton Global
Ingenia Group	Temple & Webster Ltd
Keybridge Capital	Tyro Payments

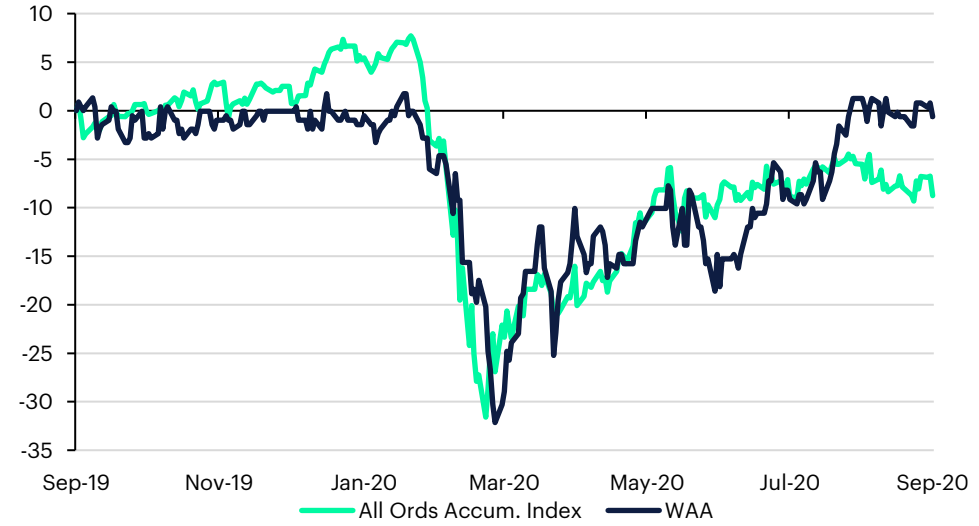
listed in alphabetical order

Total Shareholder Return	1 Year	3 Year	5 Year
WAA	-0.6%	2.1%	6.7%
Active return	8.1%	-3.4%	-1.0%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-0.1%	4.0%	6.2%
Active return	8.6%	-1.5%	-1.6%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.114: WAA TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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WAM Capital (WAM)

www.wilsonassetmanagement.com.au

- WAM Capital concentrates primarily on small to medium industrial companies with an objective to deliver a rising stream of fully franked dividends, to provide capital growth and preserve capital. WAM utilises a research driven investment strategy, focusing on fundamental analysis as well as a Market driven approach, seeking short-term mispricing opportunities.
- WAM also provides exposure to relative value arbitrage and Market mispricing opportunities. WAM is managed by Wilson Asset Management (International) Pty Ltd.
- The total shareholder return for the year ending 30 Sep 2020 was 5.4%, with pre-tax net asset backing decreasing 3.4%. The active return (TSR) was 14.1%.

Fig.115: WAM overview

WAM Snapshot	
Price (30 September 2020)	$2.23
Share price range (12 months)	$1.49- $2.37
Shares on issue (Mn)	735.9
Market capitalisation ($Mn)	$1,641
Pre-tax asset backing*	$1.76
Post-tax asset backing*	$1.79
Premium/(Discount) to pre-tax NTA	26.5%
Premium/(Discount) to post-tax NTA	24.9%
Dividend yield	3.4%
Dividend per share (cents)	7.8
Franking	100%
Management expense ratio	1.00%

Top Holdings	
Adairs Limited	Idp Education Ltd
Australian United In	Infomedia Ltd
Bapcor Limited	Ingenia Group
BWX Limited	Johns Lyng Group
Codan Limited	Nine Entertainment
Collins Foods Ltd	Pengana Int Equ Ltd
Downer EDI Limited	Pushpay Holdings Ltd
Elders Limited	SeaLink Travel Group
Fisher & Paykel H.	Templeton Global
Healius	Viva Energy Group

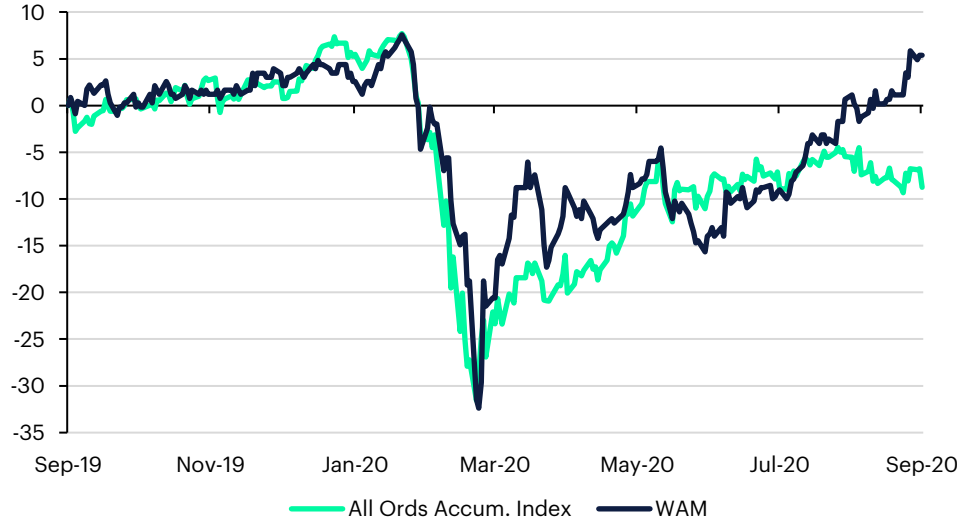
listed in alphabetical order

Total Shareholder Return	1 Year	3 Year	5 Year
WAM	5.4%	2.9%	9.3%
Active return	14.1%	-2.6%	1.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-3.4%	4.6%	6.7%
Active return	5.3%	-0.8%	-1.0%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.116: WAM TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

WAM Research (WAX)

www.wilsonassetmanagement.com.au

- WAM Research (WAX) aims to invest in undervalued small and medium industrial growth companies listed on the ASX. WAX is also managed by Wilson Asset Management (International) Pty Ltd.
- The investment objective is to provide a growing stream of fully franked dividends and to achieve a high real rate of return, comprising both income and capital growth within risk parameters acceptable to the Directors, utilising a fundamental research investment strategy.
- The total shareholder return for the year ending 30 Sep 2020 was 9.5%, with pre-tax net asset backing decreasing 4.1%. The active return (TSR) was 18.2%.

Fig.117: WAX overview

WAX Snapshot	
Price (30 September 2020)	$1.52
Share price range (12 months)	$0.93- $1.55
Shares on issue (Mn)	194.7
Market capitalisation ($Mn)	$296
Pre-tax asset backing*	$1.11
Post-tax asset backing*	$1.11
Premium/(Discount) to pre-tax NTA	36.9%
Premium/(Discount) to post-tax NTA	37.3%
Dividend yield	6.9%
Dividend per share (cents)	9.8
Franking	100%
Management expense ratio	1.00%

Top Holdings	
Adairs Limited	Integral Diagnostics
Als Ltd	Idp Education Ltd
Bapcor Limited	Infomedia Ltd
Brickworks Limited	Johns Lyng Group
Breville Group Ltd	Kogan.Com Ltd
BWX Limited	Redbubble Limited
City Chic Collective	SeaLink Travel Group
Codan Limited	Seven Group Holdings
Elders Limited	United Malt Group
Flight Centre Travel	Viva Energy Group

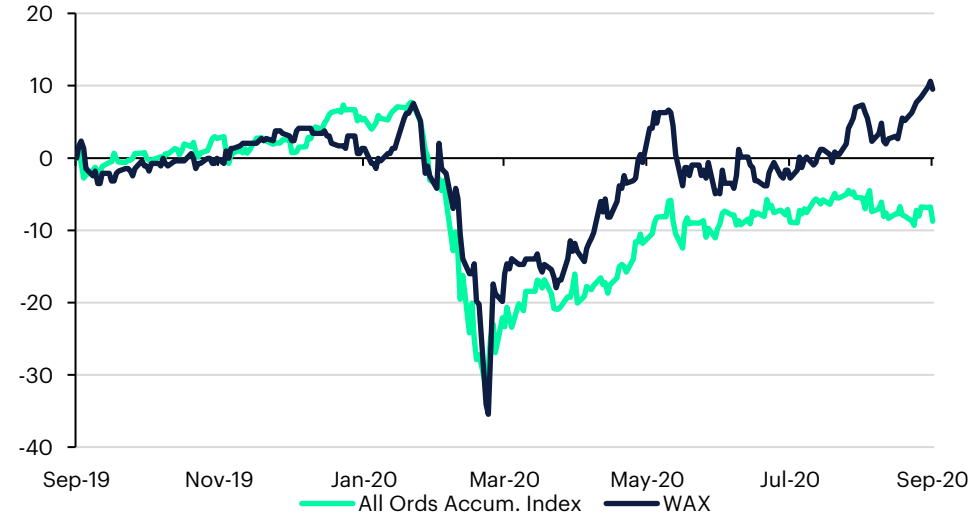
listed in alphabetical order

Total Shareholder Return	1 Year	3 Year	5 Year
WAX	9.5%	4.5%	10.6%
Active return	18.2%	-1.0%	2.9%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-4.1%	4.8%	6.8%
Active return	4.7%	-0.7%	-0.9%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.118: WAX TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

WAM Global (WGB)

www.wilsonassetmanagement.com.au

- WGB listed in June 2018 following a $465m raise. WGB is the most recent LIC from Wilson Asset Management International's (WAMI) stable and the group's first international LIC.
- WGB will employ the typically WAMI investment style (as employed by other WAMI LICs). This process incorporates a two-pronged approach consisting of a research and Market driven strategy. Average position sizes can range between 1-5% of the portfolio, and a single position will be reviewed if it obtains a position weighting >20% of the portfolio. WGB has no geographic and sector allocation limits, and currency hedging is permitted (although typically the portfolio will not be hedged).
- Regional exposures as at 30 June 2020 includes USA (57.7%), Germany (10.2%) and Switzerland (4.8%). WGB had a cash position of 7.2%.
- The total shareholder return for the year ending 30 Sep 2020 was 0.2%, with pre-tax net asset backing increasing 4.1%. The active return (TSR) was -4.2%.

Fig.119: WGB overview

WGB Snapshot	
Price (30 September 2020)	$2.10
Share price range (12 months)	$1.40- $2.34
Shares on issue (Mn)	212.7
Market capitalisation ($Mn)	$447
Pre-tax asset backing*	$2.47
Post-tax asset backing*	$2.38
Premium/(Discount) to pre-tax NTA	-14.9%
Premium/(Discount) to post-tax NTA	-11.9%
Dividend yield	3.3%
Dividend per share (cents)	7.0
Franking	100%
Management expense ratio	1.25%

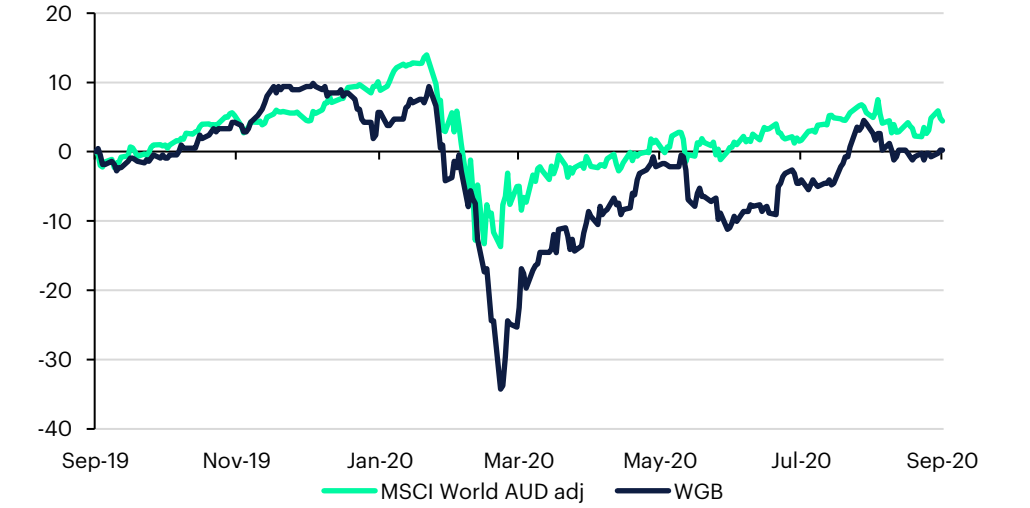
Top Holdings	%
Kobe Bussan Co Ltd	home24
Tencent Holdings Ltd	Hasbro Inc
Aon PLC	Intercontinental Exchange Inc
Avantor	Lowe's Cos Inc
AutoZone Inc	Microsoft Corp
CME Group Inc	Nomad Foods Ltd
Dollar General Corp	Quanta Services
Electronic Arts Inc	Ströer
Fidelity National Informati	SoftwareONE Holding
Fiserv	Thermo Fisher Scientific Inc

Total Shareholder Return	1 Year	3 Year	5 Year
WGB	0.2%	na	na
Active return	-4.2%	n.a	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	4.1%	na	na
Active return	-0.3%	n.a	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.120: WGB TSR vs MSCI World AUD Adj



Source: Bloomberg, EL&C Baillieu

Whitefield (WHF)

www.whitefield.com.au

- Formed in 1923, Whitefield is one of Australia's oldest listed investment companies.
- It provides investors with a diversified exposure to the industrial segment (i.e. no resource companies) of the Market with the aim of generating long-term returns.
- Top sector exposures currently include Commercial Banks (19.1%), Healthcare (14.2%), Consumer Discretionary (8.9%), Financials (8.9%), Real Estate (7.8%), and Industrials (7.8%).
- The total shareholder return for the year ending 30 Sep 2020 was -3.9%, with pre-tax net asset backing decreasing 11.6%. The active return (TSR) was 7.8%.

Fig.121: WHF overview

WHF Snapshot	
Price (30 September 2020)	$4.60
Share price range (12 months)	$3.71- $5.48
Shares on issue (Mn)	96.0
Market capitalisation ($Mn)	$442
Pre-tax asset backing*	$4.59
Post-tax asset backing*	$4.31
Premium/(Discount) to pre-tax NTA	0.2%
Premium/(Discount) to post-tax NTA	6.7%
Dividend yield	4.3%
Dividend per share (cents)	20.5
Franking	100%
Management expense ratio	0.25%

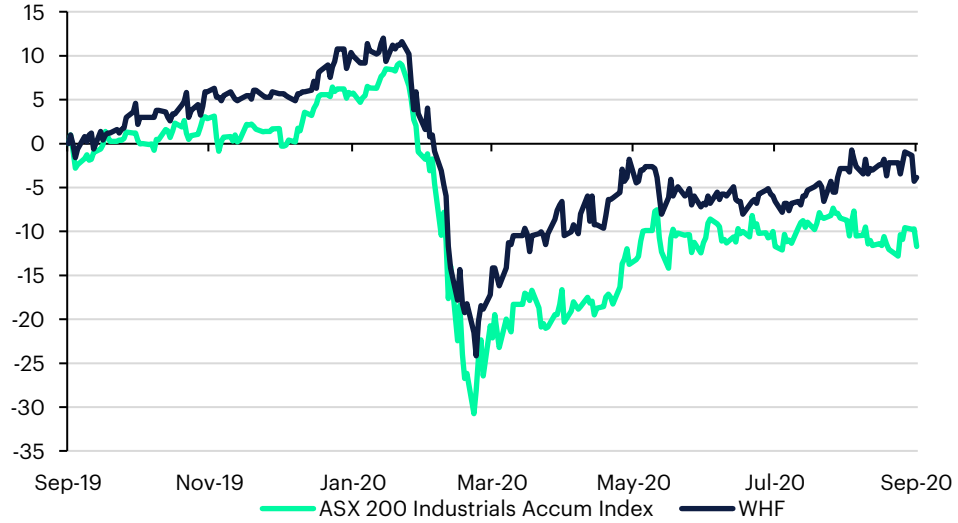
Top Holdings	%
CSL Limited	8.8%
Commonwealth Bank.	7.8%
Westpac Banking Corp	4.1%
Wesfarmers Limited	4.0%
National Aust. Bank	3.8%
Woolworths Group Ltd	3.5%
ANZ Banking Grp Ltd	3.3%
Macquarie Group Ltd	2.7%
Telstra Corporation.	2.2%
Transurban Group	2.2%

Total Shareholder Return	1 Year	3 Year	5 Year
WHF	-3.9%	4.9%	6.3%
Active return	7.8%	1.6%	0.4%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-11.6%	2.2%	4.7%
Active return	0.1%	-1.1%	-1.1%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.122: WHF TSR vs ASX200 Industrial Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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Westoz Investment Company (WIC)

www.westozfunds.com.au

- Westoz Funds, established in 2005, initially focused on investments in Western Australian based companies outside the ASX100. Recently, WIC has invested in companies outside of Western Australian, within the industrial sector.
- Key sector exposures Include Industrials (32%), Materials (18%), Real Estate (17%), Gold (16%) and Energy (11%). WIC had a cash position of 6% as at 30 June 2020.
- The total shareholder return for the year ending 30 Sep 2020 was -5.7%, with pre-tax net asset backing decreasing 4.2%. The active return (TSR) was 3.0%.

Fig.123: WIC overview

WIC Snapshot	
Price (30 September 2020)	$0.96
Share price range (12 months)	$0.59- $1.15
Shares on issue (Mn)	133.8
Market capitalisation ($Mn)	$128
Pre-tax asset backing*	$1.13
Post-tax asset backing*	$1.13
Premium/(Discount) to pre-tax NTA	-15.1%
Premium/(Discount) to post-tax NTA	-15.0%
Dividend yield	6.1%
Dividend per share (cents)	6.0
Franking	100%
Management expense ratio	1.00%

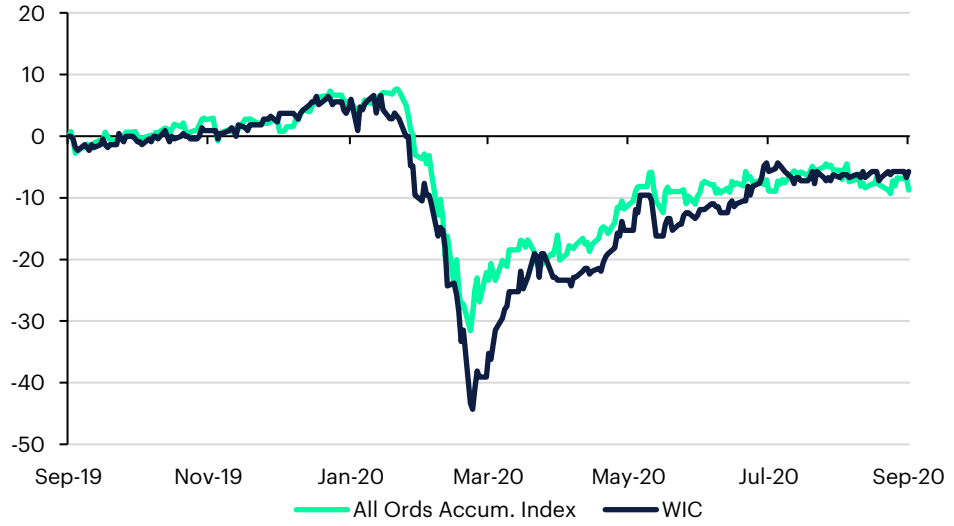
Top Holdings	%
NRW Holdings Limited	11%
Emeco Holdings	11%
Orecorp Ltd	7%
Cedar Woods Prop.	6%
Finbar Group Limited	6%
Nickelmineslimited	6%
West African Res Ltd	6%
Karoon Energy Ltd	5%
Perenti Global Ltd	5%
Coronado Global Res	5%

Total Shareholder Return	1 Year	3 Year	5 Year
WIC	-5.7%	4.5%	9.7%
Active return	3.0%	-1.0%	1.9%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-4.2%	3.9%	9.0%
Active return	4.6%	-1.5%	1.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.124: WIC TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

WAM Leaders (WLE)

www.wilsonassetmanagement.com.au

- Incorporated in May 2016, WAM Leaders is managed by Wilson Asset Management International (WAMI) Pty Ltd. WAMI also manages WAM, WAX, WMI, WAA, and WGB within the LIC space.
- WLE seeks to deliver a stream of fully franked dividends, provide capital growth over the medium-to-long term and preserve capital. The portfolio will predominately comprise of large cap companies within the S&P/ASX 200 Index.
- WLE employs a two-tiered investment process including research driven investing (fundamental bottom up approach) and a Market driven approach which seeks to take advantage of short-term relative arbitrages and mispricing opportunities.
- The total shareholder return for the year ending 30 Sep 2020 was 9.4%, with pre-tax net asset backing decreasing 4.1%. The active return (TSR) was 19.6%.

Fig.125: WLE overview

WLE Snapshot	
Price (30 September 2020)	$1.23
Share price range (12 months)	$0.79- $1.33
Shares on issue (Mn)	836.1
Market capitalisation ($Mn)	$1,028
Pre-tax asset backing*	$1.16
Post-tax asset backing*	$1.17
Premium/(Discount) to pre-tax NTA	6.1%
Premium/(Discount) to post-tax NTA	5.5%
Dividend yield	5.6%
Dividend per share (cents)	6.5
Franking	100%
Management expense ratio	1.00%

Top Holdings	
ANZ Banking Grp Ltd	National Aust. Bank
BHP Group Limited	OZ Minerals
Commonwealth Bank.	Ramsay Health Care
Challenger Limited	RIO Tinto Limited
CSL Limited	Scentre Group
Downer EDI Limited	The Star Ent Grp
Fortescue Metals Grp	Santos Ltd
Goodman Group	Transurban Group
Insurance Australia Group	Westpac Banking Corp
Macquarie Group Ltd	Woolworths Group Ltd

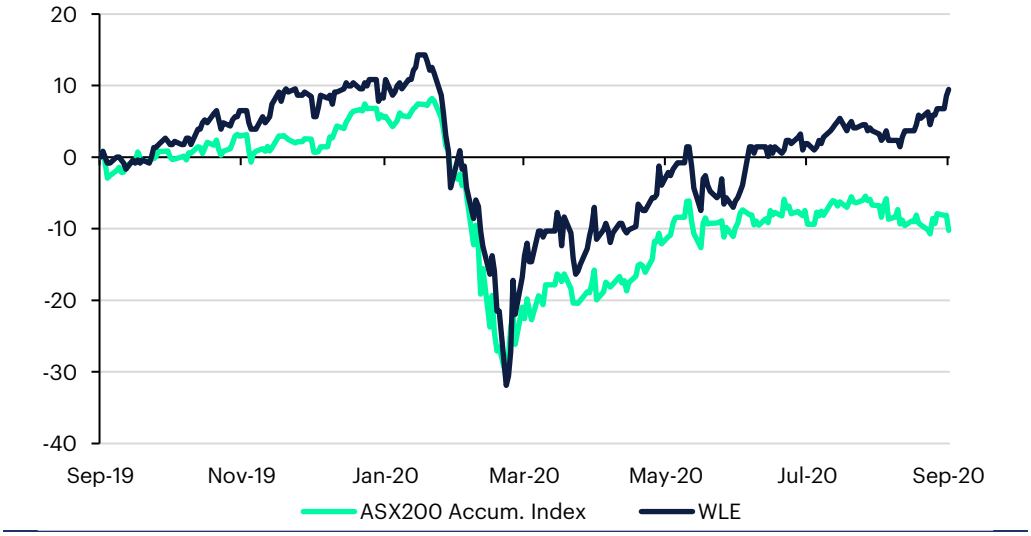
listed in alphabetical order

Total Shareholder Return	1 Year	3 Year	5 Year
WLE	9.4%	8.8%	na
Active return	19.6%	4.0%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-4.1%	4.1%	na
Active return	6.1%	-0.6%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.126: WLE TSR vs ASX200 Accum. Index



Source: Bloomberg, EL&C Baillieu

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.
- Key sector weightings as at 30 Sep 2020 included Argyle Water Fund (27.6%), Cash (24.0%), Growth capital (17.7%) and Strategic Ag Fund (13.4%).
- The total shareholder return for the year ending 30 Sep 2020 was 21.4%, with pre-tax net asset backing decreasing 2.6%. The active return (TSR) was 30.1%

Fig.127: WMA overview

WMA Snapshot	
Price (30 September 2020)	$0.91
Share price range (12 months)	$0.59- $0.95
Shares on issue (Mn)	193.8
Market capitalisation ($Mn)	$176
Pre-tax asset backing*	$1.05
Post-tax asset backing*	$1.05
Premium/(Discount) to pre-tax NTA	-13.2%
Premium/(Discount) to post-tax NTA	-13.5%
Dividend yield	4.3%
Dividend per share (cents)	4.0
Franking	100%
Management expense ratio	1.20%

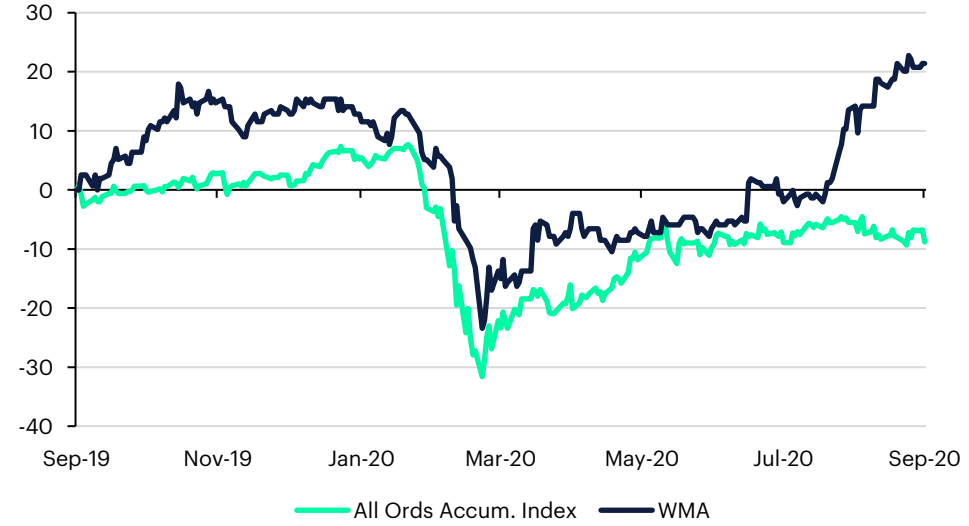
Top Holdings	%
SECTOR WEIGHTINGS	
Argyle Water Fund	27.6%
Cash	24.0%
Growth Capital	17.7%
Strategic Ag Fund	13.4%
Venture Capital	7.0%
Real Estate	6.8%
Real Assets	3.5%

Total Shareholder Return	1 Year	3 Year	5 Year
BAF	21.4%	-4.4%	3.1%
Active return	30.1%	-9.8%	-4.6%

NTA Performance	1 Year	3 Year	5 Year
NTA growth	-2.6%	2.3%	4.4%
Active return	6.2%	-3.1%	-3.3%

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

Fig.128: WMA TSR vs All Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

EL&C Baillieu
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WAM Microcap (WMI)

www.wilsonassetmanagement.com.au

- WMI (the company) listed in Jun-16 following a $154m raise (max raise). WMI (at the time) was WAMI's fifth LIC, but the first specialised LIC focusing on listed ASX companies with a Market capitalisation of less than $300m at the time of purchase.
- WMI seeks to provide investors exposure to undervalued growth companies identified using WAMI's research and Market driven investment process. There are no investment limits on industry sector or geography allocations. Short selling is permitted; however, it will not exceed 50% of the value of the portfolio without prior board approval.
- Key sector exposures as at 30 June 2020 include Consumer Discretionary (26.9%), Information Technology (17.6%) and Industrials (7.2%).
- The total shareholder return for the year ending 30 Sep 2020 was 17.8%, with pre-tax net asset backing increasing 8.5%. The active return (TSR) was 21.1%.

Fig.129: WMI overview

WMI Snapshot	
Price (30 September 2020)	$1.58
Share price range (12 months)	$0.85- $1.66
Shares on issue (Mn)	206.7
Market capitalisation ($Mn)	$327
Pre-tax asset backing*	$1.47
Post-tax asset backing*	$1.42
Premium/(Discount) to pre-tax NTA	7.7%
Premium/(Discount) to post-tax NTA	11.4%
Dividend yield	5.8%
Dividend per share (cents)	9.0
Franking	100%
Management expense ratio	1.00%

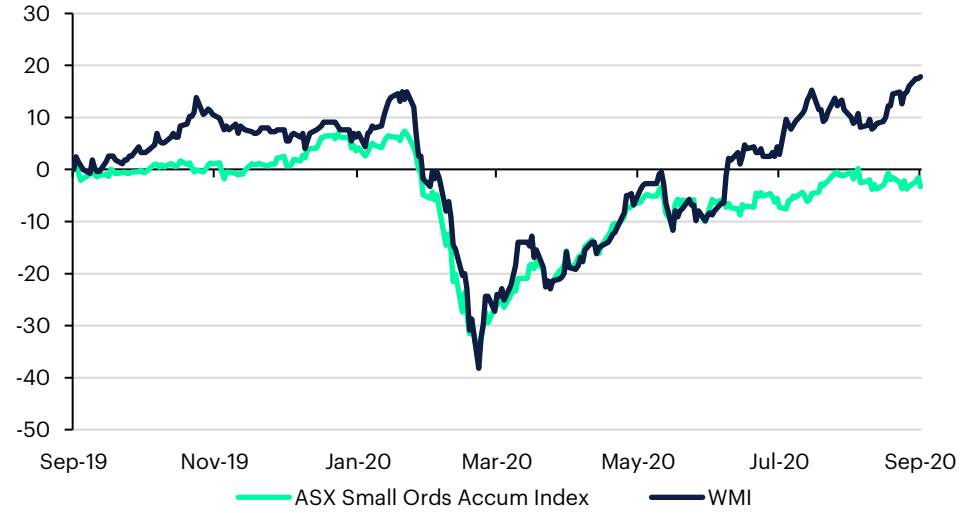
Top Holdings	%
Alliance Aviation	Mach7 Tech Limited
Autosports Grp Ltd.	Macmahon Holdings
Baby Bunting Grp Ltd	Macquarie Telecom Gp
Capitol Health	Mcpherson'S Ltd
City Chic Collective	Objective Corp
Enero Group Ltd	Peopleinfrastructure
Fineos Corp Hold PLC	Redbubble Limited
Generation Dev Group	Shaver Shop Grp Ltd
Infomedia Ltd	Temple & Webster Ltd
Johns Lyng Group	Virtus Health Ltd

Total Shareholder Return	1 Year	3 Year	5 Year
WMI	17.8%	10.0%	na
Active return	21.1%	3.5%	n.a

NTA Performance	1 Year	3 Year	5 Year
NTA growth	8.5%	12.3%	na
Active return	11.8%	5.7%	n.a

Source: IRESS, Bloomberg, EL&C Baillieu, Company reports. Figures as at 30 Sep 2020. Active returns refers to the TSR and NTA growth relative to that of the comparative index (see chart below).

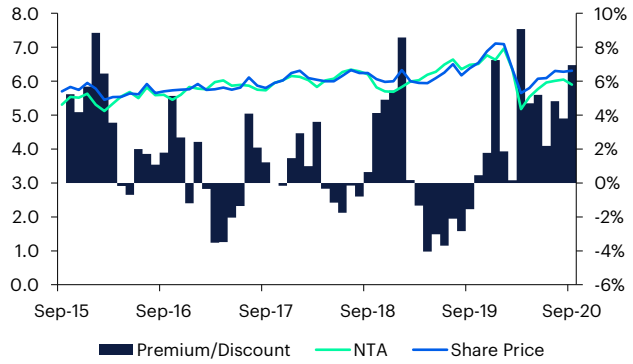
Fig.130: WMI TSR vs ASX Small Ords Accum. Index



Source: Bloomberg, EL&C Baillieu

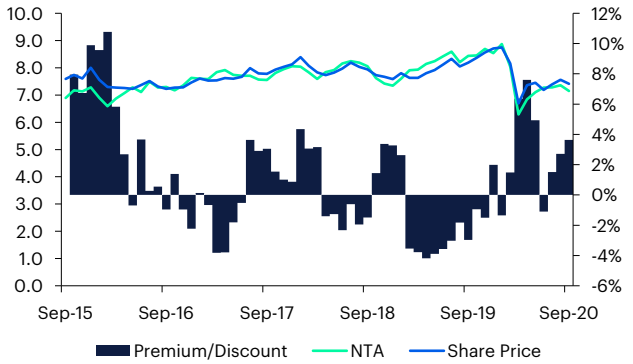
Appendix – Historical Premium/Discounts for Selected LICs

Fig.131: AFI



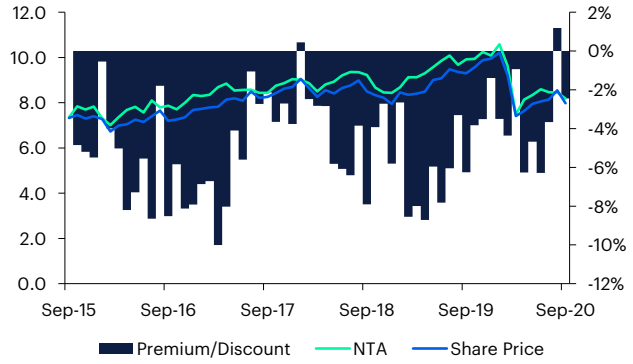
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.132: ARG



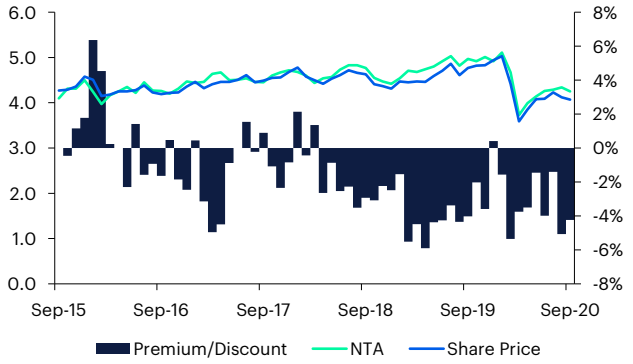
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.133: AUI



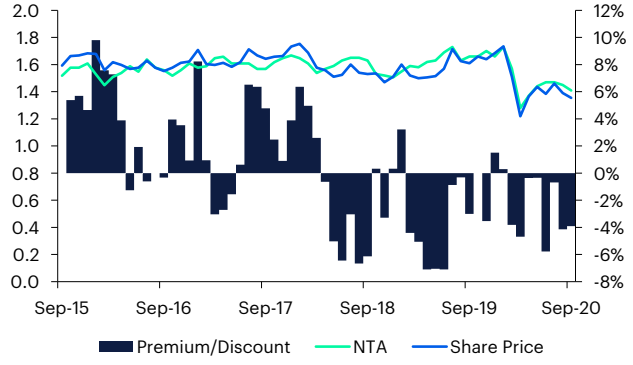
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.134: MLT



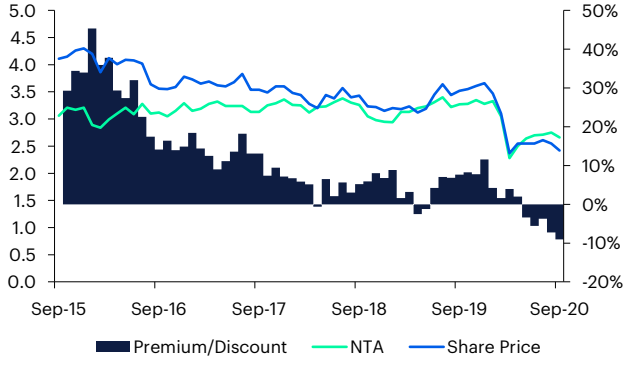
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.135: BKI



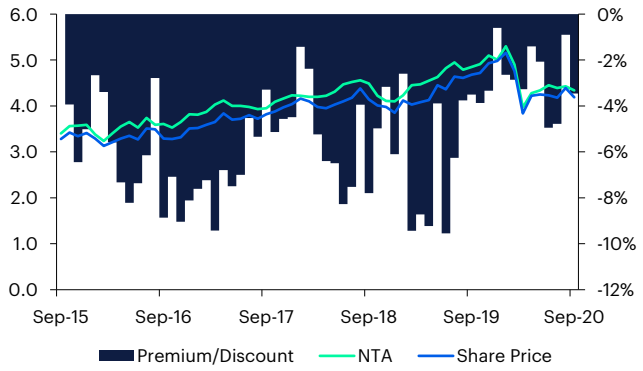
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.136: DJW



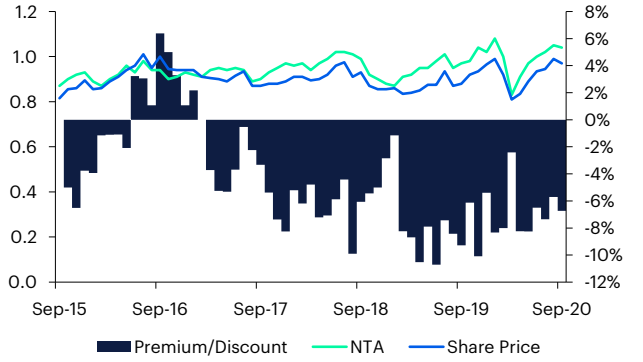
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.137: DUI



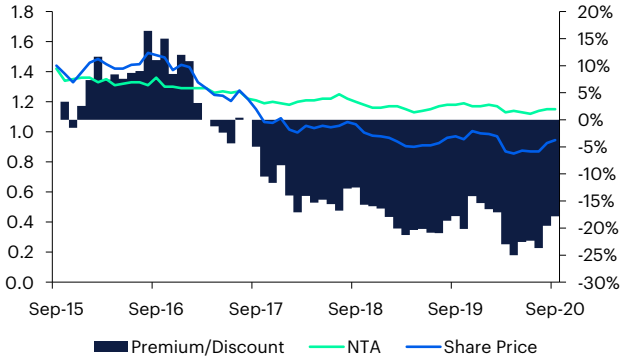
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.138: AMH



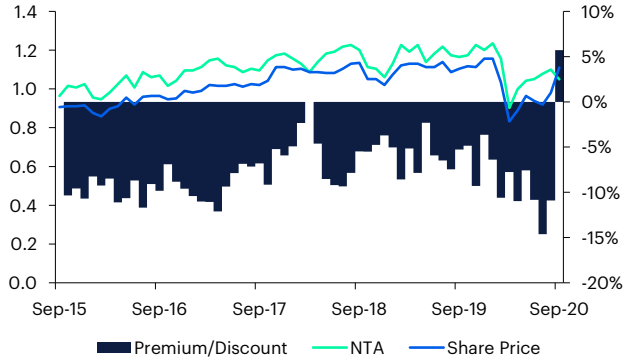
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.139: ALF



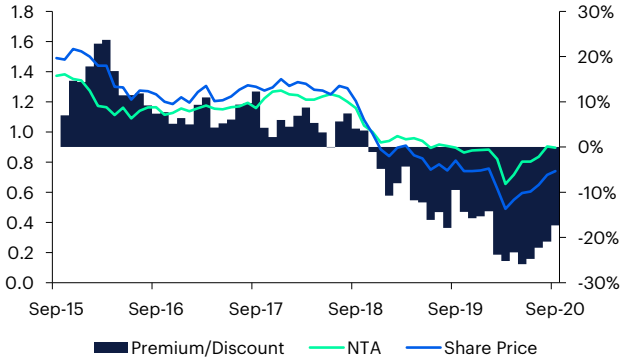
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.140: CLF



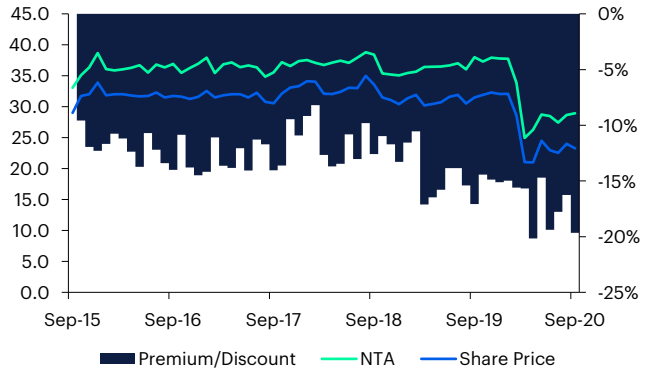
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.141: CDM



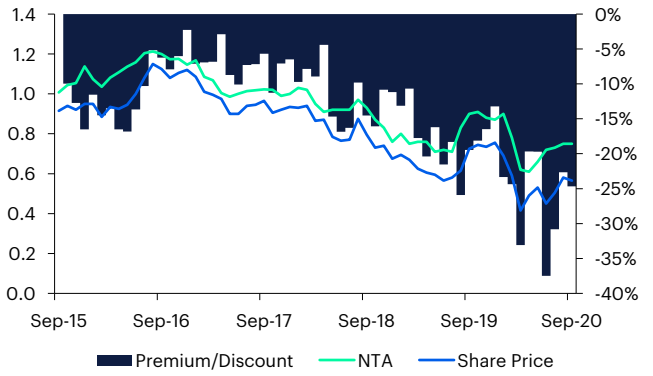
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.142: CIN



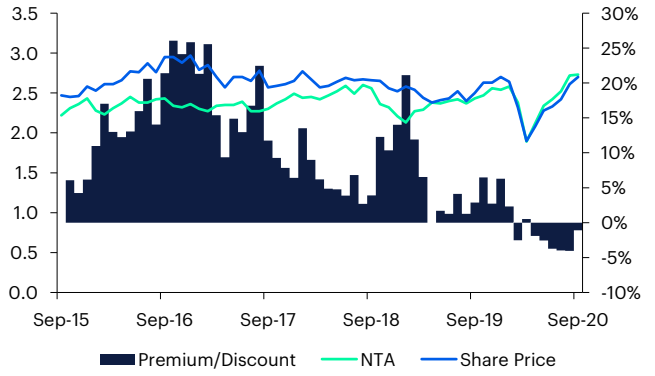
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.143: NSC



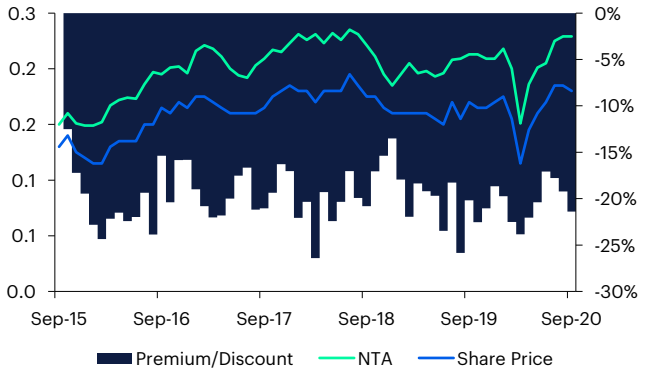
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.144: MIR



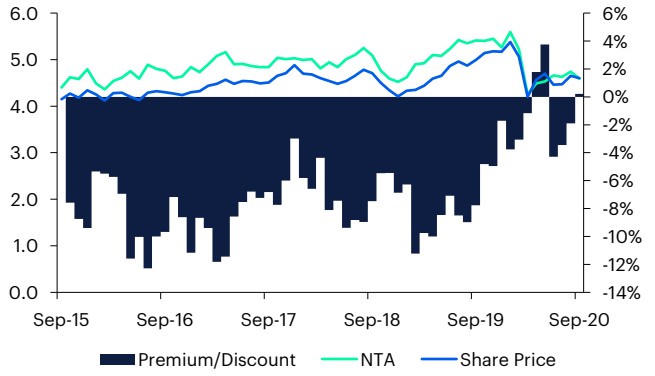
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.145: OZG



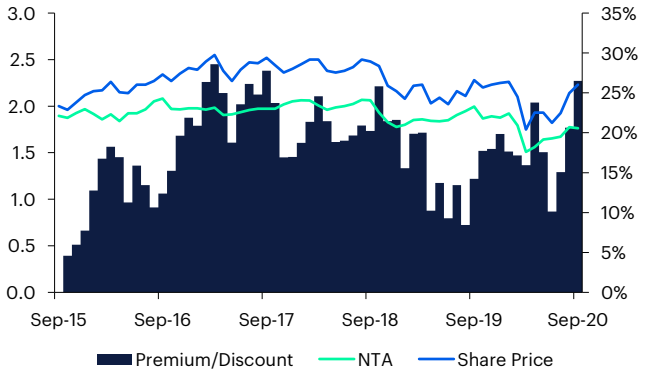
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.146: WHF



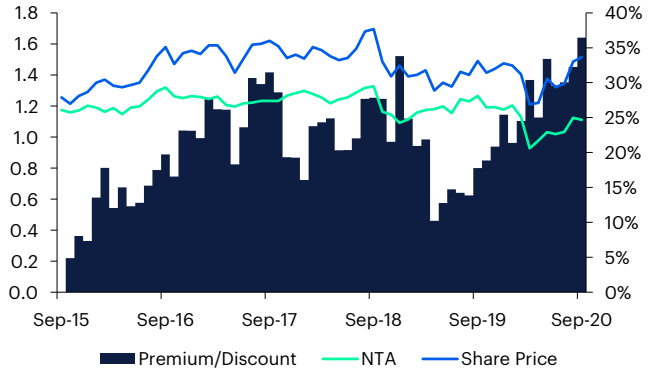
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.147: WAM



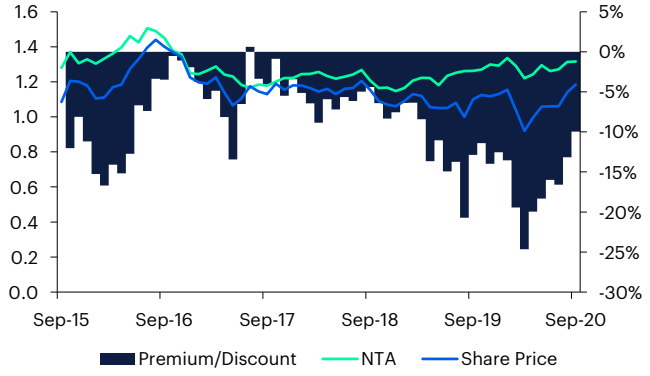
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.148: WAX



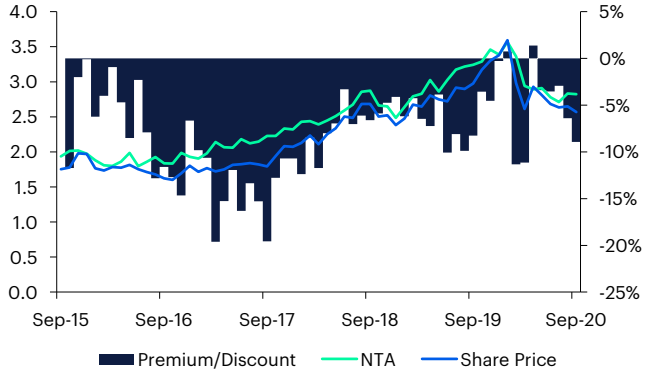
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.149: PIA



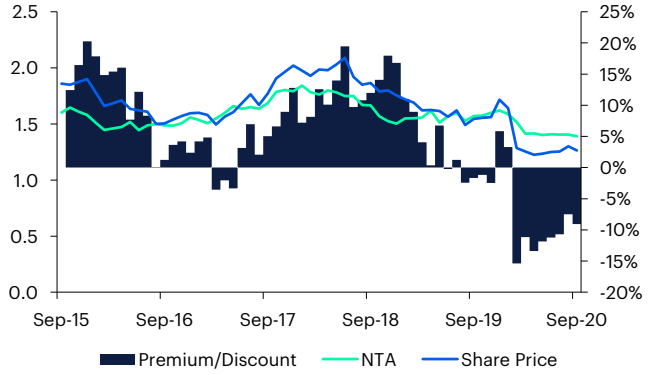
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.150: MFF



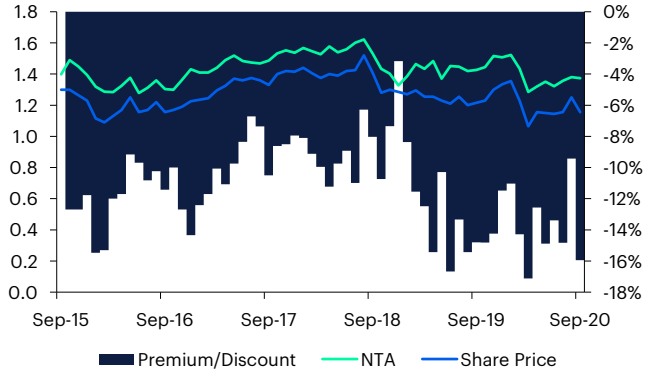
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.151: PMC



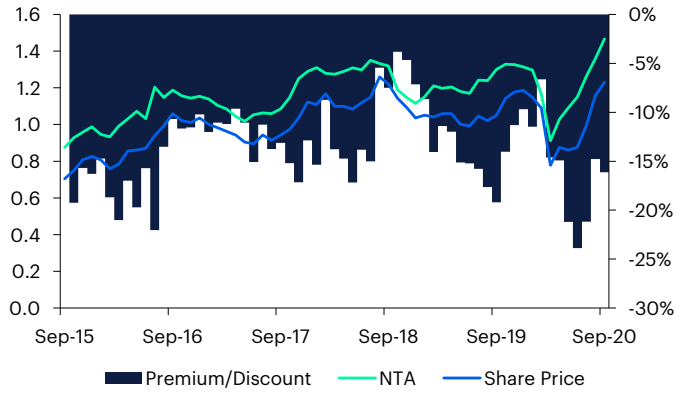
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.152: TGG



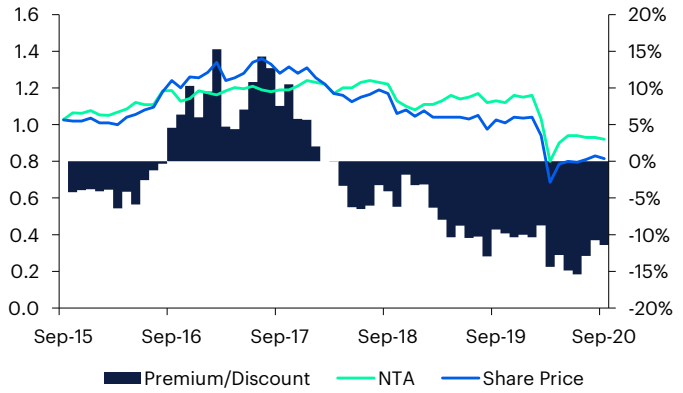
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.153: ACQ



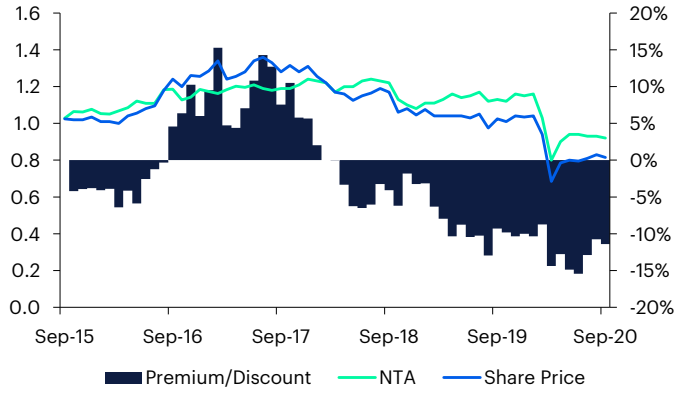
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.154: QVE



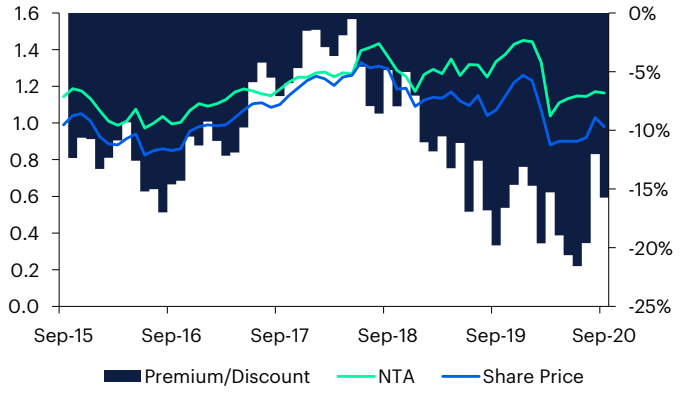
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.155: PAF



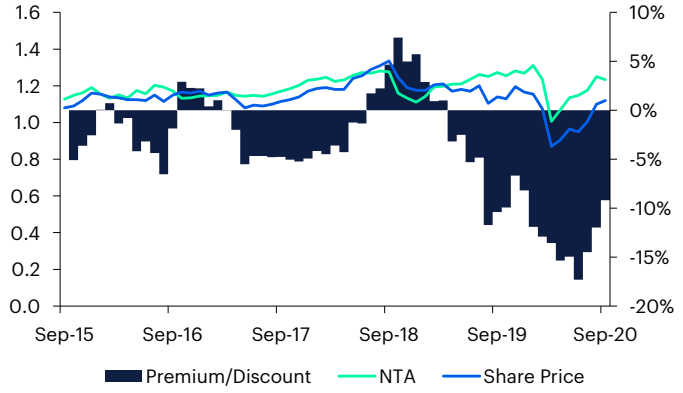
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.156: PGF



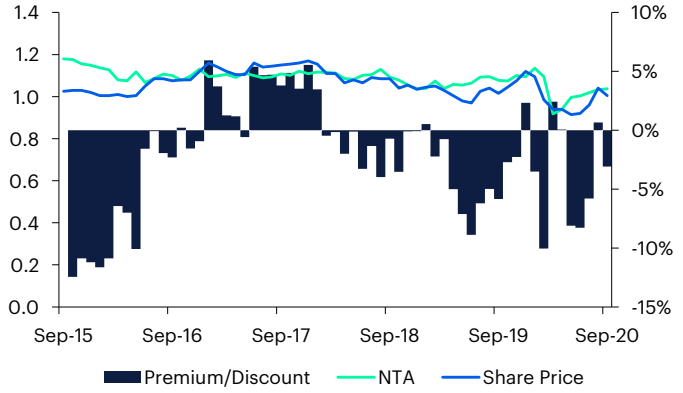
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.157: FGX



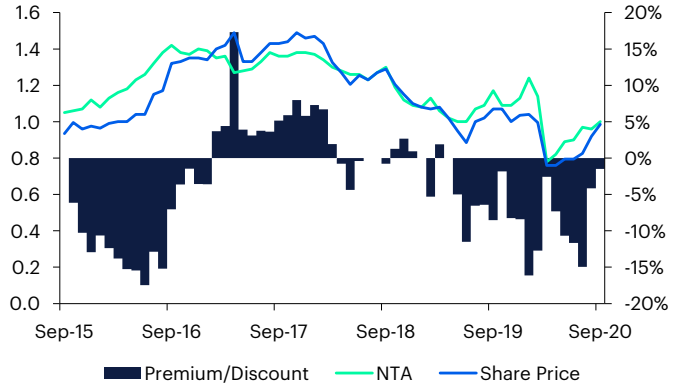
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.158: GVF



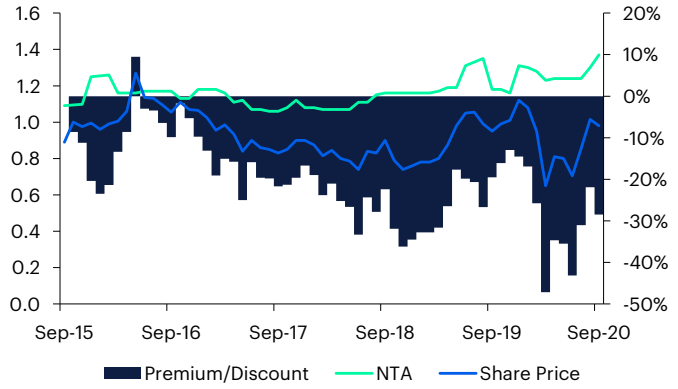
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.159: NCC



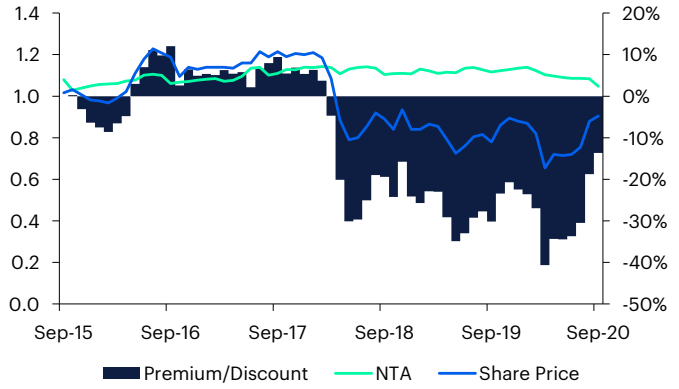
Source: Bloomberg, IRESS, EL&C Baillieu

Fig.160: BTI



Source: Bloomberg, IRESS, EL&C Baillieu

Fig.161: WMA



Source: Bloomberg, IRESS, EL&C Baillieu

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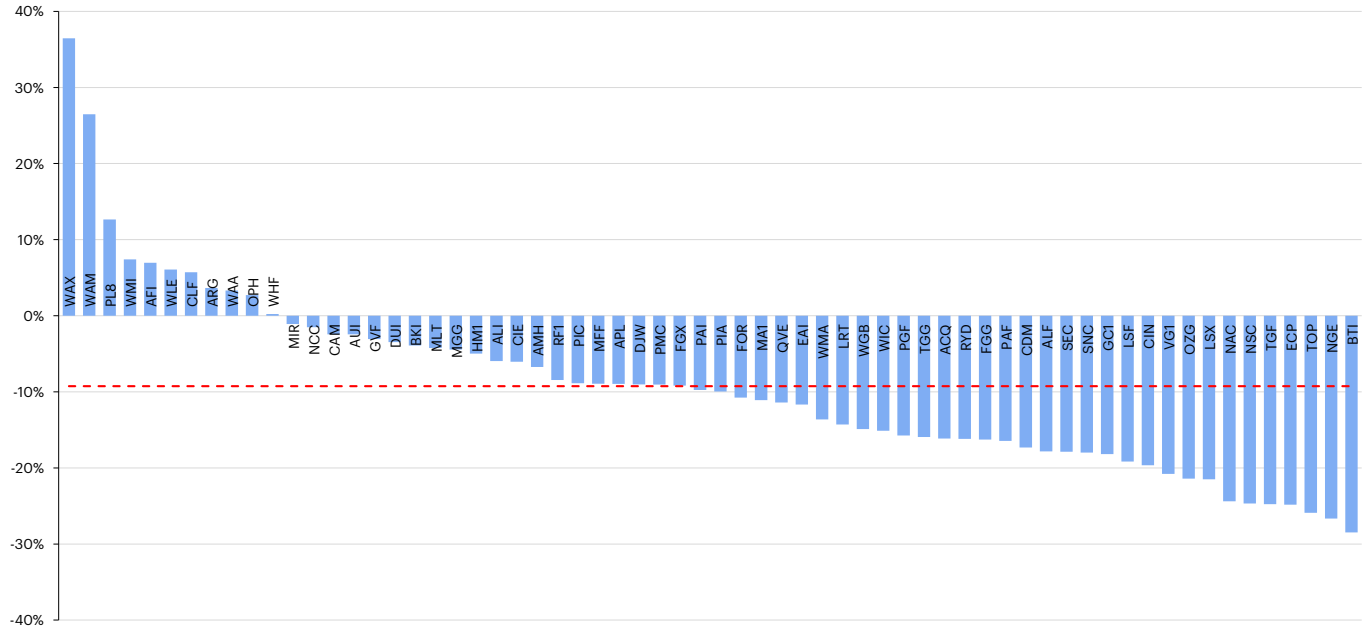
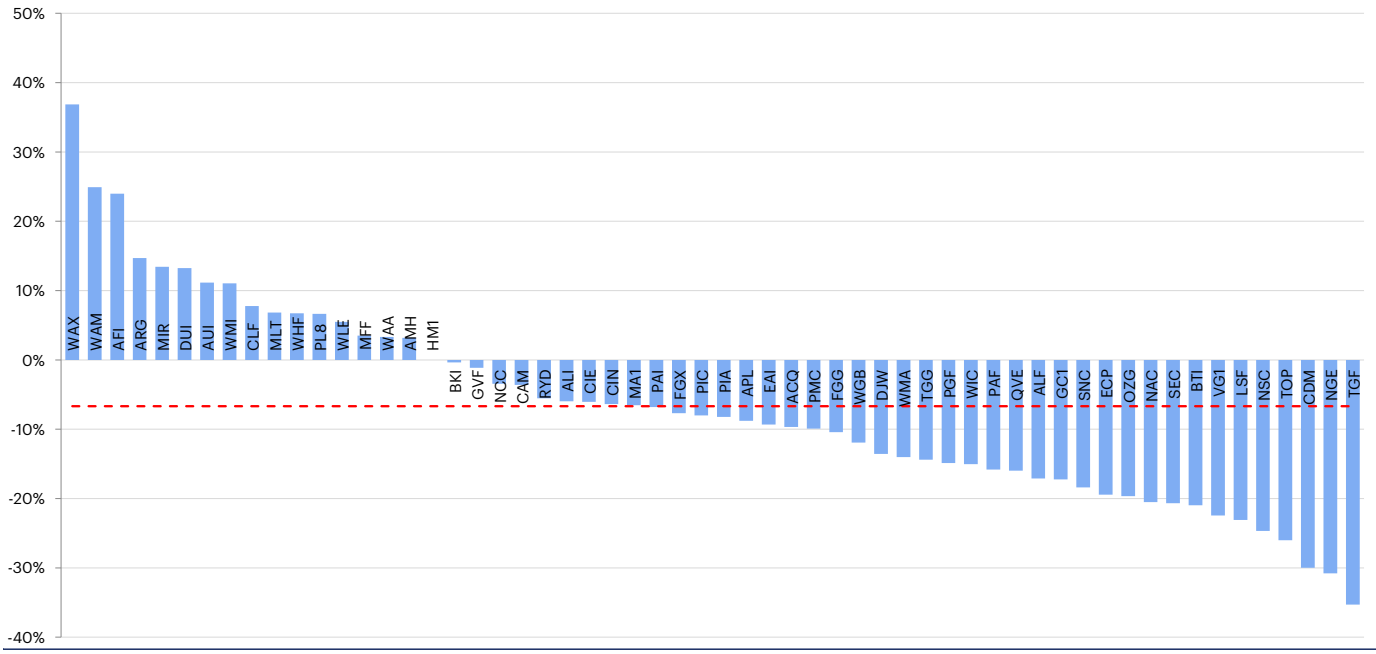
Pre & post tax discount/premium to NTA

Fig.162: Premium/(Discount) to Pre-tax NTA



Source: Bloomberg, Iress, EL&C Baillieu

Fig.163: Premium/(Discount) to Post-tax NTA



Source: Bloomberg, Iress, EL&C Baillieu

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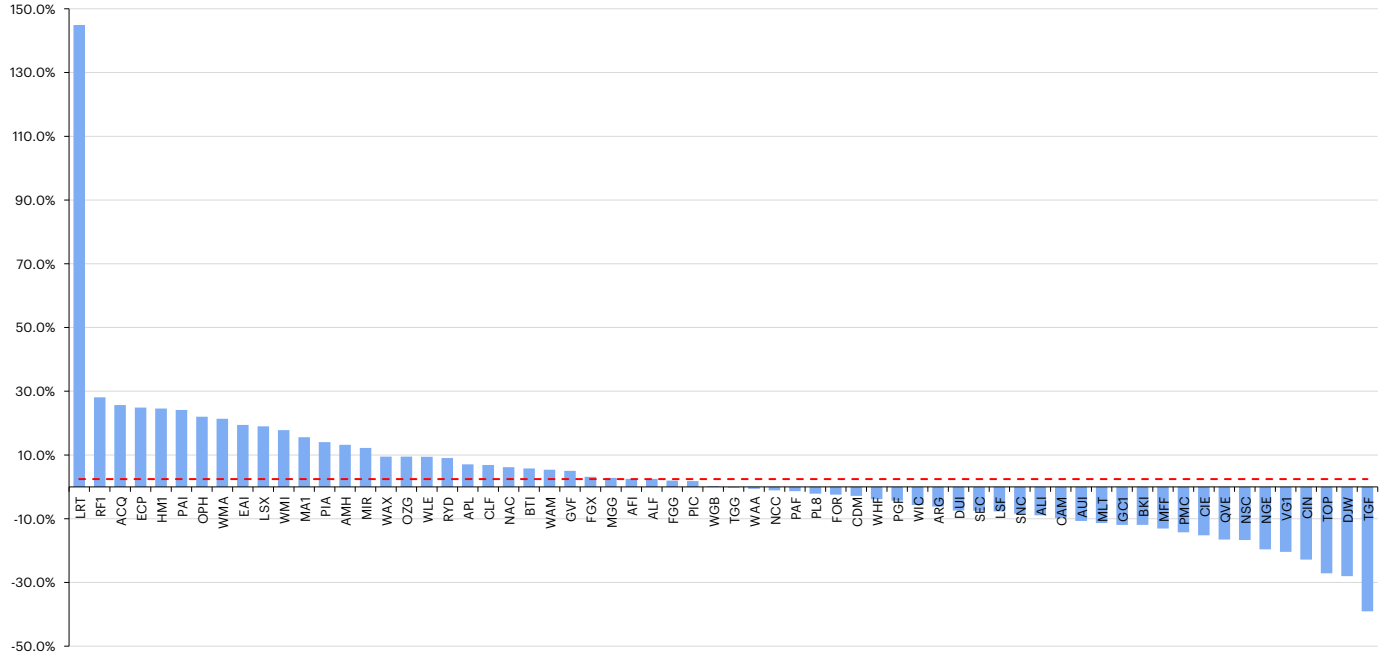
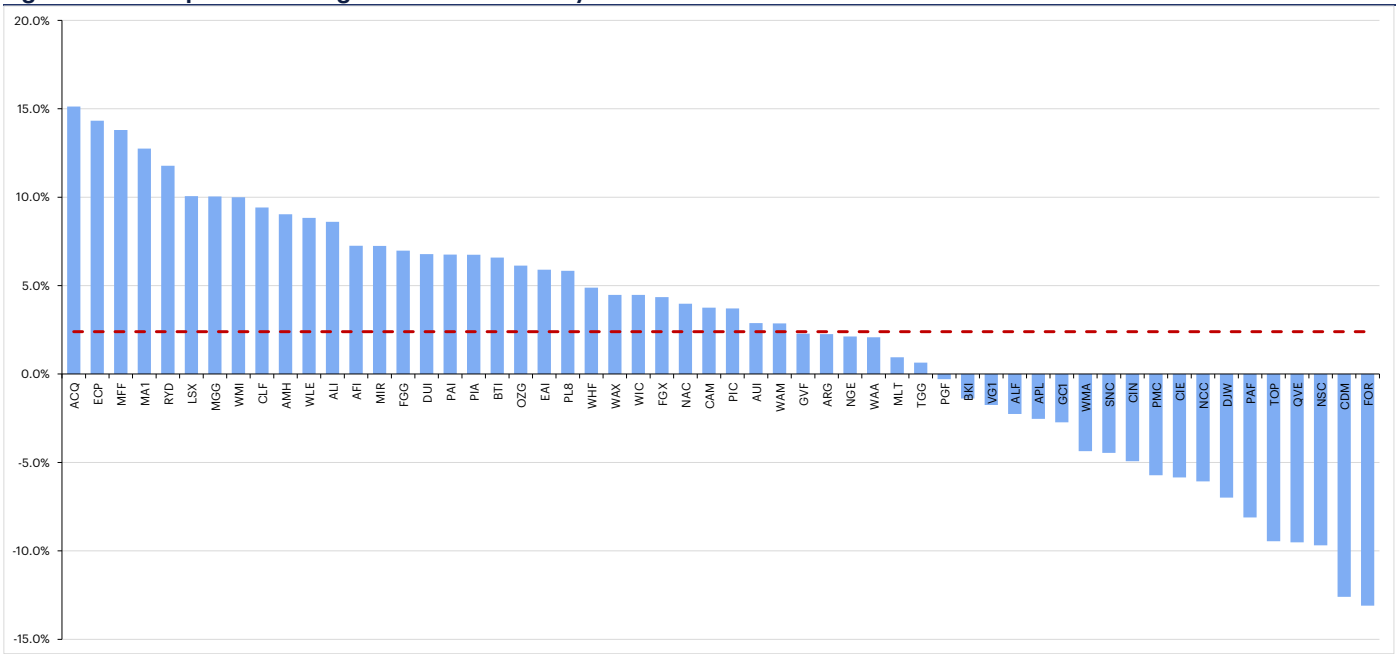
1, 3 and 5 year total shareholder return & NTA growth

Fig.164: TSR compound annual growth rate - % over 12 months



Source: Bloomberg, Iress, EL&C Baillieu

Fig.165: TSR compound annual growth rate - % over 3 years



Source: Bloomberg, Iress, EL&C Baillieu

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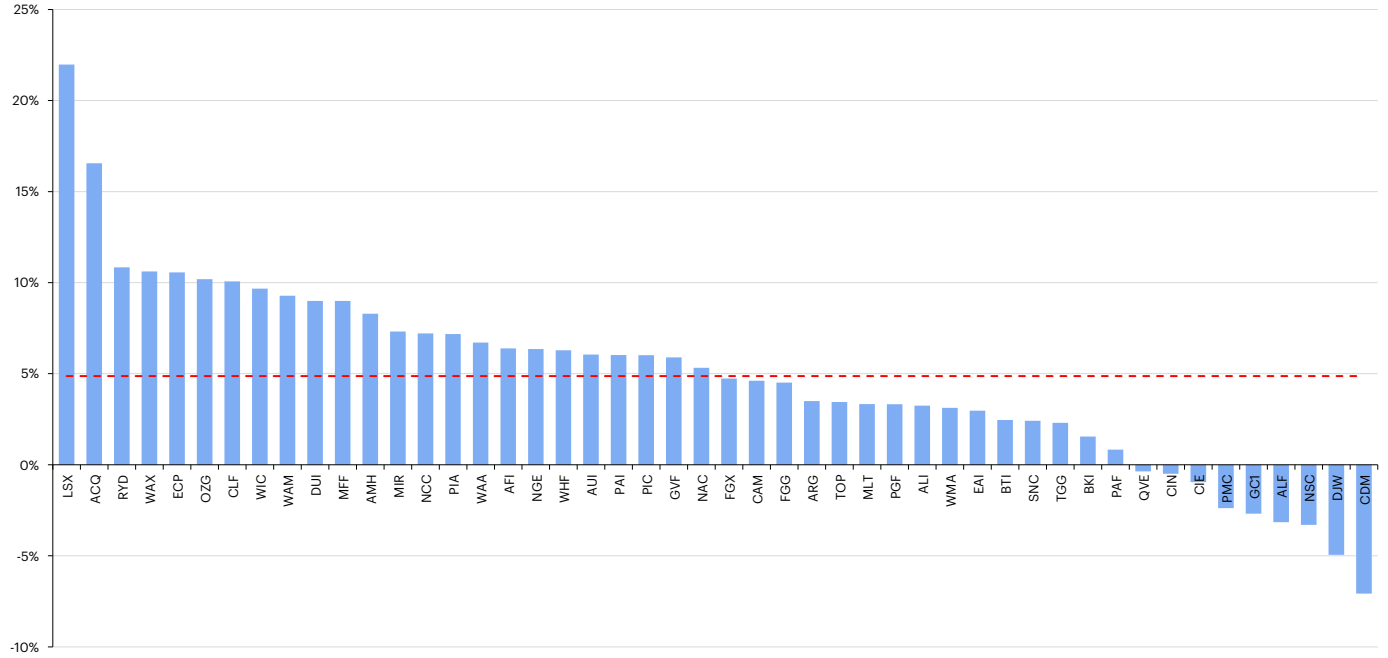
Fig.166: TSR compound annual growth rate – % over 5 years



Source: Bloomberg, Iress, EL&C Baillieu

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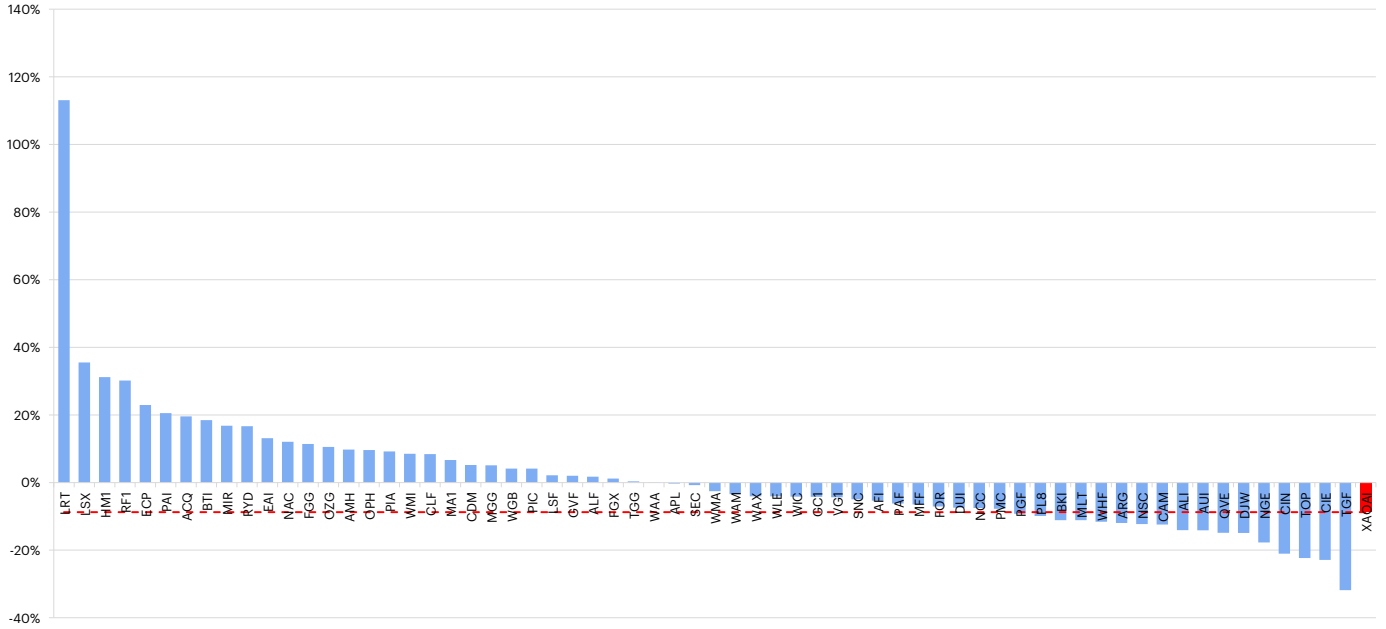
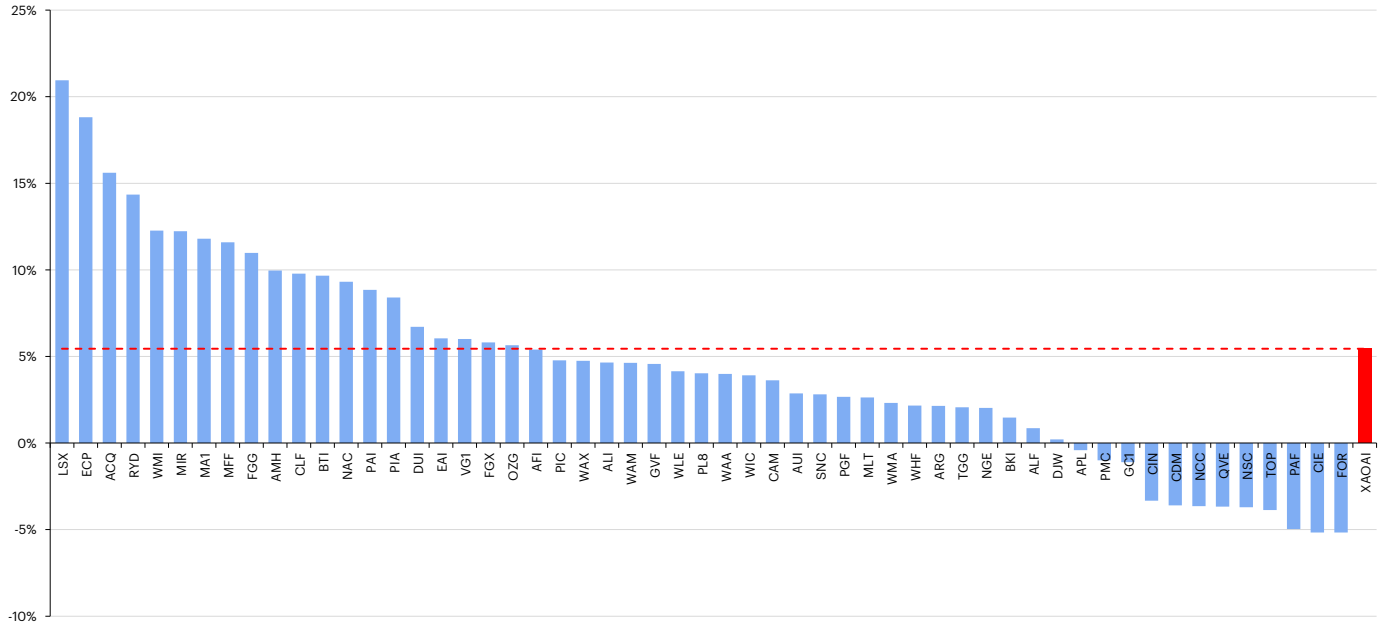
Fig.167: CAGR NTA performance – % return over 12 months



Source: Bloomberg, Iress, EL&C Baillieu

Fig.168: CAGR NTA performance – % return over 3 years



Source: Bloomberg, Iress, EL&C Baillieu

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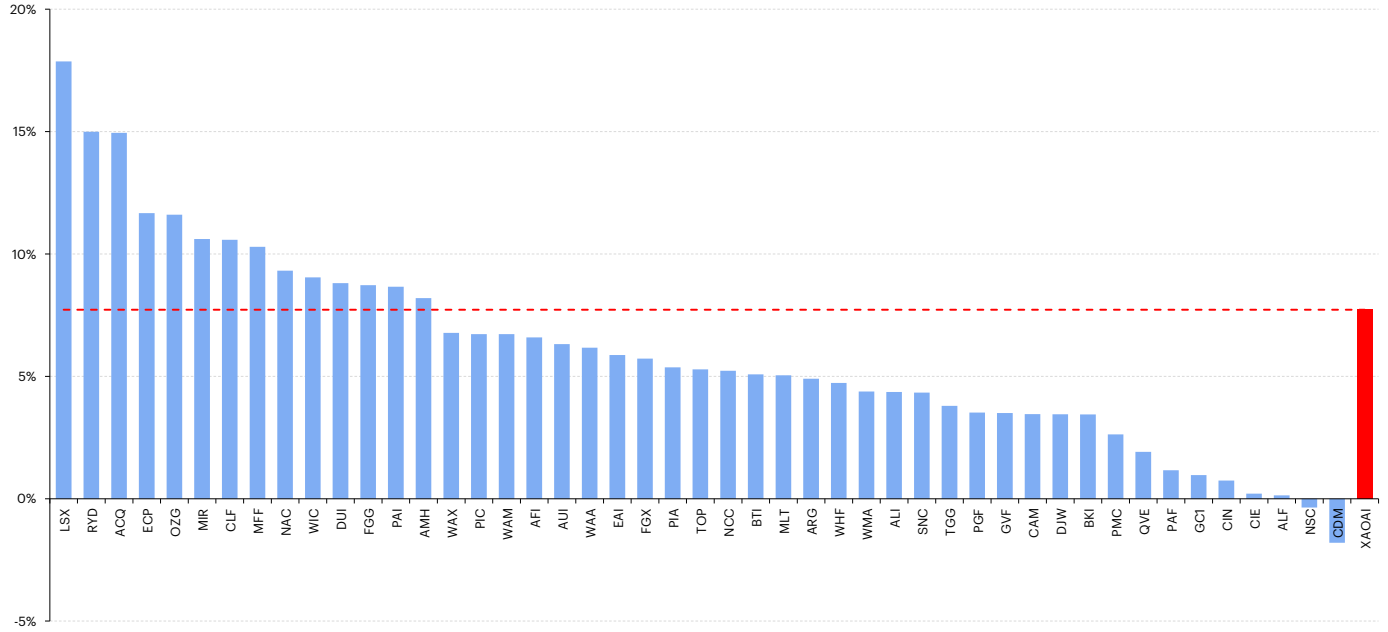
Fig.169: CAGR NTA performance – % return over 5 years



Source: Bloomberg, Iress, EL&C Baillieu

All chart data to 30 Sep 2020.

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Buy: The stock's total return is expected to increase by at least 10-15 percent from the current share price over the next 12 months.

Hold: The stock's total return is expected to trade within a range of ±10-15 percent from the current share price over the next 12 months.

Sell: The stock's total return is expected to decrease by at least 10-15 percent from the current share price over the next 12 months.

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