

Dear Fellow Shareholder,

Investment portfolio performance

In November, the Future Generation Australia (ASX: FGX) investment portfolio decreased 0.4%* for the month whilst the S&P/ASX All Ordinaries Accumulation Index fell 0.3%. The Future Generation Global (ASX: FGG) investment portfolio decreased 0.3%* for the month. The weaker Australian dollar led to the MSCI AC World Index (AUD) closing up 3.2% in November.

Since inception, the FGX investment portfolio has increased 11.2%* per annum and the FGG investment portfolio has increased 11.2%* per annum. The investment portfolios' performance has been achieved with less volatility than their indexes, as measured by standard deviation.

Insights from the Investment Committee

I recently sat down with Investment Committee member and JANA Executive Director John Coombe to [discuss](#) the FGX Investment Committee's strategy and philosophy, as well as a look-through analysis of the investment portfolio. I hope you enjoy the insights and we look forward to sharing an interview with the FGG Director and Investment Committee Chair Kiera Grant.

Our 2021 donation payments

Thank you for voting on Future Generation's 2021 social investment. The nominated charity organisations are now receiving their donation payments and the support from Future Generation has made a significant difference during a challenging period throughout the pandemic, with many not-for-profit organisations experiencing increases in demand for services at the same time as reduced opportunities to fundraise.

*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

We have received many messages asking that we pass on thanks to you, our shareholders, and our pro bono fund managers and service providers whose support enables these donations each year.

What is an absolute bias investment strategy?

An absolute bias investment strategy seeks to generate returns, irrespective of the performance of traditional asset classes. These strategies use innovative investment techniques (including but not limited to short selling and leveraging) to profit from rising and falling markets, providing portfolio protection in the event an equity market experiences a significant fall.

The Future Generation Australia investment portfolio is comprised of a 42.1% allocation to an absolute bias strategy and the Future Generation Global investment portfolio is comprised of a 23.6% allocation to an absolute bias strategy.

On behalf of the team at Future Generation, I would like to wish you and your family a safe and enjoyable festive season.

Best wishes,



Caroline Gurney
CEO, Future Generation



\$52.9m

SOCIAL
INVESTMENT
TO 2021



\$5.3m

Future
Generation
Australia 2021

\$6.4m

Future
Generation
Global 2021

2021 total social
investment

\$11.7m

2021 annualised
management fees,
performance fees and
services forgone

\$21.8m

Total annualised
fees forgone since
inception to 2021

\$95.4m

Investment portfolio performance

The below NTA figures are **after** the fully franked interim dividend of 3.0 cents per share that was paid on 26 November 2021. The shares traded ex-dividend on 19 November 2021.

Net tangible assets before tax* cum dividend	Net tangible assets before tax* ex dividend	Profits reserve (per share)
153.17c	150.17c	30.8c
Net tangible assets after tax and before tax on unrealised gains	Gross assets	Dividends paid since inception (per share)
149.63c	\$608.0m	30.3c
Net tangible assets after tax	Market capitalisation [#]	2021 annualised fully franked interim dividend
139.71c	\$550.0m	6.0c

The NTA before tax is after the payment of \$3.4m (0.85 cents per share) in tax during the month.

[#]Based on the 30 November 2021 share price of \$1.365 per share and 402,914,218 shares on issue. During the month, 908,405 shares were issued under the Dividend Reinvestment Plan for the June 2021 dividend and 455,371 options were exercised and allotted under the Bonus Issue of Options. The options are trading under the ASX code FGXO with an exercise price of \$1.48 per option and expire on 28 April 2023.

The above NTA figures are not adjusted for the 400,247,579 options on issue with an exercise price of \$1.48 per option.

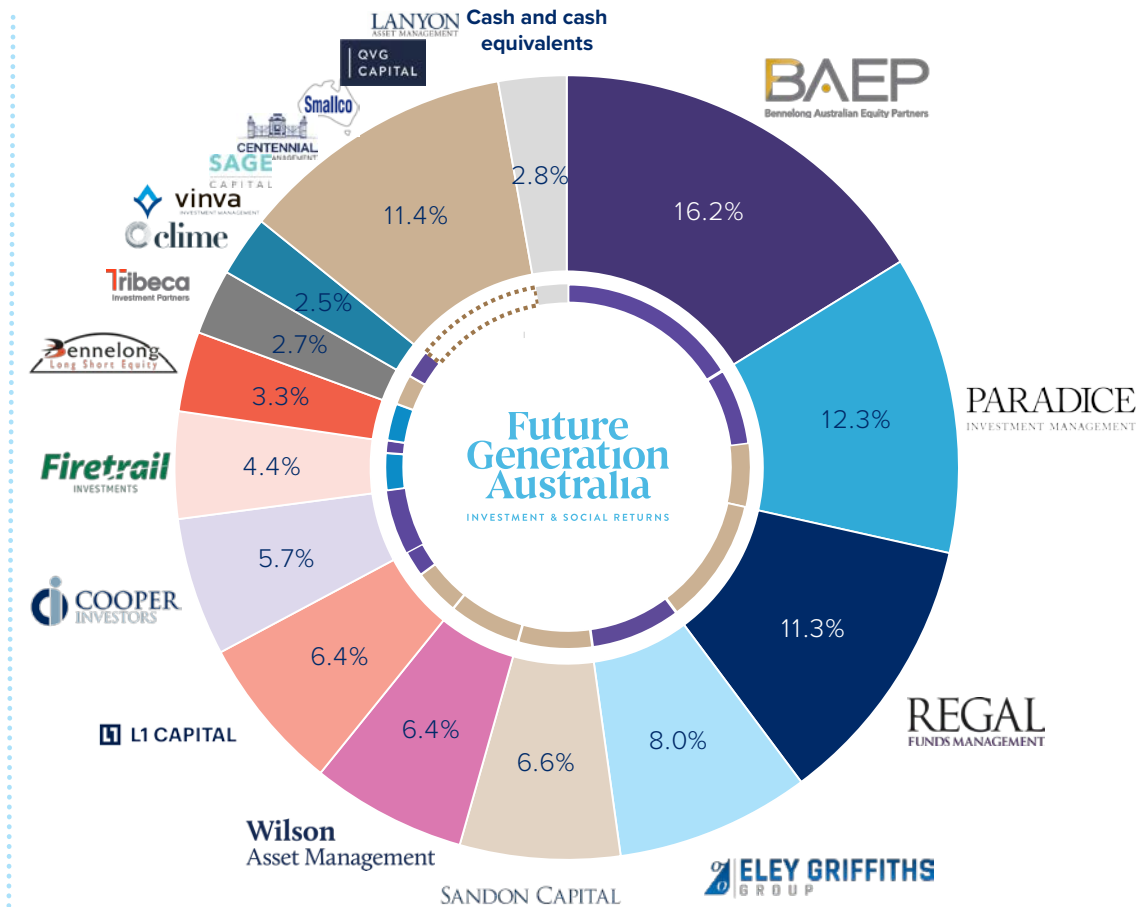
Investment portfolio performance at 30 November 2021	1 mth	6 mths	Fin YTD	1 yr	3 yrs %pa	5 yrs %pa	Since inception %pa (Sept-14)	Volatility ^A
Future Generation Australia	-0.4%	9.0%	20.5%	22.5%	16.3%	12.2%	11.2%	11.2%
S&P/ASX All Ordinaries Accumulation Index	-0.3%	4.5%	14.7%	16.7%	13.6%	10.8%	8.5%	14.0%

Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

^AVolatility is measured by standard deviation.

Fund manager allocations

0% management fees
0% performance fees



11.4% fund manager breakdown

Vinva Investment Management	2.4%	Smallco Investment Manager	1.9%	Long equities	48.5%
Sage Capital	2.3%	QVG Capital	1.6%	Absolute bias	42.1%
Centennial Asset Management	2.2%	Lanyon Asset Management	1.0%	Market neutral	6.6%
				Cash	2.8%

Investment portfolio performance

Net tangible assets before tax	Gross assets	Profits reserve (per share)
175.48c	\$694.4m	48.3c
Net tangible assets after tax and before tax on unrealised gains	Market capitalisation [#]	June 2021 fully franked dividend
171.26c	\$623.9m	3.0c
Net tangible assets after tax	Volatility* MSCI AC World Index (AUD): 10.3%	ESG aware [^] (of the portfolio)
159.38c	8.8%	98.8%

[#]Based on the 30 November 2021 share price of \$1.585 per share and 393,612,280 shares on issue.

*Volatility is measured by standard deviation.

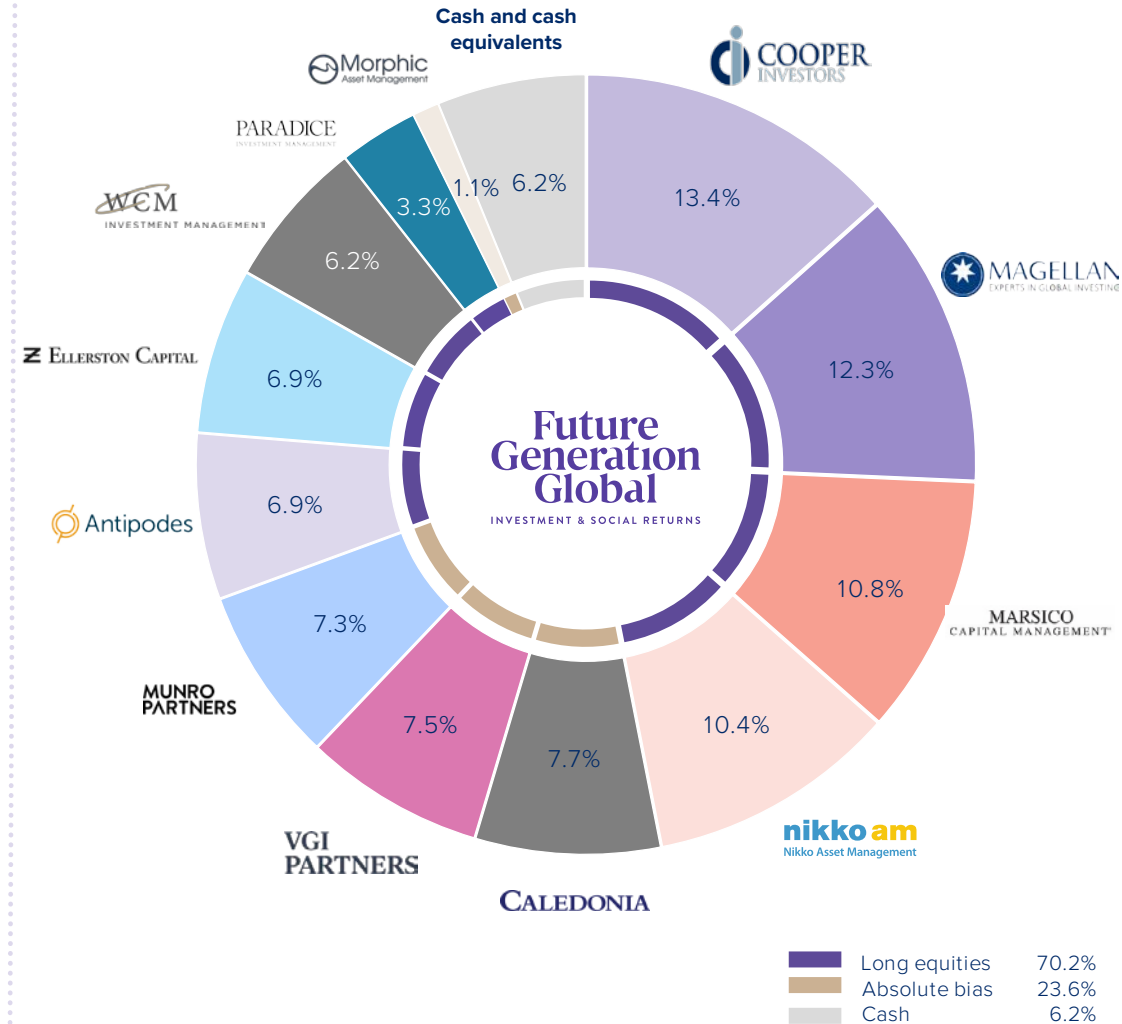
[^]Based on the 2020 Annual Report.

Investment portfolio performance at 30 November 2021	1 mth	6 mths	Fin YTD	1 yr	3 yrs %pa	5 yrs %pa	Since inception %pa (Sept-15)
Future Generation Global	-0.3%	5.5%	11.4%	12.8%	14.8%	13.8%	11.2%
MSCI AC World Index (AUD)	3.2%	12.0%	23.5%	23.6%	17.0%	14.9%	12.4%

Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

Fund manager allocations

0% management fees
0% performance fees



Fund manager in focus:



About WCM Investment Management

WCM Investment Management (WCM) is a California-based specialist global equity firm with an outstanding long-term investment track record.

WCM Quality Global Growth Fund

The WCM Quality Global Growth Equity Strategy Composite provides investors with access to an actively managed portfolio of quality global companies found primarily in the high growth consumer, technology and healthcare sectors.

Australian investors can access WCM's Quality Global Growth Equity Strategy Composite via a listed investment company (ASX: WQG), an exchange-traded managed fund (ASX: WCMQ) and an unlisted managed fund WCM Quality Global Growth Fund. Each investment offers exposure to the same underlying portfolio of quality global companies managed by WCM.

WCM Quality Global Growth Fund

Investment style

WCM's investment process is based on the belief that corporate culture is the biggest influence on a company's ability to grow its competitive advantage or 'moat'. This process has resulted in WCM's Quality Global Growth Equity Strategy Composite outperforming the MSCI World Index by an annualised 6.2% per annum over more than a decade (since inception on 31 March 2008), with total firm assets under management growing to over \$138.8 billion (as at 30 September 2021).

High conviction holding

Georgia-based retailer, Floor and Decor (NYSE: FND) operates well-merchandised, warehouse-like showrooms with wide selections and consistent stock inventory. Its moat stems from its insourcing model which gives it an immense price and selection advantage. WCM expects the company to use that advantage to grow its business with professional contractors to boost brand awareness and optimise its omni-channel strategy. This, along with its customer-centric culture, positions Floor and Decor for a long runway of store growth and market share gains.

Market outlook

Having started the month strongly on the back of positive corporate earnings reports, global equities (in local currency terms) retreated following hawkish comments from the US Federal Reserve and concerns over the new Omicron strain of the COVID-19 virus. Third quarter earnings growth for the S&P 500 came in at close to 40%, leading to upward revisions to analysts' full year forecasts. However, in a testimony to Congress Federal Reserve Chair Jerome Powell dampened investor enthusiasm by stepping back from his previous description of soaring US inflation as 'transitory'. This sparked fears of an earlier than expected paring back of bond purchases and increases in interest rates. The October inflation number in the US of 6.2% year-on-year only added to these tapering and interest rate fears. The emergence of the latest COVID-19 variant was the other factor weighing on markets towards the end of November. While little is still known about the effectiveness of existing vaccines in combating Omicron, markets remain cautious about its potential impact on economic growth. The Australian dollar was weaker in November, a positive for unhedged portfolios.

WCM Quality Global Growth Fund

	1 mth	6 mths	1 yr	Since inception (Jun-19) %pa
Performance at 30 November 2021				
WCM Quality Global Growth Fund (Managed Fund) Class B (Hedged)	-1.2%	8.4%	18.8%	32.4%
MSCI All Country World Index (ex-Australia)	-1.8%	4.7%	20.4%	27.1%
Outperformance	+0.6%	+3.7%	-1.6%	+5.3%

Fund performance is calculated based on net asset value per unit, which is after management fees, performance fees and expenses and assumes that all distributions are reinvested into the Fund.

For more information, visit www.wcminvest.com

The Future Generation companies provide exposure to leading Australian and global fund managers

Future Generation Australia fund managers



Future Generation Global fund managers



Charity in focus:



Youth Focus

Suicide is the leading cause of death for Western Australians under the age of 25. Youth Focus' mission is to reduce youth suicide by supporting young people aged 12 to 25, to overcome the issues associated with depression, anxiety, self-harm and suicidal ideation.

"It's a privilege to see young people with mental health challenges engage in meaningful education and employment, enabling them to learn life-long skills, build relationships, confidence and overall wellbeing, while contributing to the communities in which they live."

Read a [Q&A](#) with Ben Johnston, Senior Vocational Specialist at Youth Focus and watch a short video about [Ella's Story](#).

For more information, visit youthfocus.com.au

Our designated charities



Our pro bono service providers



**Fund manager
allocation and
investments at
market value as
at 30 November
2021**

Fund Manager	Investment	Strategy	% of Gross Assets
Bennelong Australian Equities Partners	Bennelong Australian Equities Fund	Long equities	16.2%
	Mid Cap/Equity Alpha Plus Funds (split out below)		12.3%
Paradice Investment Management	Paradice Australian Mid Cap Fund	Long equities	6.8%
	Paradice Equity Alpha Plus Fund	Absolute bias	5.5%
Regal Funds Management	Regal Australian Long Short Equity Fund	Absolute bias	11.3%
	Small/Emerging Companies Funds (split out below)		8.0%
Eley Griffiths Group	Eley Griffiths Group Small Companies Fund	Long equities	6.4%
	Eley Griffiths Group Emerging Companies Fund	Long equities	1.6%
Sandon Capital	Sandon Capital Activist Fund	Absolute bias	6.6%
Wilson Asset Management	Wilson Asset Management Equity Fund	Absolute bias	6.4%
	Long Short/Australian Equities Funds (split out below)		6.4%
L1 Capital	L1 Capital Long Short Fund	Absolute bias	4.1%
	L1 Capital Australian Equities Fund	Long equities	2.3%
Cooper Investors	Cooper Investors Australian Equities Fund	Long equities	5.7%
	Absolute Return/High Conviction Funds (split out below)		4.4%
Firetrail Investments	Firetrail Absolute Return Fund	Market neutral	3.3%
	Firetrail High Conviction Fund	Long equities	1.1%
Bennelong Long Short Equity Management	Bennelong Long Short Equity Fund	Market neutral	3.3%
Tribeca Investment Partners	Tribeca Alpha Plus Fund	Absolute bias	2.7%
Clime Asset Management	Clime Australian Equities Fund	Long equities	2.5%
Vinva Investment Management	Vinva Australian Equities Fund	Long equities	2.4%
Sage Capital	Sage Capital Equity Plus Fund	Absolute bias	2.3%
Centennial Asset Management	The Level 18 Fund	Absolute bias	2.2%
Smallco Investment Manager	Smallco Broadcap Fund	Long equities	1.9%
QVG Capital	QVG Opportunities Fund	Long equities	1.6%
Lanyon Asset Management	Lanyon Australian Value Fund	Absolute bias	1.0%
	Cash and cash equivalents		2.8%

Fund manager allocation and investments at market value as at 30 November 2021

Fund Manager	Investment	Strategy	% of Gross Assets
Cooper Investors	Cooper Investors Global Equities Fund (Unhedged)	Long equities	13.4%
Magellan Asset Management	Magellan Global Fund	Long equities	12.3%
Marsico Capital Management	Marsico Global Fund	Long equities	10.8%
Nikko Asset Management Australia	Nikko AM Global Share Fund	Long equities	10.4%
Caledonia	Caledonia Global Fund	Absolute bias	7.7%
VGI Partners	VGI Partners Funds	Absolute bias	7.5%
Munro Partners	Munro Global Growth Fund	Absolute bias	7.3%
Antipodes Partners	Antipodes Global Fund - Long	Long equities	6.9%
Ellerston Capital	Ellerston Global Mid Small Cap Fund	Long equities	6.9%
WCM Investment Management	WCM Quality Global Growth Fund (Hedged)	Long equities	6.2%
Paradice Investment Management	Paradice Global Small Mid Cap Fund (Unhedged)	Long equities	3.3%
Morphic Asset Management	Morphic Ethical Equities Fund Limited	Absolute bias	1.1%
	Cash and cash equivalents		6.2%