

March 2024 Quarter Update

Future Generation Australia

Investment portfolio performance

During the quarter, the Future Generation Australia investment portfolio increased 6.5%, outperforming the S&P/ASX All Ordinaries Accumulation Index by 1.0%.

Over this period, the S&P/ASX Small Ordinaries Accumulation Index increased 7.5%, outperforming the S&P/ASX All Ordinaries Accumulation Index by 2.0%. This represents the first quarterly outperformance by small-cap companies when compared to the broader market since the September 2021 quarter. In the two years between 30 September 2021 and 30 September 2023, the S&P/ASX Small Ordinaries Accumulation Index underperformed the S&P/ASX All Ordinaries Accumulation Index by 20.7%.

Future Generation Australia continues to be weighted towards small, mid and micro-cap companies and underweight large-cap companies. The Investment Committee, and our pro bono fund managers, continue to believe that active management in the small, mid and micro-cap sector will drive long term outperformance for shareholders.

Total shareholder return (TSR) was 9.0% during the quarter which resulted in the share price discount to pre-tax net tangible asset (NTA) narrowing from 17.1% to 14.9%. We remain committed to returning the share price to NTA parity over time.

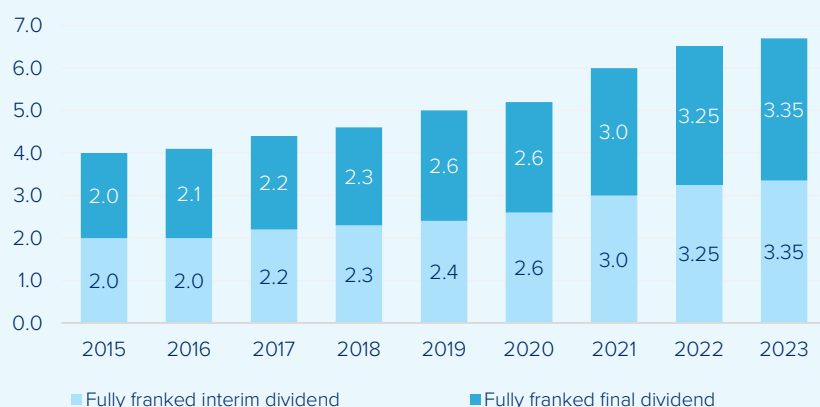
Investment portfolio performance as at 31 March 2024	3 mths	1 yr	3 yrs %pa	5 yrs %pa	7 yrs %pa	Since inception %pa (Sept-14)	Volatility since inception [#]
Future Generation Australia*	6.5%	16.5%	8.2%	10.2%	9.5%	9.4%	11.9%
S&P/ASX All Ordinaries Accumulation Index	5.5%	15.0%	9.5%	9.5%	8.9%	8.3%	14.3%
Outperformance	+1.0%	+1.5%	-1.3%	+0.7%	+0.6%	+1.1%	
S&P/ASX Small Ordinaries Accumulation Index	7.5%	13.8%	2.7%	5.4%	6.8%	6.5%	17.4%
Outperformance	-1.0%	+2.7%	+5.5%	+4.8%	+2.7%	+2.9%	

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

[#]Volatility is measured by standard deviation.

Fully franked dividends since inception

Cents per share



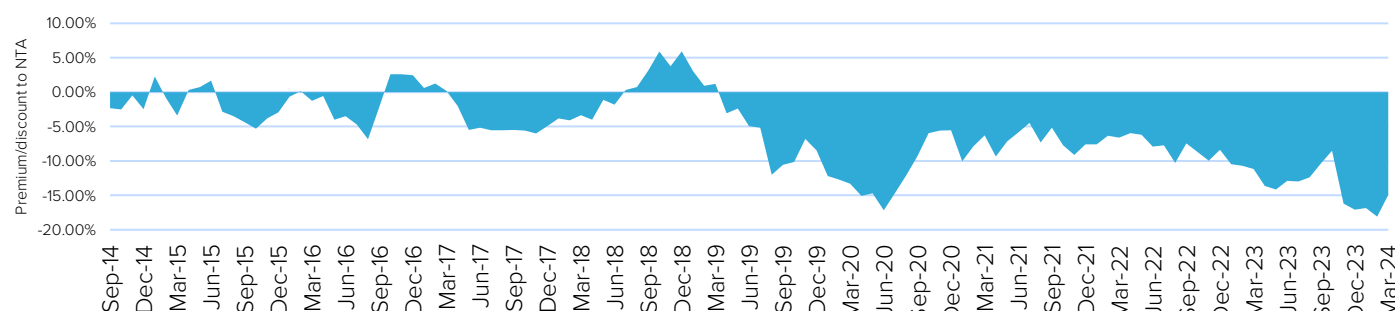
5.6%[^]
Fully franked dividend
yield

8.0%^{^^}
Grossed-up dividend
yield

36cps
Profits reserve as at
31 March 2024

5.4 years
Dividend coverage

Premium / discount since inception



[^]Based on the 28 March 2024 share price of \$1.205 per share and the FY23 fully franked full year dividend of 6.7 cents per share.

^{^^}Grossed-up dividend yield includes the benefit of franking credits and is based on a tax rate of 30.0%.

The Investment Committee of Future Generation Australia comprises Geoff Wilson AO (Chair), John Coombe, Matthew Kidman, Gabriel Radzynski, David Smythe, Bruce Tomlinson and Martyn McCathie.

Key metrics as at 31 March 2024

ASX code

FGX

Share price

\$1.21

Pre-tax net tangible assets

\$1.42

Management fees

0.0%

Performance fees

0.0%

Annual social investment
(% of NTA)

1.0%

Research ratings:

Recommended



Highly Recommended



Investment Grade



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It was great connecting with so many people at our recent Shareholder Presentations. In Sydney, The Australian Financial Review (AFR) hosted a special panel featuring Geoff Wilson AO, Founder and Director of Future Generation, Nikki Thomas, Portfolio Manager at Magellan and Dr Philip Lowe, Future Generation Australia Independent Director. They discussed markets, the economy and investment opportunities. If you weren't able to join us, a [recording of the Sydney Presentation](#) is available. The Future Generation presentation starts at 2:10:25 and the In Conversation Panel with The AFR starts at 3:11:25.

Please enjoy the [recording](#) of the Future Generation FY2023 Results Webinar, where you will hear from Plato's David Allen, Firetrail's Blake Henricks, Caroline Gurney, CEO of Future Generation and Geoff Wilson AO, Founder and Director of Future Generation. Over an hour, the team discuss the companies' full year results, market outlooks and answer shareholder questions.

These activities have been accredited for continuing professional development by the Financial Advice Association of Australia but does not constitute FAAA's endorsement of the activity. Accreditation number 013919 for 1.5 hours. Please email info@futuregeninvest.com.au to claim your certificate.

Are investors underestimating AI? Listen to the new Take Stock episode

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Future Generation Sydney
Shareholder Presentation
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Future Generation FY2023
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