



Capital Raisings

October was a busy month for listed investment company capital raisings with the following LICs raising new equity via share offers. Additionally, a number of LICs have raised more capital via dividend reinvestment plans, including some underwritten DRPs.

Cadence Capital (ASX:CDM) raised \$50.0m via a share purchase plan and placement at \$1.259 per share. The issue price represented a premium to both pre-tax and post-tax NTA and compares to the 27 October pre-tax NTA of \$1.218. On this basis the capital raising will be slightly accretive to pre-tax NTA. The capital raising represents a 14% increase in CDM's capital base taking its market capitalisation to just over \$400m. CDM said the funds will be used to add to existing portfolio positions and new investment opportunities. Our rating for CDM is Recommended Plus.

Global Masters (ASX:GFL) raised \$4.3m via a 1-4 entitlement offer at \$2.00 per share, a slight discount to the 30 September 2017 pre-tax NTA of \$2.06 per share and a premium to post-tax NTA of \$1.81 per share. GFL will use the funds to invest in listed UK small and mid-cap companies. We note that this adds new risks and will dilute the holding in Berkshire Hathaway which sat at 73.8% of the portfolio at 30 September 2017. UK Based Athelney Unit Trust and other UK stocks make up 11.0% of the portfolio. Our rating for GFL is Recommended Plus.

Blue Sky Alternatives Access Fund (ASX:BAF) also undertook a 1-4 entitlement offer to raise up to \$48.9m with new shares offered at \$1.14 per share, a small premium to the 30 September 2017 pre-tax NTA of \$1.12 per share. The funds raised will be invested in accordance with BAF's strategy to invest in alternative assets. We do not cover BAF and therefore do not provide a rating for the LIC.

Aberdeen Leaders Fund to Internalise Management – Rating Suspended

The Board of Aberdeen Leaders Limited (ASX:ALR), has decided to internalise the management of the company. ALR is currently managed by Aberdeen Asset Management Limited (Aberdeen). We suspended our "Recommended" rating for the LIC following the internalisation announcement. This is not a comment about the internalisation but a necessary step given there will be a change in portfolio management personnel. ALR has already announced that David Sokulsky, currently Chief Investment Officer (CIO) at Crestone Wealth Management, will take the role of CEO and CIO at ALR in January 2018. Additional investment personnel are to be appointed further down the track. We will need to complete a review of the new investment team before we can reinstate a rating for ALR.

Contango Asset Management to Restructure – Suspension of Ratings for Contango Income Generator and Switzer Dividend Income Fund

There have been more changes at Contango Asset Management (ASX:CGA) with the fund manager selling the Contango MicroCap (CTN) management rights to NAOS Asset Management and a major restructuring of CGA initiated. Managing Director and Chief Investment Officer, George Boubouras has stepped down from his roles at CGA and has been replaced by Marty Switzer, a Director of the company, who will act as interim CEO. CGA has undergone some significant changes since the management buyout of the Contango Asset Management business in June 2016 and these latest changes add to the uncertainty for investors in CGA managed investments.

We have suspended our ratings for CIE and SWTZ. Shawn Burns will remain as Portfolio Manager for the CIE and SWTZ strategies but it is not clear what additional support he will have and what the makeup of the investment team will be. CGA has a stronger balance sheet and cash position following a recent equity raising and the

sale of the CTN management rights, however, we would also like to see it quickly reduce costs to a level more in line with the revenue from the lower FUM base. Our ratings for CIE and SWTZ will remain suspended until we are able to get a better picture of the investment team structure going forward and the cost structure of CGA.

We have retained our Recommended Plus rating for Contango Global Growth. The portfolio management is outsourced to US based WCM Investment Management, an independent asset management firm with a solid track record, and is largely unaffected by the changes at CGA.

Our CTN rating has been suspended since the announcement last December of a move to a two manager arrangement. We have been undertaking a review of CTN but have halted this given the sale of the management rights to NAOS. Our rating will remain suspended until we can undertake a full review of the new manager.

Mirrabooka Upgraded to Highly Recommended

We have upgraded our recommendation for Mirrabooka Investments (ASX:MIR) to Highly Recommended in recognition of its strong investment team, transparency, low costs and benefits of a lengthy track-record. MIR invests in small and mid-cap stocks and is managed by the same investment team that manages Australian Foundation Investment Company (ASX:AFI). MIR has an 18-year track-record, during which it has outperformed its benchmark (combined S&P/ASX Mid 50's and Small Ordinaries Accumulation Index) by 3.2% p.a. on a net asset backing basis. Despite our favourable rating, investors will need to be patient when looking for an entry point as the shares are trading at a large premium to pre-tax NTA.

New Initiations

We are currently undertaking new research on a number of existing listed investment companies. We expect to publish initiation reports and launch coverage of the following LICs in coming weeks.

Ellerston Global Investments (ASX:EGI) invests in a concentrated portfolio of global stocks with a bias towards small and mid-cap stocks and is managed by Ellerston Capital. At 30 September 2017 its shares were trading at a 16.2% discount to pre-tax NTA.

Ellerston Asian Investments (ASX:EAI), also managed by Ellerston Capital, invests in a concentrated portfolio of Asian large-cap stocks. At 30 September 2017, 48.8% of the portfolio was invested in Chinese/Hong Kong shares and 13.4% in Indian stocks. EAI shares were at a 10.5% discount to pre-tax NTA at 30 September 2017.

Arowana Australasian Value Opportunities Fund (ASX:AWQ) is managed by Arowana Capital and invests in a concentrated portfolio of securities. Its major focus is on Australian listed securities but it can invest up to 25% of its portfolio outside Australia and New Zealand and is also able to hedge its portfolio. Its shares were trading at an 8.3% discount to pre-tax NTA at 30 September 2017.

Plato Income Maximiser (ASX:PL8) invests in an actively managed, diversified portfolio of Australian shares with an income focus. This is a relatively new LIC having listed on the ASX in April 2017. With a target to pay monthly dividends it is designed to appeal to SMSF and pension phase investors. Its shares were trading at a 7.1% premium to pre-tax NTA at 30 September 2017.

Spheria Launching New Small Companies LIC

Boutique fund manager, Spheria Asset Management, is launching a new small-cap focused LIC, Spheria Emerging Companies (ASX:SEC). The Manager hopes to raise up to \$250m via an initial public offer of 125m shares at \$2.00 per share. The offer is expected to close on 24 November 2017. While SEC will pay the offer costs, there is a mechanism to recoup these costs from the Manager over time. We are not undertaking research on SEC and make no recommendation as to whether investors should subscribe to the offer.

PRICING & PERFORMANCE UPDATE*

Best 5-year portfolio returns - % p.a. ^(#)					Discounts & Premiums to pre-tax NTA - % [#]								
Australian Large Cap Focus				Small/Mid Cap Focus & Others					Largest discounts		Largest premiums		
Company	3M	1Yr	3Yr	5Yr	Company	3M	1Yr	3Yr	5Yr	Company	Discount	Company	Premium
WHF	-1.4	5.3	7.5	12.9	GFL	5.1	18.6	9.3	17.7	BTI	-21.7	WAX	31.5
AUF	2.4	9.8	9.7	11.4	FOR	4.1	12.8	16.9	15.0	WIC	-14.8	WAM	27.8
DUI	0.8	13.5	7.2	11.2	WAX	0.2	-3.4	10.2	13.8	BST	-13.6	FOR	13.4
AMH	-1.5	-0.5	5.3	10.2	MIR	0.7	0.5	8.4	12.3	GC1	-12.8	DJW	13.1
MLT	0.9	8.9	6.7	10.0	HHV	2.6	-14.0	3.8	11.5	FSI	-7.6	CDM	12.3

*Data to 30 September 2017. Only includes LICs covered by IIR

#Portfolio return = pre-tax NTA + dividends per share. Pre-tax NTA includes tax paid on realised gains.

Australian Market Performing Well

Australian equities rose marginally during the September quarter with the S&P/ASX 200 Accumulation Index up 0.7%. The performance for the 12 months to 30 September 2017 was a solid 9.2% driven by a good performance from large-caps and strong gains in the resources sector with the S&P/ASX 200 Materials Index up 17.3% for the 12 months. Small caps performed strongly during the September quarter with the ASX Small Ordinaries Accumulation Index up 4.4%, driven by a strong rise in small resources shares. Small caps underperformed over the past 12 months with the index up 3.0% for the 12 months to 30 September. There still appears to be some value in the small-cap industrials sector, with many small-caps trading at discounted multiples to the large-caps. The market has performed well since the end of September with the S&P/ASX 200 rising from 5682 to above 6000 for the first time since the GFC.

International LICs Performing Strongly

Our performance tables on the following pages show that the best performing LICs for the 12 months to 30 September were those with an international focus reflecting the strong performance of international equity markets, with the MSCI World Index (Local) up 17.9% for this period. The top four performing LICs were PM Capital Global Opportunities Fund (ASX:PFG) up 30.4%, MFF Capital Investments (ASX:MFF) up 22.5%, PM Capital Asian Opportunities Fund (ASX:PAF) up 22.2% and Platinum Capital (ASX:PMC) up 20.7%. (IIR does not cover these four LICs and we make no recommendations in relation to these LICs.) The strong performance of these LICs over the past year, which significantly beat the returns of the Australian market, highlights the benefits to investors of a diversified portfolio with a proportion in international equities. It also highlights that investors can achieve international exposure and returns by investing in LICs and listed investment trusts (LITs).

The best performing LIC in our coverage universe was also an international focused LIC, Global Masters Fund (ASX:GFL). GFL invests in quality international shares, but its largest exposure is to Berkshire Hathaway, at 73.8% of its portfolio. Berkshire Hathaway shares rose around 30% for the 12 months to 30 September 2017 helping drive GFL's 18.6% growth in pre-tax NTA. The reason the pre-tax NTA growth did not match the growth in the Berkshire Hathaway share price was that GFL's investment in Flagship Investments (ASX:FSI) achieved limited share price growth and the Australian dollar rose over the same period. GFL was also the best performing LIC in our universe over a five year period delivering a pre-tax NTA return of 17.7% p.a., again, reflecting the strong performance of Berkshire Hathaway shares over the period. GFL has also delivered strong share price returns of 52.9% over 12 months and 28.7% p.a. over five years reflecting elimination in the discount to pre-tax NTA. Our rating for GFL is Recommended Plus, however, the shares now look expensive trading at roughly a 10% premium to pre-tax NTA.

Emerging Markets Masters Fund (ASX:EMF) also delivered a strong 12 month performance with a portfolio return (pre-tax NTA plus distributions) of 13.2%, although this was below the MSCI Emerging Markets Index, AUD return of 17.5%. This reflects EMF's bias to sectors leveraged to what it believes are growth sectors such as consumer staples and healthcare. These sectors have not performed as well as "value" sectors of the market over the past year. Over the past three years this LIT has outperformed the benchmark with a

return of 8.6% p.a. compared to the benchmark return of 8.1% p.a. EMF provides domestic investors with exposure to a professionally managed portfolio of emerging market funds, a unique proposition on the ASX. From a country perspective, the largest allocations are to China (26.9%) and India (16.9%). A significant portion (18.5%) is also invested in what the company refers to as Frontier Markets. The portfolio is significantly overweight India and the Frontier Markets relative to the benchmark. At 30 September 2017 EMF securities were trading at a 1% premium to pre-tax NTA, a reasonable entry point for long-term investors looking for emerging markets exposure. Our rating for EMF is Recommended Plus.

Cadence Capital (ASX:CDM) and Perpetual Investment Company (ASX:PIC) which both have blended portfolios of Australian and international equities also delivered returns above the domestic market return. CDM delivered a portfolio return of 10.3% and PIC delivered a portfolio return of 10.2%. Our rating for CDM is Recommended Plus and PIC is Recommended. At 30 September 2017 CDM was trading at a 12.3% premium to pre-tax NTA while PIC looked reasonable value at a 4.7% discount.

Australian Large Cap LICs Underperform Over 12 Months but Look Good Long-term Value

The five largest Australian large-cap focused LICs delivered an average portfolio return of 8.0% for the 12 months to 30 September, below the S&P/ASX 200 Accumulation Index return of 9.2%. This largely reflects underweight positions in resources, a sector which has performed well over the last 12 months. Over a five-year period these same LICs have delivered an average portfolio return of 9.1% p.a. versus the market benchmark return of 10.1% p.a. Over the longer-term we would expect these LICs to perform broadly in line with the market. At 30 September 2017 Australian Foundation Investment Company (ASX:AFI) and Milton Corporation were trading at slight premiums to pre-tax NTA and Australian United Investment Company (ASX:AUI) was at a slight discount. All look reasonable value for long-term investors looking for exposure to a diversified portfolio of Australian large-cap shares. Our rating for AFI and MLT is Highly Recommended and our rating for AUI is Recommended Plus.

Diversified United Investment (ASX:DUI) was the best performing large-cap focused LIC over the 12 months to 30 September 2017 beating the market with a portfolio return of 13.5%. Its five-year return of 11.2% p.a. also beat the market benchmark return of 10.1% p.a. At 30 September DUI was trading at a 3.3% discount to pre-tax NTA, a good entry point for investors looking for exposure to a diversified portfolio of Australian large-caps shares. We note that DUI also has a small exposure to international shares and also Australian small caps. Our rating for DUI is Recommended.

Whitefield (ASX:WHF) was the best performing Australian large-cap focused LIC on a five-year basis. Whitefield primarily invests in Australian industrial shares meaning that it does not have exposure to the volatile resources sector. Whilst WHF underperformed the industrials benchmark over the past 12 months, its five-year return of 12.9% p.a. was slightly better than the 12.7% p.a. return from the S&P/ASX 200 Industrials Accumulation Index. At a 6.8% discount to pre-tax NTA at 30 September, WHF's shares represent good value for investors looking for exposure to Australian industrial shares. Our rating for WHF is Recommended Plus.

Pricing & Recommendations – Australian Share Focus

All data as at 30 September 2017	ASX Code	Market Cap (\$M) *	Last Price (\$)	Dividend Yield	Pre-Tax NTA (\$)**	Pre-tax NTA Prem/Disc	3 Year Avg Prem/Disc	M'ment	M'ment Fee	IIR Rating
Australian Shares - Large Cap										
Australian Foundation Investment Company	AFI	6,855.5	5.80	4.1%	5.73	1.2%	2.4%	Internal	0.16	Highly Recommended
Argo Investments	ARG	5,415.0	7.78	4.0%	7.55	3.0%	3.1%	Internal	0.15	Highly Recommended
Milton Corporation	MLT	2,950.8	4.49	4.2%	4.45	0.9%	0.8%	Internal	0.13	Highly Recommended
Australian United Investment	AUI	1,023.1	8.26	4.1%	8.44	-2.1%	-4.9%	Internal	0.10	Recommended+
BKI Investment Company	BKI	1,020.6	1.65	4.4%	1.57	4.8%	1.9%	Internal	0.16	Recommended+
Diversified United Investments	DUI	799.7	3.82	3.8%	3.95	-3.3%	-6.2%	Internal	0.13	Recommended
Djerriwarrh Investments	DJW	779.2	3.54	5.6%	3.13	13.1%	24.3%	Internal	0.46	Recommended+
WAM Leaders Limited	WLE	491.8	1.10	0.9%	1.17	-6.3%	-0.9%	External	1.00	Recommended
Whitefield Limited	WHF	392.6	4.51	3.8%	4.84	-6.8%	-7.8%	External	0.35	Recommended+
Plato Income Maximiser	PL8	326.0	1.10	0.0%	1.03	7.1%	5.1%	External	0.80	Not Rated
AMCIL Limited	AMH	227.5	0.87	4.0%	0.90	-3.3%	-1.3%	Internal	0.65	Recommended+
Wealth Defender Equities	WDE	107.5	0.85	1.2%	0.91	-6.7%	-8.8%	External	0.98	Not Rated
Absolute Equity Performance Fund	AEG	93.2	1.00	0.0%	1.06	-5.9%	6.7%	External	na	Not Rated
Century Australia	CYA	87.7	0.93	2.9%	0.95	-1.6%	-4.7%	External	1.08	Not Rated
Ironbark Capital	IBC	71.4	0.52	5.4%	0.53	-2.3%	-8.9%	External	0.65	Not Rated
Aberdeen Leaders	ALR	69.2	1.17	4.3%	1.25	-6.8%	-8.5%	External	2.40	Recommended
Aust Governance Masters Index Fund	AQF	48.9	1.94	4.1%	1.92	1.0%	-0.8%	External	0.49	Not Rated
Flagship Investments	FSI	41.7	1.64	4.4%	1.77	-7.6%	-15.6%	External	0.00	Recommended
CBG Capital	CBC	23.1	0.93	2.7%	0.97	-4.4%	-6.7%	External	1.00	Recommended
Aurora Property Buy Write Inc. Trust	AUP	10.5	4.50	9.0%	4.47	0.6%	-1.5%	External	2.00	Not Rated
Australian Shares - Mid/Small Cap										
WAM Capital	WAM	1,596.0	2.52	5.9%	1.97	27.8%	14.3%	External	1.00	Recommended+
Carlton Investments	CIN	808.8	30.55	3.8%	35.54	-14.0%	-11.7%	Internal	0.08	Not Rated
Mirrabooka Investments	MIR	405.5	2.57	5.4%	2.30	11.7%	14.7%	Internal	0.65	Highly Recommended
Future Generation Investment Company	FGX	389.9	1.12	3.7%	1.17	-4.8%	-1.9%	External	0.00	Highly Recommended
QV Equities	QVE	352.1	1.28	3.0%	1.19	7.6%	2.1%	External	0.90	Recommended+
WAM Research	WAX	298.7	1.62	5.4%	1.23	31.5%	12.5%	External	1.00	Highly Recommended
WAM Microcap Limited	WMI	186.9	1.34	0.0%	1.17	14.2%	7.4%	External	1.00	Not Rated
Forager Australian Shares Fund	FOR	185.1	2.03	5.5%	1.79	13.4%	13.4%	External	1.10	Recommended+
Contango MicroCap	CTN	163.1	0.97	2.8%	1.02	-5.7%	-8.4%	External	1.25	Rating Under Review
Westoz Investment Company	WIC	128.4	1.00	6.0%	1.17	-14.8%	-11.4%	External	1.00	Recommended
Thorney Opportunities	TOP	118.9	0.70	1.8%	0.78	-9.9%	-7.6%	External	na	Not Rated
Contango Income Generator	CIE	94.4	0.98	6.7%	1.00	-2.3%	-4.1%	External	0.95	Recommended+
Naos Emerging Opp Company	NCC	84.6	1.43	4.9%	1.36	5.1%	-6.6%	External	1.25	Not Rated
Ozgrowth Limited	OZG	58.9	0.17	3.0%	0.21	-21.1%	-16.7%	External	1.00	Not Rated
Naos Absolute Opportunities Company	NAC	52.8	1.01	5.0%	1.11	-9.5%	-8.5%	External	1.75	Not Rated
Sandon Capital Investments	SNC	48.7	1.02	6.4%	1.01	0.8%	-6.9%	External	1.25	Not Rated
Acorn Capital Inv Fund	ACQ	47.1	0.97	3.6%	1.12	-13.1%	-15.1%	External	na	Not Rated
Lion Select Group	LSX	46.7	0.38	0.0%	0.36	4.2%	-22.1%	External	1.50	Not Rated
WAM Active Limited	WAA	46.3	1.16	4.5%	1.07	8.6%	6.8%	External	1.00	Recommended
Ryder Capital	RYD	44.0	1.21	0.0%	1.34	-9.4%	-5.3%	External	na	Not Rated
Glennon Small Companies Fund	GC1	41.5	0.88	4.6%	1.00	-12.8%	-5.7%	External	1.00	Recommended
8IP Emerging Companies	8EC	41.0	1.00	3.0%	1.06	-5.4%	-10.3%	External	1.25	Not Rated
Katana Capital Limited	KAT	31.8	0.72	2.8%	0.85	-15.4%	-6.9%	External	na	Not Rated
Barrack St Investments	BST	16.5	0.90	2.8%	1.04	-13.6%	-15.1%	External	1.00	Recommended
Bentley Capital	BEL	8.4	0.11	9.1%	0.14	-23.1%	-33.0%	External	na	Not Rated
Orion Equities	OEQ	2.9	0.16	0.0%	0.31	-48.8%	-60.0%	External	na	Not Rated
Australian/International Shares - Blended										
Cadence Capital	CDM	358.7	1.30	9.2%	1.16	12.3%	7.8%	External	1.00	Recommended+
Perpetual Investment Company	PIC	269.1	1.06	4.4%	1.11	-4.7%	-5.9%	External	1.00	Recommended
Clime Capital	CAM	78.0	0.87	5.6%	0.89	-2.2%	-6.5%	External	na	Not Rated
Mercantile Investment Company	MVT	43.4	0.16	0.0%	0.19	-20.5%	-14.5%	External	na	Not Rated
Sunvest Corporation	SVS	3.3	0.27	0.0%	0.55	-50.9%	-39.4%	External	na	Not Rated

Pricing & Recommendations – International Shares & Specialist Focus

All data as at 30 September 2017	ASX Code	Market Cap (\$M) *	Last Price (\$)	Dividend Yield	Pre-Tax NTA (\$)**	Pre-tax NTA Prem/Disc (\$)	3 Year Avg Prem/Disc	M'ment	M'ment Fee	IIR Rating
International Shares - Diversified										
MFF Capital Investments	MFF	999.5	1.91	1.0%	2.38	-19.6%	-10.1%	External	0.42	Not Rated
VGI Partners Global Investments Limited	VG1	548.6	2.00	0.0%	2.00	-0.2%	-0.2%	External	1.50	Recommended +
Platinum Capital	PMC	504.7	1.77	5.6%	1.69	5.0%	7.9%	External	1.10	Not Rated
PM Capital Global Opportunities Fund	PGF	385.2	1.10	3.1%	1.26	-12.5%	-12.6%	External	1.00	Not Rated
Antipodes Global Investment Company Ltd	APL	380.3	1.21	0.0%	1.23	-1.5%	-0.9%	External	1.10	Not Rated
Future Generation Global Investment Company	FGG	325.4	1.10	0.9%	1.18	-6.4%	-0.2%	External	0.00	Recommended+
Templeton Global Growth	TGG	301.0	1.33	3.4%	1.49	-10.5%	-9.1%	External	1.00	Not Rated
Hunter Hall Global Value	HHV	276.7	1.13	6.2%	1.18	-4.1%	-8.6%	External	1.50	Recommended
Contango Global Growth Limited	CQG	93.7	1.03	0.0%	1.04	-1.2%	4.5%	External	1.25	Recommended +
Ellerston Global Investments	EGI	75.9	1.00	2.5%	1.19	-16.2%	-5.7%	External	0.75	Not Rated
Morphic Ethical Equities Fund	MEC	48.0	1.06	0.0%	1.07	-1.7%	4.8%	External	1.25	Not Rated
Fat Prophets Global Contrarian Fund	FPC	45.0	1.02	0.0%	1.11	-8.9%	2.8%	External	1.25	Not Rated
International Shares - Emerging Markets										
Platinum Asia Investments	PAI	388.0	1.08	0.9%	1.17	-7.6%	-2.3%	External	1.10	Not Rated
Emerging Markets Masters Fund	EMF	187.3	1.97	3.0%	1.95	1.0%	1.7%	External	1.10	Recommended+
Asian Masters Fund	AUF	171.4	1.30	5.5%	1.32	-1.5%	0.3%	External	1.00	Recommended+
Ellerston Asian Investments	EAI	106.2	0.97	0.0%	1.08	-10.5%	-10.1%	External	0.95	Not Rated
PM Capital Asian Opportunities Fund	PAF	61.3	1.09	4.1%	1.25	-12.7%	-12.8%	External	1.00	Not Rated
International - Specialist										
Argo Global Listed Infrastructure	ALI	211.1	1.74	2.0%	2.05	-15.1%	-9.1%	External	1.20	Not Rated
Evans & Partners Global Disruption Fund	EGD	185.2	1.69	0.0%	1.61	5.0%	5.4%	External	1.28	Recommended
Global Value Fund	GVF	139.5	1.15	5.3%	1.11	3.8%	-4.0%	External	1.50	Not Rated
Zeta Resources	ZER	38.0	0.38	0.0%	0.40	-4.2%	-14.4%	External	0.50	Not Rated
Global Masters Fund	GFL	19.1	2.23	0.0%	2.06	8.6%	-10.2%	Internal	0.00	Recommended+
Aurora Global Income Trust	AIB	3.5	0.50	11.7%	0.62	-18.8%	-1.8%	External	1.33	Not Rated
Private Equity Funds										
US Select Private Opportunities Fund	USF	233.3	1.94	15.5%	1.88	3.2%	4.1%	External	2.33	Recommended
US Select Private Opportunities Fund 2	USG	117.0	2.12	4.7%	2.05	3.4%	4.0%	External	2.33	Recommended
US Select Private Opportunities Fund 3	USP	105.9	1.47	0.0%	1.48	-0.7%	4.8%	External	2.33	Recommended
Bailador Technology Investments	BTI	99.8	0.83	0.0%	1.06	-21.7%	-14.7%	External	1.75	Recommended+
IPE Limited	IPE	13.6	0.10	34.0%	0.10	-3.8%	-1.2%	External	1.50	Not Rated
Absolute Return Funds										
Australian Leaders Fund Limited	ALF	313.4	1.15	7.8%	1.24	-7.3%	5.2%	External	na	Not Rated
Watermark Market Neutral Fund	WMK	81.7	0.94	6.4%	0.99	-5.6%	-4.2%	External	1.00	Not Rated
Watermark Global Leaders Fund Limited	WGF	78.3	0.95	0.0%	1.08	-12.5%	-6.0%	External	1.20	Not Rated
Arowana Australasian Value Op. Fund	AWQ	68.5	0.99	5.6%	1.08	-8.3%	-5.4%	External	1.00	Not Rated
Monash Absolute Investment Company Limited	MA1	42.0	0.80	0.0%	0.92	-12.7%	-6.3%	External	1.50	Not Rated
Alternative Investment Trust	AIQ	10.2	0.08	0.0%	0.10	-18.0%	-16.9%	External	na	Not Rated
Hastings High Yield Fund	HHY	9.0	0.11	0.0%	0.12	-15.3%	-13.2%	External	na	Not Rated
Aurora Absolute Return Fund	ABW	3.7	0.41	7.9%	0.69	-40.9%	-8.7%	External	na	Not Rated
Other Specialist										
Blue Sky Alternatives Access Fund	BAF	208.2	1.21	6.6%	1.12	9.4%	2.2%	External	1.20	Not Rated
URB Investments	URB	75.0	1.03	0.0%	1.03	0.0%	1.1%	External	0.50	Recommended
Duxton Water Limited	D20	66.5	1.04	0.0%	1.12	-7.1%	-3.6%	External	0.85	Not Rated
Thorney Technologies Ltd	TEK	54.2	0.25	0.0%	0.24	0.8%	3.8%	External	0.75	Not Rated

*Based on fully paid ordinary shares available for trade.

**Pre-tax NTA includes tax paid on realised gains.

Source: ASX/IRESS

Performance – Australian Share Focus

All data as at 30 September 2017	ASX Code	NTA (plus dividends) Return (%)					Share Price (plus dividends) Return (%)					Benchmark
		1 Mth	3 Mths	1 yr	3 yrs	5 yrs	1 Mth	3 Mths	1 yr	3 yrs	5 yrs	
Australian Shares - Large Cap												
Australian Foundation Investment Company	AFI	-0.3	-0.3	6.6	4.7	8.8	-1.2	2.2	6.0	3.2	9.7	S&P/ASX 200 Acc Index
Argo Investments	ARG	-0.3	0.0	7.7	5.7	9.8	-0.1	3.5	12.0	4.9	11.6	S&P/ASX 200 Acc Index
Milton Corporation	MLT	-0.2	0.9	8.9	6.7	10.0	0.9	1.8	11.8	6.2	11.8	All Ordinaries Acc Index
Australian United Investment	AUI	0.0	0.6	11.6	5.3	9.5	0.6	4.4	19.6	4.9	11.8	ASX 300 Acc Index
BKI Investment Company	BKI	0.0	-0.2	5.3	4.4	7.6	-1.5	3.8	10.6	6.3	10.6	S&P/ASX 300 Acc Index
Diversified United Investments	DUI	0.5	0.8	13.5	7.2	11.2	2.7	4.9	20.8	8.2	13.6	ASX 300 Acc Index
Djerriwarrh Investments	DJW	0.0	-0.3	6.8	2.9	6.4	0.0	-1.1	5.0	-2.3	4.6	S&P/ASX 200 Acc Index
WAM Leaders Limited	WLE	0.7	1.1	5.0	na	na	-0.9	-1.3	-3.1	na	na	S&P/ASX 200 Acc Index
Whitefield Limited	WHF	0.0	-1.4	5.3	7.5	12.9	0.4	-0.7	9.0	6.3	14.0	S&P/ASX 200 Industrials Acc (XJOAI) Index
Plato Income Maximiser	PL8	-0.5	-1.1	na	na	na	5.8	0.5	na	na	na	S&P/ASX 200 Franking Credit Adjusted Daily Total Return Index (Tax-exempt)
AMCIL Limited	AMH	1.1	-1.5	-0.5	5.3	10.2	0.0	-1.1	-9.5	3.0	11.1	S&P/ASX 200 Acc Index
Wealth Defender Equities	WDE	-0.9	0.1	5.1	na	na	6.2	8.2	10.3	na	na	na
Absolute Equity Performance Fund	AEG	3.6	-5.9	4.6	na	na	-5.7	-11.1	-8.3	na	na	na
Century Australia	CYA	0.3	0.4	8.0	5.5	9.7	0.0	0.0	13.2	6.8	12.8	S&P/ASX 300 Acc Index
Ironbark Capital	IBC	-0.9	0.3	3.7	2.8	3.8	2.0	5.5	20.6	4.3	6.6	na
Aberdeen Leaders	ALR	-0.8	-1.6	6.6	7.2	8.6	-0.4	-0.4	10.6	4.8	7.7	S&P ASX 200 Acc Index
Aust Governance Masters Index Fund	AQF	-0.5	0.0	8.7	5.2	9.1	1.6	3.7	11.7	4.1	9.0	S&P/ASX 100 Acc Index
Flagship Investments	FSI	0.3	-1.2	1.1	5.8	9.9	4.8	8.4	9.7	7.1	13.6	All Ordinaries Index
CBG Capital	CBC	1.0	-0.6	0.4	na	na	2.8	2.8	6.2	na	na	S&P/ASX 200 Acc Index
Aurora Property Buy Write Inc. Trust	AUP	-0.7	-2.0	-10.8	2.4	4.7	9.4	6.8	-10.5	3.0	5.0	RBA Cash Rate
Australian Shares - Mid/Small Cap												
WAM Capital	WAM	0.0	1.5	2.1	10.4	11.1	2.4	5.4	14.6	15.4	16.5	All Ordinaries Acc Index
Carlton Investments	CIN	2.0	-1.1	-0.5	9.4	13.4	-0.7	-0.9	-0.2	7.7	15.8	S&P/ASX 200 Acc Index
Mirrabooka Investments	MIR	1.3	0.7	0.5	8.4	12.3	-7.6	-1.0	-8.3	6.2	13.3	S&P/ASX Mid Cap 50's Acc Index, S&P/ASX Small Ordinaries Acc Index
Future Generation Investment Fund	FGX	1.3	1.9	3.6	5.7	na	1.4	1.8	0.5	5.1	na	All Ordinaries Acc Index
QV Equities	QVE	0.8	-1.6	3.8	9.0	na	-3.8	-4.5	6.5	12.5	na	na
WAM Research	WAX	0.0	0.2	-3.4	10.2	13.8	1.3	7.6	8.6	18.6	21.0	All Ordinaries Acc Index
WAM Microcap Limited	WMI	1.7	7.6	na	na	na	8.5	18.7	na	na	na	
Forager Australian Shares Fund	FOR	2.9	4.7	12.8	16.9	15.0	-1.9	1.5	na	na	na	8% Absolute
Contango MicroCap	CTN	0.5	2.2	-12.6	0.7	2.7	2.1	7.2	-11.9	1.9	7.3	ASX All Ordinaries Acc Index
Westoz Investment Company	WIC	2.5	11.9	13.6	4.9	2.5	4.2	6.9	17.4	3.2	10.0	Absolute return focus
Thorney Opportunities	TOP	0.3	3.6	5.3	19.6	12.0	-1.2	1.7	6.4	19.1	14.1	na
Contango Income Generator	CIE	-1.1	-0.1	5.7	na	na	3.1	4.7	9.7	na	na	All Ordinaries Acc Index
Naos Emerging Opp Company	NCC	-1.4	5.4	0.9	8.8	na	0.0	7.5	13.8	16.2	na	Small Ordinaries Acc Index (XSOAI)
Ozgrowth Limited	OZG	3.0	9.1	5.4	2.5	2.5	3.1	4.7	3.0	0.0	7.4	Absolute return focus
Naos Absolute Opportunities Coy.	NAC	1.8	0.9	-8.0	na	na	-2.9	-2.9	-1.9	na	na	na
Sandon Capital Investments	SNC	-2.3	2.0	6.9	6.6	na	2.0	8.0	21.9	9.2	na	na
Acorn Capital Inv Fund	ACQ	4.3	4.9	-5.6	7.0	na	5.3	7.6	-7.8	5.7	na	na
Lion Select Group	LSX	-10.0	-5.3	-5.3	-13.7	na	-6.3	-1.3	13.6	6.6	na	na
WAM Active Limited	WAA	0.5	1.6	4.7	7.9	7.3	0.9	5.5	3.0	0.7	8.4	All Ordinaries Acc Index
Ryder Capital	RYD	-3.3	10.1	19.3	na	na	0.8	13.1	18.6	na	na	na
Glennon Small Companies Fund	GC1	2.9	5.0	-4.6	na	na	3.4	0.6	-8.1	na	na	ASX Small Ords Acc Index
8IP Emerging Companies	8EC	-0.2	0.7	-12.3	na	na	10.5	13.6	4.8	na	na	ASX Emerging Co. Acc Index
Katana Capital Limited	KAT	1.3	4.5	5.0	0.8	5.4	-4.0	2.1	-4.0	-2.9	10.0	na
Barrack St Investments	BST	0.5	0.6	-4.7	6.4	na	1.7	3.4	-5.1	0.8	na	All Ordinaries Accum Index
Bentley Capital	BEL	-0.1	-11.0	-19.9	-6.9	-3.8	0.0	15.0	-8.3	-1.5	3.0	na
Orion Equities	OEQ	5.6	-13.9	-26.0	-12.5	-12.7	0.0	0.0	6.3	-14.3	-8.1	na
Australian/International Shares - Blended												
Cadence Capital	CDM	0.3	2.9	10.3	2.6	6.8	2.3	8.5	14.5	4.3	7.7	All Ordinaries Acc Index
Perpetual Investment Company	PIC	1.7	2.7	10.2	na	na	0.0	4.8	15.4	na	na	na
Clime Capital	CAM	1.1	1.4	2.1	-0.1	1.5	0.6	1.4	14.2	2.2	5.0	na
Mercantile Investment Company	MVT	1.8	9.4	9.4	9.9	14.2	0.0	0.0	-3.1	6.0	12.8	na
Sunvest Corporation	SVS	3.8	-1.8	-6.8	2.5	-7.2	0.0	0.0	3.8	-6.5	-2.1	na

Performance – International Shares & Specialist Focus

All data as at 30 September 2017	ASX Code	NTA (plus dividends) Return (%p.a)					Share Price (plus dividends) Return (%p.a)					Benchmark
		1 Mth	3 Mths	1 yr	3 yrs	5 yrs	1 Mth	3 Mths	1 yr	3 yrs	5 yrs	
International Shares - Diversified												
MFF Capital Investments	MFF	4.7	2.2	22.5	16.1	21.9	-1.5	-1.8	11.6	10.6	18.0	na
VGI Partners Global Investments Limited	VG1	na	na	na	na	na	na	na	na	na	na	na
Platinum Capital	PMC	3.0	6.9	20.7	7.0	14.7	6.0	8.8	24.9	4.8	17.9	MSCI All Country World Net Index in A\$
PM Capital Global Opportunities Fund	PGF	5.7	2.5	30.4	8.8	na	3.0	1.2	33.7	6.8	na	na
Antipodes Global Investment Company Ltd	APL	1.5	2.4	na	na	na	1.7	-2.8	na	na	na	MSCI All Country World Net Index (AUD)
Future Generation Global Investment Company	FGG	2.6	1.8	10.9	na	na	0.9	1.9	5.7	na	na	MSCI World Index AUD
Templeton Global Growth	TGG	4.3	3.2	17.4	6.5	14.2	1.1	1.1	19.0	2.9	15.6	MSCI All Country World Free Index
Hunter Hall Global Value	HHV	2.4	2.6	-14.0	3.8	11.5	1.7	5.4	-14.2	7.4	15.8	MSCI Total Return Index, Net Dividends Reinvested in Australian dollars
Contango Global Growth Limited	COG	2.4	-0.1	na	na	na	-3.3	-6.4	na	na	na	MSCI AWCI ex Australia, AUD
Ellerston Global Investments	EGI	4.1	4.8	7.9	na	na	-1.0	0.0	4.1	na	na	na
Morphic Ethical Equities Fund	MEC	3.4	1.9	na	na	na	-5.8	-5.0	na	na	na	MSCI All Countries World Daily Total Return Net Index
Fat Prophets Global Contrarian Fund	FPC	3.3	2.4	na	na	na	-5.1	-11.7	na	na	na	Increase in value of investment portfolio above previous high
International Shares - Emerging Markets												
Platinum Asia Investments	PAI	3.6	8.0	18.7	na	na	1.9	7.4	15.4	na	na	na
Emerging Markets Masters Fund	EMF	2.1	4.8	13.2	8.6	na	1.5	4.2	11.8	9.8	na	MSCI Emerging Mkt Index
Asian Masters Fund	AUF	1.5	2.4	9.8	9.7	11.4	-0.8	0.1	6.6	9.2	10.1	MSCI AC Asia ex Japan Index
Ellerston Asian Investments	EAI	0.1	2.9	9.2	na	na	1.0	3.7	9.0	na	na	na
PM Capital Asian Opportunities Fund	PAF	6.5	4.7	22.2	10.0	na	0.0	2.3	22.3	8.1	na	na
International - Specialist												
Argo Global Listed Infrastructure	ALI	0.7	0.7	6.4	na	na	-1.4	-4.6	1.2	na	na	na
Evans & Partners Global Disruption Fund	EGD	1.0	na	na	na	na	1.8	na	na	na	na	na
Global Value Fund	GVF	1.3	0.7	6.5	6.4	na	0.4	-0.9	13.1	6.9	na	BBSW 1 year swap rate + 4
Zeta Resources	ZER	-6.3	7.6	-22.7	-20.6	na	0.0	2.7	8.6	-17.6	na	na
Global Masters Fund	GFL	3.2	5.1	18.6	9.3	17.7	-2.6	10.9	52.9	20.8	28.7	S&P 500 US Index
Aurora Global Income Trust	AIB	3.9	-3.3	-12.8	-2.9	-0.5	23.5	-37.5	-30.0	-9.6	-4.8	UBS Australia Bank Bill Index
Private Equity Funds												
US Select Private Opportunities Fund	USF	1.1	1.1	6.0	12.5	9.3	4.9	-5.4	3.4	11.7	8.8	na
US Select Private Opportunities Fund II	USG	1.0	0.0	3.4	8.7	na	3.4	-1.4	4.2	8.3	na	Absolute Return w H/W Mark
US Select Private Opportunities Fund 3	USP	2.8	0.0	-1.3	na	na	-1.3	-8.1	-8.1	na	na	8% Absolute
Bailador Technology Investments	BTI	0.0	-0.9	-9.4	na	na	-2.4	-7.8	-21.3	na	na	8% p.a. compound
IPE Limited	IPE	-1.0	-1.9	-14.3	6.6	11.5	-4.8	-9.1	-22.6	8.1	18.9	na
Absolute Return Funds												
Australian Leaders Fund Limited	ALF	0.0	-1.6	-2.4	4.1	8.2	-5.7	-4.6	-18.9	-5.0	6.7	All Ordinaries Acc Index
Watermark Market Neutral Fund	WMK	0.0	0.0	-2.8	4.7	na	-2.1	-7.4	-7.1	3.4	na	na
Watermark Global Leaders Fund Limited	WGF	-0.9	0.0	na	na	na	-3.6	-6.9	na	na	na	RBA Cash Rate
Arowana Australasian Value Op. Fund	AWQ	3.2	8.3	9.5	na	na	2.5	13.9	6.3	na	na	na
Monash Absolute Investment Company Limited	MA1	3.5	4.9	-6.2	na	na	3.9	6.7	-16.7	na	na	na
Alternative Investment Trust	AIQ	1.2	-2.8	-10.4	-0.1	26.6	2.6	-2.5	-17.9	-0.6	32.7	na
Hastings High Yield Fund	HHY	6.4	8.6	-1.1	-18.6	41.9	5.0	0.0	-16.0	-14.0	66.0	na
Aurora Absolute Return Fund	ABW	2.7	-2.8	-14.4	-8.3	-3.8	3.0	3.0	-47.9	-22.7	-13.2	RBA Cash Rate
Other Specialist												
Blue Sky Alternatives Access Fund	BAF	0.7	2.2	12.4	4.0	na	2.1	9.1	9.2	11.7	na	na
URB Investments	URB	0.0	-1.0	na	na	na	3.5	-3.3	na	na	na	8% increase in NTA (after ordinary dividends)
Duxton Water Limited	D20	1.8	1.8	5.7	na	na	2.0	-4.6	-2.3	na	na	8% Absolute
Thorney Technologies Ltd	TEK	2.1	7.0	na	na	na	-2.0	11.4	na	na	na	Increase in NAV
Benchmark Returns												
S&P/ASX 50 Accumulation Index	XFLAI	na	na	na	na	na	-0.2%	0.6%	9.8%	5.9%	9.7%	na
S&P/ASX 200 Accumulation Index	XJOAI	na	na	na	na	na	0.0%	0.7%	9.2%	7.1%	10.1%	na
S&P/ASX 300 Accumulation Index	XKOAI	na	na	na	na	na	0.0%	0.8%	9.0%	7.1%	9.9%	na
All Ordinaries Accumulation Index	XAOAI	na	na	na	na	na	0.1%	1.0%	8.5%	7.3%	10.1%	na
Small Ordinaries Accumulation Index	XSOAI	na	na	na	na	na	1.3%	4.4%	3.0%	8.1%	5.1%	na
S&P/ASX 200 Industrials Accumulation Index	XJIAI	na	na	na	na	na	0.3%	-0.9%	7.5%	8.6%	12.7%	na
S&P/ASX 200 Resources Accumulation Index	XMJAI	na	na	na	na	na	-1.5%	6.5%	17.3%	7.3%	4.2%	na
RBA Cash Rate at 31 August 2017: 1.5%												

Source: ASX/IRESS

Note: Share Price and NTA are adjusted using adjustment factors provided by IRESS.

ASX Active ETFs

About ASX Active ETFs

Active ETFs are a relatively new type of exchange traded product (ETP) traded on the ASX. While traditional exchange traded funds (ETFs) adopt passive strategies that synthetically track the performance of an index or other benchmark, Active ETFs are actively managed funds. The legal structure is the same as a traditional managed fund, but the units can be bought and sold on the ASX just like shares. Unlike listed investment companies, Active ETFs are open ended with the manager acting as market maker. This ensures the units trade close to net asset value. The manager issues new units as required to meet market demand.

Pricing & Rating

All data as at 30 September 2017	ASX Code	Market Cap (\$)	Last Price (\$)	Dividend Yield	NAV (\$)	M'ment Fee	IIR Rating
Australian Share Strategies							
Aurora Dividend Income Trust	AOD	9.9	0.63	8.3%	0.66	1.30	Not Rated
Betashares Aus Top20 Equity Yield Max Fund	YMAX	406.2	8.99	8.7%	na	0.59	Not Rated
Betashares Australian Dividend Harvester Fund	HVST	346.7	17.17	11.8%	na	0.65	Not Rated
BetaShares Australian Equities Bear Hedge Fund	BEAR	59.9	14.99	0.0%	na	1.19	Not Rated
Betashares Australian Equities Strong Bear Hedge Fund	BBOZ	101.2	17.75	0.0%	na	1.19	Not Rated
Betashares Geared Australian Equity Fund	GEAR	64.5	20.92	6.5%	na	0.80	Not Rated
Betashares Managed Risk Australian Share Fund	AUST	30.9	15.46	3.3%	na	0.39	Not Rated
K2 Australian Small Cap Fund	KSM	17.3	2.53	10.3%	2.54	2.05	Recommended
BetaShares Australian Small Companies Fund (Managed Fund)	SMML	11.2	3.09	0.0%	na	0.39	Not Rated
Switzer Dividend Growth Fund	SWTZ	73.7	2.50	0.9%	2.49	0.89	Recommended
International Share/Security Strategies							
AMP Capital Global Infrastructure Securities Fund (Unhedged)	GLIN	24.5	2.67	1.9%	na	0.95	Not Rated
AMP Capital Global Property Securities Fund (Unhedged)	RENT	17.0	2.29	1.5%	na	0.99	Not Rated
BetaShares Geared U.S. Equity Fund - Currency Hedged	GGUS	9.6	13.77	0.7%	na	0.74	Not Rated
Betashares Managed Risk Global Share Fund	WRLD	67.5	17.77	0.6%	na	0.39	Not Rated
BetaShares S&P 500 Yield Maximiser Fund	UMAX	89.5	17.77	4.9%	na	0.59	Not Rated
K2 Global Equities Fund	KII	20.9	2.58	0.0%	2.62	2.05	Not Rated
Magellan Global Equities Fund	MGE	872.4	2.80	1.8%	2.81	1.35	Not Rated
Magellan Global Equities Fund (Currency Hedged)	MHG	54.3	2.86	1.7%	2.86	1.35	Not Rated
Schroders Real Return Fund (Managed Fund)	GROW	41.9	3.63	1.4%	na	0.90	Not Rated
AMP Capital Dynamic Markets Fund (Hedge Fund)	DMKT	19.6	2.60	4.8%	na	0.48	Not Rated
Magellan Infrastructure Fund (Currency Hedged) (Managed Fund)	MICH	111.0	2.69	2.3%	na	0.95	Not Rated
Commodity & Currency Strategies							
Betashares Strong Australian Dollar Fund (Hedge Fund)	AUDS	1.6	16.46	1.9%	na	1.38	Not Rated
Betashares Strong US Dollar Fund (Hedge Fund)	YANK	14.3	13.01	0.0%	na	1.38	Not Rated

Performance

All data as at 30 September 2017	ASX Code	NAV (plus dividends) Return (%p.a)					Share Price (plus dividends) Return (%p.a)				
		1 Mth	3 Mths	1 year	3 years	5 years	1 Mth	3 Mths	1 year	3 years	5 years
Australian Share Strategies											
Aurora Dividend Income Trust	AOD	5.7	7.1	-0.2	-6.7	0.0	3.8	-8.0	-4.3	-6.5	-0.8
Betashares Aus Top20 Equity Yield Max Fund	YMAX	na	na	na	na	na	0.6	0.4	6.7	2.0	na
Betashares Australian Dividend Harvester Fund	HVST	na	na	na	na	na	-1.9	-5.8	-6.1	na	na
BetaShares Australian Equities Bear Hedge Fund	BEAR	na	na	na	na	na	0.2	0.1	-7.2	-6.3	-12.5
Betashares Australian Equities Strong Bear Hedge Fund	BBOZ	na	na	na	na	na	0.6	0.3	-17.2	na	na
Betashares Geared Australian Equity Fund	GEAR	na	na	na	na	na	-0.5	0.0	16.1	9.3	na
Betashares Managed Risk Australian Share Fund	AUST	na	na	na	na	na	-0.1	0.1	5.2	na	na
K2 Australian Small Cap Fund	KSM	0.0	5.8	4.3	na	na	1.2	-3.1	1.9	na	na
BetaShares Australian Small Companies Select Fund (Managed Fund)	SMML	na	na	na	na	na	0.3	1.6	na	na	na
Switzer Dividend Growth Fund	SWTZ	na	na	na	na	na	0.4	0.5	na	na	na
International Share/Security Strategies											
AMP Capital Global Infrastructure Securities Fund (Unhedged)	GLIN	na	na	na	na	na	0.0	1.1	6.3	na	na
AMP Capital Global Property Securities Fund (Unhedged)	RENT	na	na	na	na	na	0.4	-1.1	-3.9	na	na
BetaShares Geared U.S. Equity Fund - Currency Hedged	GGUS	na	na	na	na	na	4.2	7.6	38.7	na	na
Betashares Managed Risk Global Share Fund	WRLD	na	na	na	na	na	2.6	1.3	12.9	na	na
BetaShares S&P 500 Yield Maximiser Fund	UMAX	na	na	na	na	na	2.3	1.4	11.7	10.7	na
K2 Global Equities Fund	KII	1.2	5.2	11.5	na	na	1.2	4.0	10.7	na	na
Magellan Global Equities Fund	MGE	1.7	1.5	13.8	na	na	1.8	1.1	13.1	na	na
Magellan Global Equities Fund (Currency Hedged)	MHG	0.8	3.8	17.6	na	na	1.8	3.2	17.9	na	na
Schroders Real Return Fund (Managed Fund)	GROW	na	na	na	na	na	0.3	0.6	4.6	na	na
AMP Capital Dynamic Markets Fund (Hedge Fund)	DMKT	na	na	na	na	na	2.8	2.5	8.2	na	na
Magellan Infrastructure Fund (Currency Hedged) (Managed Fund)	MICH	-2.0	1.0	10.0	na	na	-1.8	1.5	9.7	na	na
Commodity & Currency Strategies											
Betashares Strong Australian Dollar Fund (Hedge Fund)	AUDS	na	na	na	na	na	-1.8	4.9	na	na	na
Betashares Strong US Dollar Fund (Hedge Fund)	YANK	na	na	na	na	na	1.8	-6.1	na	na	na

WHO IS IIR?

Independent Investment Research, "IIR", is an independent investment research house based in Australia and the United States. IIR specialises in the analysis of high quality commissioned research for Brokers, Family Offices and Fund Managers. IIR distributes its research in Asia, United States and the Americas. IIR does not participate in any corporate or capital raising activity and therefore it does not have any inherent bias that may result from research that is linked to any corporate/ capital raising activity.

IIR was established in 2004 under Aegis Equities Research Group of companies to provide investment research to a select group of retail and wholesale clients. Since March 2010, IIR (the Aegis Equities business was sold to Morningstar) has operated independently from Aegis by former Aegis senior executives/shareholders to provide clients with unparalleled research that covers listed and unlisted managed investments, listed companies, structured products, and IPOs.

IIR takes great pride in the quality and independence of our analysis, underpinned by high caliber staff and a transparent, proven and rigorous research methodology.

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Research analysts are not directly supervised by personnel from other areas of the Firm whose interests or functions may conflict with those of the research analysts. The evaluation and appraisal of research analysts for purposes of career advancement, remuneration and promotion is structured so that non-research personnel do not exert inappropriate influence over analysts.

Supervision and reporting lines: Analysts who publish research reports are supervised by, and report to, Research Management. Research analysts do not report to, and are not supervised by, any sales personnel nor do they have dealings with Sales personnel

Evaluation and remuneration: The remuneration of research analysts is determined on the basis of a number of factors, including quality, accuracy and value of research, productivity, experience, individual reputation, and evaluations by investor clients.

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Widely-attended conferences: Analysts are permitted to attend and speak at widely-attended conferences at which our firm has been invited to present our views. These widely-attended conferences may include investor presentations by corporate clients of the Firm.

Other permitted activities: Analysts may be consulted by Firm sales personnel on matters such as market and industry trends, conditions and developments and the structuring, pricing and expected market reception of securities offerings or other market operations. Analysts may also carry out preliminary due diligence and vetting of issuers that may be prospective research clients of ours.

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