



Chris Stott to depart Wilson Asset Management

Wilson Asset Management (WAM) Chief Investment Officer, Chris Stott, is leaving the company to spend more time with his family but will remain on the Boards of WAM Capital (ASX:WAM) and WAM Microcap (ASX:WMI). WAM Chairman, Geoff Wilson, will takeover as CIO. Whilst Chris' departure is disappointing from a WAM perspective, the Fund Manager has built up an experienced team of portfolio managers and analysts, with lead Portfolio Managers for each of its individual LICs. Importantly, the Manager also has well-established, proven investment processes in place which are not dependent on any one individual. We note that Geoff Wilson, who has considerable equities experience, was previously CIO prior to Chris' appointment to that role. Whilst Chris is a key player in the investment team, given the depth and experience of the team and the proven research processes, we are not changing our ratings for any of the WAM managed LICs that we cover, WAM Capital, WAM Research (ASX:WAX), WAM Active (ASX:WAA) WAM Microcap, WAM Leaders (ASX:WLE) and WAM Global (ASX:WGB). As with all LMI's under our coverage, we will continue to closely watch the performance of the WAM LICs and in the event of any noticeable change in performance will consider undertaking reviews.

Initiating on Hearts and Minds Investments

We have published a report on Hearts and Minds Investments (ASX:HM1), a new investment company seeking to list on the ASX following an IPO. HM1 has been created with the combined objective of providing access to a concentrated portfolio of the highest conviction global stock ideas from a select group of fund managers, while also supporting Australian medical research institutes. The fund managers and board members will donate their time to HM1 which will donate 1.5% p.a. of its NTA to designated charities.

The portfolio will be constructed with recommendations from two groups of fund managers: (1) Conference fund managers - fund managers that present at the annual Sohn Hearts and Minds Investment Leaders Conference; and (2) Core fund managers - five global fund managers. The portfolio will be concentrated with approximately 25 investments. HM1 may pay a dividend but the focus is more likely to be on capital growth. Therefore an investment in the company is not suitable for those seeking a regular income stream.

Our rating for HM1 is Recommended Plus. Following strong demand the offer closed early and the shares are expected to start trading on 14 November 2018. Refer to our full report for more details.

Qualitas IPO Exceeds Minimum Offer Size

The IPO for the Qualitas Real Estate Income Fund (proposed ASX code: QRI) is now open and is expected to close on 13 November 2018. It has already received commitments from cornerstone investors in excess of the \$150m minimum offer size. The maximum offer size is \$500m. We have published a detailed report on the QRI offer with a Recommended rating. The following is a brief summary of QRI. Please refer to our full report for more details.

QRI intends to invest in the Qualitas Wholesale Real Estate Income Fund (Sub-Trust), which in turn will provide exposure to a portfolio of secured commercial real estate loans, predominantly in Australia with up to 20% of the portfolio able to be invested in New Zealand. While QRI will provide exposure to direct investments, it is expected to be predominantly invested indirectly, via Qualitas wholesale funds. The Manager is a wholly owned subsidiary of the Qualitas Group, a real estate investment management firm with approximately \$2 billion assets under management. QRI provides the opportunity to access the commercial real estate debt market, a market that is not readily accessible to retail investors. It will seek to achieve an annual target return of 8.0% and pay distributions monthly. Whilst QRI is offering a relatively high income yield, investors need to understand the risks associated with commercial real estate debt which are generally higher when compared to traditional fixed income products such as bank term deposits and government bonds.

Monash Rejects Sandon Capital Proposal

Sandon Capital Investments (ASX:SNC) has written to the Board of Monash Absolute Investment Company (ASX:MA1) proposing a merger of the two LICs via a share exchange based on the respective NTAs of each LIC. A cash alternative would also be offered allowing MA1 shareholders to exit at NTA. Both LICs are relatively small and even after the merger the combined post-tax NTA would be around \$70m (assuming a 50% scrip take up). With MA1 shares trading at a 16% discount to pre-tax NTA at the end of September, the merger would provide investors in MA1 with the opportunity to exit at NTA. The merger would also see a reduction in operating costs for the combined businesses due to the removal of duplicated expenses.

MA1 has rejected the SNC proposal citing a number of costs that it believes reduces the attractiveness to MA1 shareholders. In an attempt to increase its size, MA1 has announced a loyalty options issue to its shareholders. Historically, we have found that LICs with options on issue tend to trade at discounts to NTA. It remains to be seen whether SNC continues to pursue the merger proposal.

Blue Sky LIC Proposing to Change Manager

Listed investment company, Blue Sky Alternatives Access Fund (ASX:BAF), announced a mutual agreement with its existing Manager to terminate the current management arrangements and transition to a new Manager, Alterium Investment Management, a majority-owned subsidiary of Pinnacle Investment Management. Under the proposal, two executives from the current Manager, Blue Sky Alternative Investments (ASX:BLA) will join Alterium and hold minority equity positions alongside Pinnacle. BAF will change its name to Alternative Markets Access Fund (ASX:AMF) a new investment mandate that will see it become a multi-manager alternatives fund. Following the announcement, Wilson Asset Management (WAM) also sent a letter to the BAF Board proposing it become the Manager for BAF.

BAF currently invests in a range of alternative assets including, water, student accommodation and retirement living. Under the proposed new mandate BAF would invest in a broader range of alternative assets, investing across 'best of breed' asset managers. The portfolio would be transitioned over time, but the BLA managed Water Fund and Agriculture Fund are likely to remain cornerstone investments.

The WAM proposal is similar to the Pinnacle proposal, in that it would see BAF transition to a multi-manager diversified alternatives fund. The fund would be called WAM Alternative Asset Fund. Under the Wilson proposal, there would be a management fee of 1% per annum and no performance fee. Under the Pinnacle proposal the management fee would also be 1% but there would be a 7.5% performance fee for outperformance above an 8% benchmark.

BLA, has been under pressure and its share price has collapsed since US research group, Glaucus Research, issued a negative report on the company earlier this year. Shares in BAF, have also suffered since the release of the report and at 30 September 2018 were at a 19.4% discount to pre-tax NTA. It is possible a change in Manager and investment mandate will be a catalyst for a re-rating of the BAF share price over time. It is uncertain at this stage how the BAF Board will treat the WAM proposal, however, any changes to the Manager and investment mandate will require BAF shareholder approval.

WAM Funds Call for HHY Fund to be Wound Up

A number of Wilson Asset Management (WAM) managed LICs and associated entities have requisitioned a meeting of HHY Fund (ASX:HHY) unitholders to consider winding up the fund. WAM unsuccessfully tried to remove Aurora Funds Management as the Responsible Entity in 2016 at which time Aurora Global Income Trust (ASX:AIB) made a takeover bid for HHY and achieved total acceptances for 14.7% of HHY. The WAM entities hold 29.9% of HHY. However, HHY Manager, Keybridge Capital (ASX:KBC), owns 30.9% of HHY, and could be a potential block to WAM's call to wind up the fund. HHY is a small fund with a market cap of \$5.7m at 30 September 2018. It was trading at a 31.4% discount to pre-tax NTA.

Pricing and Performance Update*

Best 5-year portfolio returns - % (#)									
Australian Large Cap Focus					Small-Mid Cap Focus & Others				
Company	3M	1Yr	3Yr	5Yr	Company	3M	1Yr	3Yr	5Yr
DUI	2.6	17.6	13.9	9.2	GFL	10.8	18.2	12.0	14.1
FSI	4.8	19.7	11.6	8.3	CD1	5.5	20.1	6.9	11.6
WHF	1.6	9.0	8.8	8.0	WAX	5.7	15.9	11.7	11.0
AMH	1.1	14.6	8.5	7.6	CD2	6.2	23.5	5.5	11.0
AUI	2.3	13.6	12.3	7.1	MIR	2.2	16.8	11.0	10.2

Discounts & Premiums to pre-tax NTA - % (#)			
Largest discounts		Largest premiums	
Company	Discount	Company	Premium
BTI	-22.4	WAX	27.8
LRT	-19.1	WAM	20.2
BST	-17.5	VG1	10.6
GC1	-16.0	WMI	6.0
GFL	-15.9	DJW	5.2

*Data to 30 September 2018. Only includes LMIs covered by IIR

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

LMI Corporate Activity Hots Up

Whilst the number of LICs and LITs continues to grow due to new offers coming to market, there has been an increase in the amount of corporate activity in the listed managed investment space over recent weeks. On the front page of this report we have written about a number of current or recent actions. Additionally, WAM Capital (ASX:WAM) has successfully achieved more than 90% acceptances in its takeover offer for Wealth Defender Equities (ASX:WDE) allowing it to proceed to compulsory acquisition. With a large number of LICs/LITs trading at discounts to NTA, we would not be surprised to see further activity in coming months. We note Wilson Asset Management tends to be a key player in corporate activity in the sector and a number of its LICs invest in other LICs or LITs trading at discounts to NTA with the aim of benefiting from narrowing or eradication of the discount. In addition to its holdings in WDE and HHY, its top 20 holding lists show that its LICs also hold interests in Templeton Global Growth Fund (ASX:TGG) and Pengana International Equities (ASX:PIA), both trading at discounts to pre-tax NTA.

Table: LIC/LIT Premiums & Discounts

Market cap	Disc >10%	Disc <10%	Premium	Total	% at disc	disc >10%
\$100m+	11	28	16	55	71%	20%
<\$100m	28	12	4	44	91%	64%
Total	39	40	20	99	80%	39%

The above table is a summary showing the number of LICs and LITs trading at discounts and premiums to pre-tax NTA at 30 September based on our data tables in the following pages. This shows a large number of LICs/LITs trading at discounts at 30 September with 80% of the universe at a discount. There are many reasons LMIs trade at discounts to NTA and we have written about these in the past. In our view, persistent underperformance, poor investor communications and dividend volatility or lack of a consistent dividend policy can all lead to share price discounts. Investor preferences can also influence pricing relative to NTA and, in a high interest rate environment, we think LICs/LITs are more likely to trade at discounts given other high yielding options available to investors. One possibility for the large number of LICs/LITs trading at a discount at present is that investors are concerned about the impact of the proposed ALP policy to stop the rebate of excess franking credits to many Australian investors.

We have also observed in the past that small, or sub-scale LICs/LITs are more likely to trade at discounts. In some case these discounts are quite substantial. The above table shows that of the 44 LICs/LITs with market caps below \$100m, just four were trading at premiums at the end of September. The remaining 40, or 91% of the LICs/LITs with market caps below \$100m were trading at discounts. 28 of these LICs/LITs were at discounts larger than 10%. It may well be that there were factors other than size that contributed to the discount, such as performance issues and lack of promotion by the manager; small LICs/LITs are likely to be less actively promoted given cost pressures. However, we would also make the point that small LICs/LITs are less likely to have adequate market liquidity making them less attractive to potential investors.

Given the preponderance of sub-\$100m market cap LICs/LITs trading at large discounts, we believe this area of the market is open to further corporate action over the coming year. Of the LICs/LITs currently the subject of corporate action we note that HHY, MA1 (and

its suitor SNC) have market caps below \$100m. WDE at \$117.9m and BAF at \$184.9 are a little larger. We would not recommend buying LICs/LITs at a discount purely in the hope that corporate action may emerge and help eradicate the discounts. Not all corporate actions are successful and the Managers on the receiving end of a corporate action often take actions to try to block change by issuing new shares and options and undertaking buy-backs. We do not believe new share issues at a discount or option issues are in the best interests of existing shareholders and do not help in correcting discounts. Whilst buy-backs may provide an initial boost to share prices, they are unlikely to be effective in eradicating long-term discounts. We think improved performance, stable and growing dividends and better marketing and communication are all important catalysts for a narrowing of discounts.

Spotlight on Glennon Small Companies (ASX:GC1)

This month we spotlight a small LIC that invests in small and micro-cap companies. As we noted in our comments above, we have found that LICs with small market caps tend to trade at discounts to pre-tax NTA. With a market cap of \$47.6m at the end of September, GC1 is no exception. However, the discount has widened over the past six months and was 16.0% at the end of September compared to a three-year average discount of 8.7%. The widening in the discount seems at odds with a strong performance over the past 12 months with the portfolio (pre-tax NTA plus dividends) generating a return of 22.6%, above the 20.3% return for the ASX Small Ordinaries Accumulation Index. GC1 is a relatively new LIC having listed in August 2015, slightly over three years ago. For the three years to 30 September 2018 the portfolio generated a return of 10%, which was below the small cap index return of 17.0%. However, we note that the performance was heavily diluted from the exercise of the 21.7m options that were issued at the IPO.

GC1's Manager, Glennon Capital, takes high conviction positions with the portfolio generally consisting of between 20 to 60 stocks. At the end of September there were 36 stocks in the portfolio. There are a number of portfolio constraints in place including limiting stocks with a market cap below \$100m to 10% of the portfolio. The Manager has a relatively small team so key man risk is high. Michael Glennon, founder of the Manager, is a key player and is Chief Investment Officer. Recent hires will bring more depth to the team, but it may take some time for the team to achieve stability. The Manager has been executing the investment strategy since 2008 through SMA/IMA mandates and has outperformed the S&P/ASX Small Ordinaries Accumulation Index over this period, suggesting the Manager is a competent stock picker.

For the FY2018 year GC1 paid out total dividends of 4.0 cents per share fully franked, a yield of 4.0% based on the 30 September 2018 share price. It has built up a strong level of profit reserves and has sufficient reserves to cover the FY2018 dividend 5.5 times.

We think GC1 is likely to remain at a discount to pre-tax NTA given its small market cap and key man risk surrounding the Manager. However, if the good performance of the past year can be maintained and, with solid dividend coverage, the discount could narrow over time. Our rating for GC1 is Recommended.

Pricing & Recommendations – Australian Share Focus

All data as at 30 September 2018	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	7,438.3	6.24	3.8%	6.20	0.6%	1.6%	Internal	0.16	Highly Recommended
Argo Investments	ARG	5,652.9	7.94	4.0%	8.06	-1.5%	1.9%	Internal	0.15	Highly Recommended
Milton Corporation	MLT	3,078.6	4.63	4.1%	4.77	-2.9%	-0.5%	Internal	0.13	Highly Recommended
BKI Investment Company	BKI	1,113.1	1.53	4.8%	1.63	-6.1%	1.9%	Internal	0.16	Recommended+
Australian United Investment	AUI	1,055.4	8.50	4.1%	9.23	-7.9%	-4.9%	Internal	0.10	Recommended+
Diversified United Investments	DUI	871.3	4.14	3.6%	4.49	-7.8%	-5.8%	Internal	0.13	Recommended
WAM Leaders Limited	WLE	847.4	1.21	3.7%	1.21	-0.3%	-1.6%	External	1.00	Recommended
Djerriwarrah Investments	DJW	760.7	3.43	5.8%	3.26	5.2%	16.9%	Internal	0.46	Recommended+
Whitefield Limited	WHF	412.1	4.71	3.8%	5.09	-7.5%	-8.0%	External	0.35	Recommended+
Plato Income Maximiser	PL8	304.0	1.03	5.6%	1.09	-6.0%	0.0%	External	0.80	Recommended+
AMCIL Limited	AMH	247.2	0.93	4.6%	0.99	-6.1%	-2.9%	Internal	0.65	Recommended+
Wealth Defender Equities	WDE	117.9	0.94	4.3%	0.97	-3.8%	-9.8%	External	0.98	Not Rated
Century Australia	CYA	91.9	0.98	4.2%	1.02	-4.4%	-4.0%	External	1.08	Not Rated
Concentrated Leaders Fund	CLF	76.9	1.30	4.2%	1.37	-5.5%	-8.1%	External	na	Not Rated
Ironbark Capital	IBC	69.3	0.51	3.9%	0.54	-6.1%	-9.2%	External	0.65	Not Rated
Flagship Investments	FSI	46.0	1.81	4.3%	2.04	-11.5%	-15.2%	External	0.00	Recommended
Evans & Partners Australian Flagship Fund	EFF	32.8	1.62	0.0%	1.60	1.3%	0.8%	External	0.98	Recommended
CBG Capital	CBC	25.2	0.97	3.0%	1.08	-10.7%	-9.0%	External	1.00	Recommended
Aurora Property Buy Write Inc. Trust	AUP	5.1	2.54	9.9%	3.43	-25.9%	-3.2%	External	2.00	Not Rated
Australian Shares - Mid/Small Cap										
WAM Capital	WAM	1,657.5	2.48	6.1%	2.06	20.2%	18.2%	External	1.00	Recommended+
Carlton Investments	CIN	889.0	33.58	3.6%	38.41	-12.6%	-12.1%	Internal	0.08	Not Rated
Future Generation Investment Company	FGX	469.1	1.34	3.3%	1.28	4.7%	-2.2%	External	0.00	Highly Recommended
Mirrabooka Investments	MIR	423.0	2.66	4.5%	2.56	3.9%	12.7%	Internal	0.65	Highly Recommended
QV Equities	QVE	322.4	1.17	3.5%	1.22	-4.1%	1.8%	External	0.90	Recommended+
WAM Research	WAX	319.3	1.70	5.5%	1.33	27.8%	18.7%	External	1.00	Highly Recommended
WAM Microcap Limited	WMI	207.4	1.48	0.0%	1.40	6.0%	8.7%	External	1.00	Recommended+
Forager Australian Shares Fund	FOR	187.8	1.65	12.7%	1.54	7.1%	12.4%	External	1.10	Not Rated
Westoz Investment Company	WIC	153.2	1.15	5.2%	1.28	-10.4%	-12.2%	External	1.00	Recommended
Thorney Opportunities	TOP	147.6	0.73	2.1%	0.84	-13.6%	-8.7%	External	na	Not Rated
Naos Small Cap Opportunities Company Limited	NSC	134.4	0.80	11.8%	0.93	-14.5%	-9.9%	External	1.15	Not Rated
Spheria Emerging Companies	SEC	121.7	1.84	2.2%	2.11	-13.0%	-5.7%	External	1.00	Not Rated
Contango Income Generator	CIE	95.6	0.92	7.2%	1.03	-10.7%	-4.5%	External	0.95	Recommended
Naos Emerging Opp Company	NCC	77.0	1.29	5.6%	1.30	-0.8%	-2.7%	External	1.25	Not Rated
Acorn Capital Inv Fund	ACQ	66.2	1.26	2.2%	1.36	-7.5%	-14.1%	External	na	Not Rated
Ryder Capital	RYD	62.6	1.25	0.8%	1.54	-18.8%	-9.0%	External	na	Not Rated
Ozgrowth Limited	OZG	62.4	0.18	2.9%	0.23	-22.6%	-19.9%	External	1.00	Not Rated
Naos Absolute Opportunities Company	NAC	53.1	1.01	7.7%	1.13	-10.6%	-9.6%	External	1.75	Not Rated
WAM Active Limited	WAA	52.8	1.16	4.8%	1.10	4.6%	4.5%	External	1.00	Recommended
Glennon Small Companies Fund	GC1	47.6	1.00	4.0%	1.19	-16.0%	-8.7%	External	1.00	Recommended
Sandon Capital Investments	SNC	47.0	0.97	7.2%	1.05	-7.6%	-5.6%	External	1.25	Recommended
Lion Select Group	LSX	45.0	0.30	0.0%	0.29	3.4%	-8.6%	External	1.50	Not Rated
8IP Emerging Companies	8EC	34.9	0.85	4.7%	0.99	-14.2%	-12.0%	External	1.25	Not Rated
Katana Capital Limited	KAT	33.2	0.78	3.5%	0.96	-19.2%	-11.7%	External	na	Not Rated
Barrack St Investments	BST	18.9	1.03	3.2%	1.25	-17.5%	-17.2%	External	1.00	Recommended
Bentley Capital	BEL	7.6	0.10	10.0%	0.12	-18.6%	-27.6%	External	na	Not Rated
Orion Equities	OEQ	2.9	0.16	0.0%	0.24	-34.0%	-54.9%	External	na	Not Rated
Australian/International Shares - Blended										
Perpetual Investment Company	PIC	400.0	1.16	2.6%	1.17	-0.7%	-4.8%	External	1.00	Recommended+
Cadence Capital	CDM	385.9	1.21	6.6%	1.16	4.1%	8.8%	External	1.00	Recommended+
Clime Capital	CAM	86.3	0.95	5.2%	0.98	-3.6%	-6.6%	External	na	Not Rated
Mercantile Investment Company	MVT	50.5	0.18	0.0%	0.21	-15.6%	-15.5%	External	na	Not Rated
Sunvest Corporation	SVS	2.9	0.24	0.0%	0.42	-42.9%	-46.8%	External	na	Not Rated

Pricing & Recommendations – International Shares & Specialist Focus

All data as at 30 September 2018	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										
Magellan Global Trust	MGG	1,835.7	1.74	3.4%	1.73	0.5%	-0.4%	External	1.35	Recommended +
MFF Capital Investments	MFF	1,547.3	2.86	0.9%	3.06	-6.6%	-10.3%	External	***	Not Rated
VGI Partners Global Investments Limited	VG1	694.1	2.50	0.0%	2.26	10.6%	5.1%	External	1.50	Recommended +
Antipodes Global Investment Company Ltd	APL	552.3	1.14	0.0%	1.27	-10.1%	-2.8%	External	1.10	Recommended
Platinum Capital	PMC	535.6	1.87	5.4%	1.67	12.0%	8.7%	External	1.10	Not Rated
WAM Global Limited	WGB	461.3	2.18	0.0%	2.26	-3.3%	-2.2%	External	1.25	Recommended
PM Capital Global Opportunities Fund	PGF	454.8	1.30	2.8%	1.38	-5.9%	-11.8%	External	1.00	Recommended+
Future Generation Global Investment Company	FGG	442.0	1.39	0.7%	1.39	-0.1%	-0.4%	External	0.00	Recommended+
Templeton Global Growth	TGG	313.2	1.41	5.7%	1.53	-8.0%	-10.3%	External	1.00	Not Rated
Pengana International Equities Limited	PIA	292.2	1.16	6.1%	1.21	-4.4%	-7.1%	External	1.23	Recommended
Evans & Partners Global Flagship Fund	EGF	192.9	1.55	0.0%	1.58	-1.9%	-2.5%	External	1.35	Not Rated
Ellerston Global Investments	EGI	119.3	1.09	3.7%	1.18	-8.4%	-9.7%	External	0.75	Recommended
WCM Global Growth Limited	WQG	100.7	1.12	0.0%	1.31	-14.2%	-8.0%	External	1.25	Recommended +
Morphic Ethical Equities Fund	MEC	46.9	1.03	1.0%	1.18	-12.4%	-5.4%	External	1.25	Not Rated
Fat Prophets Global Contrarian Fund	FPC	41.4	0.92	0.0%	1.10	-16.3%	-6.0%	External	1.25	Not Rated
International Shares - Emerging Markets										
Platinum Asia Investments	PAI	432.1	1.20	8.4%	1.09	9.3%	-0.4%	External	1.10	Not Rated
Evans & Partners Asia Fund	EAF	153.6	1.17	2.2%	1.22	-4.1%	-2.7%	External	1.00	Not Rated
Ellerston Asian Investments	EAI	115.7	1.06	0.9%	1.10	-3.7%	-9.2%	External	0.95	Not Rated
PM Capital Asian Opportunities Fund	PAF	65.6	1.16	3.9%	1.19	-2.4%	-10.1%	External	1.00	Not Rated
International - Specialist										
Evans & Partners Global Disruption Fund	EGD	274.8	2.15	1.9%	2.18	-1.4%	3.9%	External	1.28	Recommended
Argo Global Listed Infrastructure	ALI	273.1	1.93	1.9%	2.21	-12.9%	-11.3%	External	1.20	Not Rated
Global Value Fund	GVF	159.8	1.09	8.7%	1.09	-0.7%	-1.9%	External	1.50	Not Rated
Zeta Resources	ZER	83.3	0.42	0.0%	0.51	-17.7%	-17.4%	External	0.50	Not Rated
Global Masters Fund	GFL	21.9	2.04	0.0%	2.43	-15.9%	-8.3%	Internal	0.00	Recommended+
Fat Prophets Global Property Fund	FPP	15.3	1.01	2.4%	1.13	-10.8%	-1.1%	External	1.00	Not Rated
Aurora Global Income Trust	AIB	1.6	0.22	12.4%	0.23	-2.2%	-6.2%	External	1.33	Not Rated
Fixed Income Funds										
MCP Master Income Trust	MXT	752.7	2.07	4.7%	2.00	3.5%	3.0%	External	0.60	Recommended +
Gryphon Capital Income Trust	GCI	172.7	1.97	0.0%	2.00	-1.5%	-0.3%	External	0.72	Recommended
Private Equity Funds										
Cordish Dixon Private Equity Fund 2	CD2	118.7	2.15	12.6%	2.22	-3.2%	2.9%	External	2.33	Recommended
Cordish Dixon Private Equity Fund 3	CD3	110.9	1.54	0.0%	1.62	-4.9%	3.0%	External	2.33	Recommended
Bailador Technology Investments	BTI	108.2	0.90	0.0%	1.16	-22.4%	-16.2%	External	1.75	Recommended+
Cordish Dixon Private Equity Fund 1	CD1	66.3	1.70	25.3%	1.79	-5.0%	2.8%	External	2.33	Recommended
Absolute Return Funds										
L1 Long Short Fund Limited	LSF	1,097.0	1.65	0.0%	1.67	-1.1%	4.5%	External	1.40	Recommended +
Australian Leaders Fund Limited	ALF	286.2	1.05	1.9%	1.20	-12.5%	-1.0%	External	na	Not Rated
Absolute Equity Performance Fund	AEG	123.0	1.22	5.8%	1.19	2.5%	3.5%	External	na	Not Rated
Contrarian Value Fund Limited	CVF	81.0	1.15	7.4%	1.30	-11.5%	-7.4%	External	1.00	Not Rated
Watermark Market Neutral Fund	WMK	72.7	0.83	6.0%	0.95	-12.6%	-5.2%	External	1.00	Not Rated
Watermark Global Leaders Fund Limited	WGF	64.1	0.86	0.9%	1.08	-20.4%	-11.7%	External	1.20	Not Rated
Monash Absolute Investment Company Limited	MA1	37.7	0.85	1.2%	1.01	-16.0%	-10.0%	External	1.50	Not Rated
Alternative Investment Trust	AIQ	11.2	0.09	0.0%	0.09	-3.2%	-13.4%	External	na	Not Rated
Hastings High Yield Fund	HHY	5.7	0.07	0.0%	0.10	-31.4%	-13.6%	External	na	Not Rated
Aurora Absolute Return Fund	ABW	3.0	0.37	4.9%	0.33	12.1%	-13.8%	External	na	Not Rated
Other Specialist										
Blue Sky Alternatives Access Fund	BAF	184.9	0.89	9.0%	1.10	-19.4%	-1.4%	External	1.20	Not Rated
Duxton Water Limited	D20	121.7	1.35	5.3%	1.36	0.4%	-5.3%	External	0.85	Not Rated
URB Investments	URB	72.6	0.99	1.5%	1.09	-9.2%	-3.6%	External	0.50	Recommended
Thorney Technologies Ltd	TEK	61.8	0.24	0.0%	0.28	-13.7%	3.7%	External	0.75	Not Rated
Lowell Resources Fund	LRT	15.5	5.55	0.0%	6.86	-19.1%	-8.2%	External	2.16	Not Rated

*Based on fully paid ordinary shares available for trade.

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

***MFF pays a flat base management fee of \$1m per quarter and a potential \$1m pa fee subject to certain performance criteria.

Source: ASX/IRESS

Performance – Australian Share Focus

All data as at 30 September 2018		NTA (plus dividends) Return (%)					Share Price (plus dividends) Return (%)					Benchmark
	ASX Code	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	-1.4	1.1	12.4	9.7	6.5	0.0	3.6	11.8	7.3	5.7	S&P/ASX 200 Acc Index
Argo Investments	ARG	-1.6	0.7	11.0	9.9	6.9	-1.1	1.6	6.1	5.7	6.9	S&P/ASX 200 Acc Index
Milton Corporation	MLT	-1.2	3.0	11.5	9.7	7.1	-0.6	2.6	7.4	7.2	7.7	All Ordinaries Acc Index
BKI Investment Company	BKI	-1.2	2.2	8.7	7.2	4.8	-0.6	2.7	-2.6	3.2	4.5	S&P/ASX 300 Acc Index
Australian United Investment	AUI	0.7	2.3	13.6	12.3	7.1	-3.3	0.5	7.2	9.8	7.1	ASX 300 Acc Index
Diversified United Investments	DUI	0.3	2.6	17.6	13.9	9.2	-3.5	3.0	12.4	12.4	9.5	ASX 300 Acc Index
WAM Leaders Limited	WLE	0.1	-0.3	6.9	na	na	-3.2	4.8	14.0	na	na	S&P/ASX 200 Acc Index
Djerriwarrh Investments	DJW	-1.2	1.5	10.6	9.2	4.7	0.9	4.5	2.6	-0.3	0.7	S&P/ASX 200 Acc Index
Whitefield Limited	WHF	-3.0	1.6	9.0	8.8	8.0	-1.5	3.7	8.5	8.5	8.0	S&P/ASX 200 Industrials Acc (XJOAI) Index
Plato Income Maximiser	PL8	-1.7	0.6	12.0	na	na	-1.4	1.5	-1.6	na	na	S&P/ASX 200 Franking Credit Adjusted Daily Total Return Index (Tax-exempt)
AMCIL Limited	AMH	-2.0	1.1	14.6	8.5	7.6	2.2	1.4	11.9	8.8	6.6	S&P/ASX 200 Acc Index
Wealth Defender Equities	WDE	2.6	3.5	11.3	6.2	na	1.1	13.0	15.0	4.9	na	na
Century Australia	CYA	0.0	0.0	12.4	10.6	7.2	0.0	3.6	9.3	11.4	7.6	S&P/ASX 300 Acc Index
Concentrated Leaders Fund	CLF	-2.1	0.7	14.2	12.1	7.9	0.4	4.9	16.2	12.8	4.2	S&P ASX 200 Acc Index
Ironbark Capital	IBC	-1.3	2.9	4.8	4.8	3.5	0.0	4.8	0.9	7.2	3.8	na
Flagship Investments	FSI	-4.4	4.8	19.7	11.6	8.3	4.9	11.3	15.4	14.0	10.8	All Ordinaries Index
Evans & Partners Australian Flagship Fund	EFF	-1.8	na	na	na	na	0.0	na	na	na	na	S&P/ASX 200 Acc Index
CBG Capital	CBC	-1.3	5.6	19.7	8.4	na	-2.6	8.5	12.2	5.5	na	S&P/ASX 200 Acc Index
Aurora Property Buy Write Inc. Trust	AUP	-0.7	0.5	-18.3	-7.4	-1.2	11.9	-2.1	-39.5	-15.4	-6.7	RBA Cash Rate
Australian Shares - Mid/Small Cap												
WAM Capital	WAM	-0.2	2.6	12.9	10.9	9.8	-0.8	4.2	4.7	14.6	12.3	All Ordinaries Acc Index
Carlton Investments	CIN	-1.0	5.4	11.5	8.6	10.1	-4.0	3.5	13.8	8.9	11.1	S&P/ASX 200 Acc Index
Future Generation Investment Fund	FGX	-0.4	0.3	12.9	8.0	na	1.9	6.4	24.3	11.3	na	All Ordinaries Acc Index
Mirrabooka Investments	MIR	-1.5	2.2	16.8	11.0	10.2	-0.4	2.0	8.2	7.7	7.7	S&P/ASX Mid Cap 50's Acc Index, S&P/ASX Small Ordinaries Acc Index
QV Equities	QVE	-0.8	-0.8	6.1	9.3	na	-1.7	1.7	-5.5	7.8	na	na
WAM Research	WAX	0.8	5.7	15.9	11.7	11.0	0.9	12.3	11.0	17.4	14.9	All Ordinaries Acc Index
WAM Microcap Limited	WMI	-0.4	4.8	21.3	na	na	0.7	3.9	12.4	na	na	
Forager Australian Shares Fund*	FOR	-0.7	-3.7	-1.4	13.8	11.1	-3.4	-13.0	-8.6	na	na	8% Absolute
Westoz Investment Company	WIC	-1.8	3.7	14.9	16.5	5.0	-0.9	1.3	21.6	19.3	7.0	Absolute return focus
Thorney Opportunities	TOP	1.8	5.9	9.9	17.0	15.1	7.9	6.4	5.8	19.1	3.6	na
Naos Small Cap Opportunities Company Limited	NSC	-1.0	4.3	-0.1	3.2	0.9	-5.7	7.8	-8.2	1.8	1.9	ASX All Ordinaries Acc Index
Spheria Emerging Companies	SEC	0.5	2.3	na	na	na	-3.8	-3.4	na	na	na	S&P/ASX Small Ords Acc Index
Contango Income Generator	CIE	3.1	7.9	10.2	9.3	na	-0.7	-0.2	1.1	5.0	na	All Ordinaries Acc Index
Naos Emerging Opp Company	NCC	2.4	3.2	0.9	13.3	5.9	1.6	2.8	-5.0	17.5	9.6	Small Ordinaries Acc Index (XSOAI)
Acorn Capital Inv Fund	ACQ	-0.9	1.7	23.9	17.2	na	-3.1	9.1	32.5	23.1	na	na
Ryder Capital	RYD	1.1	-1.6	16.1	16.0	na	3.3	0.0	4.2	7.7	na	na
Ozgrowth Limited	OZG	-2.2	1.1	10.5	17.5	3.2	-5.4	-1.5	9.0	14.0	4.4	Absolute return focus
Naos Absolute Opportunities Coy.	NAC	6.0	3.1	9.0	7.4	na	3.0	8.4	8.5	7.7	na	na
WAM Active Limited	WAA	-0.3	1.9	8.9	9.3	5.9	0.9	4.5	4.6	12.2	5.5	All Ordinaries Acc Index
Glennon Small Companies Fund	GC1	-0.8	0.8	22.6	10.0	na	-7.4	2.8	18.7	4.1	na	ASX Small Ords Acc Index
Sandon Capital Investments	SNC	2.1	5.6	12.0	9.6	na	0.0	4.9	2.5	10.5	na	na
Lion Select Group	LSX	0.0	-6.5	-19.4	1.2	-14.4	0.0	0.0	-20.0	17.5	-12.7	na
8IP Emerging Companies	8EC	-0.3	-6.6	-5.5	na	na	-5.0	-8.6	-14.1	na	na	RBA Cash Rate + 2%
Katana Capital Limited	KAT	-0.6	-0.9	16.0	9.3	4.1	0.6	2.6	11.5	3.1	4.3	na
Barrack St Investments	BST	-5.5	7.4	23.1	8.4	na	-0.5	6.6	18.4	9.8	na	All Ordinaries Accum Index
Bentley Capital	BEL	2.8	2.7	-7.8	-14.5	-7.3	-4.8	10.0	-0.8	-3.1	1.6	na
Orion Equities	OEQ	-0.4	-9.1	-22.9	-21.6	-13.8	-25.6	0.0	-0.6	-6.8	-4.5	na
Australian/International Shares - Blended												
Perpetual Investment Company	PIC	-0.6	1.6	8.5	9.3	na	0.0	0.0	2.7	3.4	na	na
Cadence Capital	CDM	-0.2	-4.2	6.9	2.9	4.7	-3.5	-0.4	-1.2	0.8	4.9	All Ordinaries Acc Index
Clime Capital	CAM	-1.5	6.0	19.0	8.2	1.9	3.6	13.6	17.8	9.7	3.1	na
Mercantile Investment Company	MVT	2.4	3.9	9.4	9.2	7.8	5.9	2.9	16.1	10.1	6.7	na
Sunvest Corporation	SVS	0.0	-4.5	-23.6	13.1	-11.6	-4.0	-15.8	-11.1	0.0	0.0	na

Performance – International Shares & Specialist Focus

All data as at 30 September 2018	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												
Magellan Global Trust	MGG	0.0	7.6	19.9	na	na	1.8	8.7	na	na	na	MSCI World Net Total Return A\$ Index
MFF Capital Investments	MFF	0.5	10.9	30.2	15.2	20.5	0.0	7.1	51.4	16.5	17.1	na
VGI Partners Global Investments Limited	VG1	-0.4	3.7	13.0	na	na	0.8	10.1	25.3	na	na	na
Antipodes Global Investment Company Ltd	APL	-0.5	-0.2	3.3	na	na	-2.6	-3.4	-5.8	na	na	MSCI All Country World Net Index (AUD)
Platinum Capital	PMC	-0.3	-1.4	4.7	7.1	7.8	0.8	-7.9	11.0	5.5	9.3	MSCI All Country World Net Index in A\$
WAM Global Limited	WGB	0.4	na	na	na	na	-0.5	na	na	na	na	MSCI World Index, Net, AUD
PM Capital Global Opportunities Fund	PGF	-3.7	0.0	12.3	9.4	na	0.2	-1.3	21.1	12.9	na	na
Future Generation Global Investment Company	FGG	-0.1	3.9	18.9	9.8	na	-0.4	1.8	27.0	9.0	na	MSCI World Index AUD
Templeton Global Growth	TGG	-0.6	3.5	8.5	7.1	8.3	-2.0	4.9	12.0	7.2	8.2	MSCI All Country World Index
Pengana International Equities Limited	PIA	-2.0	1.1	8.5	3.4	7.6	-1.2	2.6	8.5	8.1	10.6	MSCI Total Return Index, Net Dividends Reinvested in Australian dollars
Evans & Partners Global Flagship Fund	EGF	-2.5	na	na	na	na	0.0	na	na	na	na	na
Ellerston Global Investments	EGI	1.6	3.0	3.3	5.9	na	1.4	2.8	13.1	2.6	na	MSCI World Index (Local)
WCM Global Growth Limited	WQG	1.4	7.7	23.2	na	na	2.8	4.2	8.7	na	na	MSCI AWCI ex Australia, AUD
Morphic Ethical Equities Fund	MEC	-1.2	2.0	10.5	na	na	-1.0	0.5	-1.4	na	na	MSCI All Countries World Daily Total Return Net Index
Fat Prophets Global Contrarian Fund	FPC	1.1	-2.1	-1.4	na	na	1.1	-1.1	-9.4	na	na	Increase in value of investment portfolio above previous high
International Shares - Emerging Markets												
Platinum Asia Investments	PAI	-3.4	-3.7	1.8	7.4	na	1.3	-0.3	19.9	9.7	na	na
Evans & Partners Asia Fund	EAF	-2.4	-0.8	na	na	na	-1.7	-3.3	na	na	na	MSCI AC Asia ex Japan Index
Ellerston Asian Investments	EAI	-3.3	-1.8	2.0	na	na	1.9	-0.5	9.8	na	na	na
PM Capital Asian Opportunities Fund	PAF	-1.3	-3.9	-1.3	8.9	na	2.6	4.4	10.3	14.0	na	na
International - Specialist												
Evans & Partners Global Disruption Fund	EGD	-0.9	6.3	38.0	na	na	-2.3	1.9	29.6	na	na	na
Argo Global Listed Infrastructure	ALI	0.2	3.5	9.7	5.8	na	1.8	8.3	12.9	1.1	na	na
Global Value Fund	GVF	-0.5	2.1	7.3	3.7	na	2.9	4.8	2.7	8.5	na	BBSW 1 year swap rate + 4%
Zeta Resources	ZER	2.7	-11.9	28.6	32.4	-9.6	21.7	3.7	10.5	14.5	-3.8	na
Global Masters Fund	GFL	2.3	10.8	18.2	12.0	14.1	0.5	-1.9	-8.5	7.5	14.9	S&P 500 US Index
Fat Prophets Global Property Fund	FPP	-1.7	-0.1	na	na	na	-0.5	-1.0	na	na	na	Blend of domestic & Int REIT Indices
Aurora Global Income Trust	AIB	-1.6	-46.8	-61.3	-31.0	-19.0	10.7	-25.0	-53.1	-31.5	-19.1	UBS Australia Bank Bill Index
Fixed Income Funds												
MCP Master Income Trust	MXT	0.4	1.3	na	na	na	0.9	1.3	na	na	na	RBA Cash Rate + 3.25%
Gryphon Capital Income Trust	GCI	0.0	0.0	na	na	na	-1.3	-1.5	na	na	na	RBA Cash Rate + 3.5%
Private Equity Funds												
Cordish Dixon Private Equity Fund 2	CD2	-0.4	6.2	23.5	5.5	11.0	5.9	4.9	15.7	2.5	9.3	Absolute Return w H/W Mark
Cordish Dixon Private Equity Fund 3	CD3	0.0	3.8	9.5	na	na	6.2	-3.1	4.8	na	na	8 Absolute
Bailador Technology Investments	BTI	0.9	4.5	9.4	2.1	na	0.0	-2.3	-12.4	-11.6	na	8% p.a. compound
Cordish Dixon Private Equity Fund 1	CD1	0.0	5.5	20.1	6.9	11.6	0.0	5.7	10.7	3.2	9.4	na
Absolute Return Funds												
L1 Long Short Fund Limited	LSF	-2.0	-6.3	na	na	na	-8.8	-12.2	na	na	na	Previous High Water Mark
Australian Leaders Fund Limited	ALF	-1.6	0.0	-1.6	-0.4	2.0	-1.4	3.9	-7.0	-5.3	-4.0	All Ordinaries Acc Index
Absolute Equity Performance Fund	AEG	-3.9	2.0	18.6	na	na	0.8	6.4	29.2	na	na	na
Contrarian Value Fund Limited	CVF	-3.7	1.0	28.5	14.2	na	-10.2	0.9	24.4	10.7	na	na
Watermark Market Neutral Fund	WMK	-1.0	1.6	1.1	1.0	3.4	-1.2	5.6	-6.0	0.2	0.3	na
Watermark Global Leaders Fund Limited	WGF	0.0	0.7	0.7	na	na	-2.8	-5.2	-8.2	na	na	RBA Cash Rate
Monash Absolute Investment Company Limited	MA1	1.2	3.9	11.5	na	na	3.0	4.9	7.5	na	na	na
Alternative Investment Trust	AIQ	-1.3	0.5	-2.2	-4.9	9.8	5.9	5.9	15.4	3.5	12.9	na
Hastings High Yield Fund	HHY	13.3	21.4	-17.7	-2.5	7.5	12.9	1.4	-33.3	-8.7	13.0	na
Aurora Absolute Return Fund	ABW	-9.1	-41.5	-50.3	-27.6	-17.1	0.5	-2.1	-5.1	-23.9	-14.8	RBA Cash Rate
Other Specialist												
Blue Sky Alternatives Access Fund	BAF	1.7	1.5	6.8	-1.1	na	2.2	17.5	-20.4	-1.7	na	na
Duxton Water Limited	D20	1.5	9.1	28.6	na	na	1.1	16.8	39.5	na	na	8% Absolute
URB Investments	URB	3.8	4.8	7.3	na	na	1.0	11.1	-2.4	na	na	8% increase in NTA (after ordinary dividends)
Thorney Technologies Ltd	TEK	0.7	11.2	14.4	na	na	-4.0	-2.0	-2.0	na	na	Increase in NAV
Lowell Resources Fund**	LRT	-6.4	-13.5	-17.4	10.8	3.1	-10.5	-17.8	na	na	na	10% Absolute Return

All data as at 30 September 2018	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												
Benchmark Returns												
S&P/ASX 50 Accumulation Index	XFLAI	na	na	na	na	na	-1.4	1.2	12.4	10.7	7.2	na
S&P/ASX 200 Accumulation Index	XJOAI	na	na	na	na	na	-1.3	1.5	14.0	12.1	8.2	na
S&P/ASX 300 Accumulation Index	XKQAI	na	na	na	na	na	-1.2	1.5	14.0	12.2	8.2	na
All Ordinaries Accumulation Index	XAOAI	na	na	na	na	na	-1.1	1.9	14.7	12.4	8.4	na
Small Ordinaries Accumulation Index	XSOAI	na	na	na	na	na	-0.4	1.1	20.3	17.0	8.7	na
S&P/ASX 200 Industrials Accumulation Index	XJIAI	na	na	na	na	na	-2.8	1.7	10.6	10.1	8.9	na
S&P/ASX 200 Resources Accumulation Index	XMJAI	na	na	na	na	na	4.2	-0.9	20.9	20.3	8.0	na
RBA Cash Rate at 30 September 2018: 1.5%												

*FOR only listed in December 2016. Pre-tax NTA + Dividends performance includes pre-listing performance. Share price performance is from listing.

**LRT only listed in March 2018. Pre-tax NTA + Distributions performance includes pre-listing performance. Share price performance is from listing.

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 2018	ASX Code	Market Cap (\$M)	Last Price (\$)	Dividend Yield	NAV (\$)	M'ment Fee	IIR Rating
Australian Share Strategies							
Aurora Dividend Income Trust	AOD	6.4	0.57	6.5%	0.55	1.30	Not Rated
Betashares Aus Top20 Equity Yield Max Fund	YMAX	366.4	9.04	8.5%	na	0.59	Not Rated
Betashares Australian Dividend Harvester Fund	HVST	183.8	15.95	10.6%	na	0.65	Not Rated
BetaShares Australian Equities Bear Hedge Fund	BEAR	51.9	13.16	0.0%	na	1.19	Not Rated
Betashares Australian Equities Strong Bear Hedge Fund	BBOZ	85.3	12.93	0.0%	na	1.19	Not Rated
Betashares Geared Australian Equity Fund	GEAR	70.2	25.41	6.5%	na	0.80	Not Rated
Betashares Managed Risk Australian Share Fund	AUST	28.7	16.77	4.4%	na	0.39	Not Rated
BetaShares Active Australian Hybrids Fund	HBRD	161.8	10.11	3.0%	na	0.55	Not Rated
K2 Australian Small Cap Fund	KSM	25.9	2.47	6.9%	2.50	2.05	Recommended
BetaShares Australian Small Companies Fund (Managed Fund)	SMLL	24.8	3.39	12.9%	na	0.39	Not Rated
Switzer Dividend Growth Fund	SWTZ	75.0	2.62	5.4%	2.59	0.89	Recommended
BetaShares Legg Mason Real Income Fund (Managed Fund)	RINC	15.1	8.61	2.1%	na	0.85	Not Rated
Einvest Income Generator Fund	EIGA	21.4	4.14	1.2%	na	0.65	Recommended +
International Share/Security Strategies							
AMP Capital Global Infrastructure Securities Fund (Unhedged)	GLIN	21.6	2.61	2.2%	na	0.95	Not Rated
AMP Capital Global Property Securities Fund (Unhedged)	RENT	16.5	2.61	1.3%	na	0.99	Not Rated
BetaShares US Equities Strong Bear Currency Hedged	BBUS	70.8	4.31	0.0%	na	1.38	Not Rated
BetaShares Geared U.S. Equity Fund - Currency Hedged	GGUS	12.7	12.68	0.9%	na	0.74	Not Rated
Betashares Managed Risk Global Share Fund	WRLD	35.7	12.68	1.4%	na	0.39	Not Rated
BetaShares S&P 500 Yield Maximiser Fund	UMAX	96.3	20.47	4.1%	na	0.59	Not Rated
BetaShares Legg Mason Equity Income Fund (Managed Fund)	EINC	18.4	8.40	0.9%	na	0.85	Not Rated
K2 Global Equities Fund	KII	15.4	2.74	0.0%	2.75	2.05	Not Rated
Magellan Global Equities Fund	MGE	1,181.2	3.39	2.8%	3.42	1.35	Not Rated
Magellan Global Equities Fund (Currency Hedged)	MHG	70.5	3.18	3.8%	3.20	1.35	Not Rated
Montgomery Global Equities Fund	MOGL	95.3	3.66	2.3%	3.59	1.32	Not Rated
Platinum International Fund	PIXX	243.7	4.80	13.3%	na	1.76	Not Rated
Platinum Asia Fund	PAXX	112.4	4.40	24.5%	na	1.58	Not Rated
Schroders Real Return Fund (Managed Fund)	GROW	52.9	3.67	3.4%	na	0.90	Not Rated
AMP Capital Dynamic Markets Fund (Hedge Fund)	DMKT	31.2	2.56	2.9%	na	0.48	Not Rated
Magellan Infrastructure Fund (Currency Hedged) (Managed Fund)	MICH	212.1	2.80	2.7%	2.76	0.95	Not Rated
Vanguard Global Value Equity Active ETF	VVLU	11.2	52.08	4.7%	na	0.28	Not Rated
Vanguard Global Min Volatility Active ETF	VMIN	5.9	53.55	0.0%	na	0.28	Not Rated
Commodity & Currency Strategies							
Betashares Strong Australian Dollar Fund (Hedge Fund)	AUDS	2.7	13.34	0.0%	na	1.38	Not Rated
Betashares Strong US Dollar Fund (Hedge Fund)	YANK	11.1	14.83	2.9%	na	1.38	Not Rated

Performance

All data as at 30 September 2018	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	-3.9	-6.5	-10.5	-4.5	-5.6	-1.2	1.6	-5.5	-3.9	-5.4
Betashares Aus Top20 Equity Yield Max Fund	YMAX	na	na	na	na	na	-0.3	0.2	0.3	-1.8	-8.4
Betashares Australian Dividend Harvester Fund	HVST	na	na	na	na	na	-1.1	-1.7	-8.1	-9.6	na
BetaShares Australian Equities Bear Hedge Fund	BEAR	na	na	na	na	na	1.4	-1.0	-10.9	-10.4	-10.8
Betashares Australian Equities Strong Bear Hedge Fund	BBOZ	na	na	na	na	na	3.8	-2.3	-24.4	-23.8	na
Betashares Geared Australian Equity Fund	GEAR	na	na	na	na	na	-3.1	-0.3	17.7	13.9	na
Betashares Managed Risk Australian Share Fund	AUST	na	na	na	na	na	-1.8	-0.5	6.6	na	na
BetaShares Active Australian Hybrids Fund	HBRD	na	na	na	na	na	-0.3	0.9	na	na	na
K2 Australian Small Cap Fund	KSM	2.0	2.9	5.3	na	na	1.6	-2.0	5.8	na	na
BetaShares Australian Small Companies Select Fund (Managed Fund)	SMLL	na	na	na	na	na	-0.9	-4.0	8.8	na	na
Switzer Dividend Growth Fund	SWTZ	-1.5	1.4	10.2	na	na	-1.1	1.9	9.5	na	na
BetaShares Legg Mason Real Income Fund (Managed Fund)	RINC	na	na	na	na	na	-1.4	-2.3	na	na	na
Einvest Income Generator Fund	EIGA	na	na	na	na	na	-0.2	0.0	na	na	na
International Share/Security Strategies											
AMP Capital Global Infrastructure Securities Fund (Unhedged)	GLIN	na	na	na	na	na	-2.8	1.5	3.4	na	na
AMP Capital Global Property Securities Fund (Unhedged)	RENT	na	na	na	na	na	-1.9	1.6	11.8	na	na
BetaShares US Equities Strong Bear Currency Hedged	BBUS	na	na	na	na	na	-1.2	-15.3	-33.9	-34.2	na
BetaShares Geared U.S. Equity Fund - Currency Hedged	GGUS	na	na	na	na	na	1.9	17.8	37.6	36.3	na
Betashares Managed Risk Global Share Fund	WRLD	na	na	na	na	na	1.2	7.2	16.3	na	na
BetaShares S&P 500 Yield Maximiser Fund	UMAX	na	na	na	na	na	1.3	8.0	16.8	6.1	na
BetaShares Legg Mason Equity Income Fund (Managed Fund)	EINC	na	na	na	na	na	-1.8	-0.4	na	na	na
K2 Global Equities Fund	KII	-0.4	0.7	5.0	4.1	na	1.5	3.0	7.8	4.0	na
Magellan Global Equities Fund	MGE	0.3	8.9	25.4	12.1	na	1.5	9.6	26.6	12.7	na
Magellan Global Equities Fund (Currency Hedged)	MHG	0.5	6.9	16.4	14.2	na	0.6	7.0	16.4	14.8	na
Montgomery Global Equities Fund	MOGL	na	na	na	na	na	-0.8	3.1	na	na	na
Platinum International Fund	PIXX	na	na	na	na	na	0.4	0.2	-5.3	na	na
Platinum Asia Fund	PAXX	na	na	na	na	na	-1.4	-3.3	-14.9	na	na
Schroders Real Return Fund (Managed Fund)	GROW	na	na	na	na	na	0.5	-0.3	1.7	na	na
AMP Capital Dynamic Markets Fund (Hedge Fund)	DMKT	na	na	na	na	na	-0.8	-3.4	-2.3	na	na
Magellan Infrastructure Fund (Currency Hedged) (Managed Fund)	MICH				na	na	-1.8	-0.4	2.3	na	na
Vanguard Global Value Equity Active ETF	VVLU	na	na	na	na	na	0.6	-0.4	na	na	na
Vanguard Global Min Volatility Active ETF	VMIN	na	na	na	na	na	-0.8	2.3	na	na	na
Commodity & Currency Strategies											
Betashares Strong Australian Dollar Fund (Hedge Fund)	AUDS	na	na	na	na	na	-1.6%	-6.2%	-20.3%	na	na
Betashares Strong US Dollar Fund (Hedge Fund)	YANK	na	na	na	na	na	1.1%	1.5%	15.3%	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.

INDEPENDENCE OF RESEARCH ANALYSTS

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.

INDEPENDENCE – ACTIVITIES OF ANALYSTS

IIR restricts research analysts from performing roles that could prejudice, or appear to prejudice, the independence of their research.

Pitches: Research analysts are not permitted to participate in sales pitches for corporate mandates on behalf of a Broker and are not permitted to prepare or review materials for those pitches. Pitch materials by investor clients may not contain the promise of research coverage by IIR.

No promotion of issuers' transactions: Research analysts may not be involved in promotional or marketing activities of an issuer of a relevant investment that would reasonably be construed as representing the issuer. For this reason, analysts are not permitted to attend "road show" presentations by issuers that are corporate clients of the Firm relating to offerings of securities or any other investment banking transaction from that our clients may undertake from time to time. Analysts may, however, observe road shows remotely, without asking questions, by video link or telephone in order to help ensure that they have access to the same information as their investor clients.

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.

INDUCEMENTS AND INAPPROPRIATE INFLUENCES

IIR prohibits research analysts from soliciting or receiving any inducement in respect of their publication of research and restricts certain communications between research analysts and personnel from other business areas within the Firm including management, which might be perceived to result in inappropriate influence on analysts' views.

Remuneration and other benefits: IIR procedures prohibit analysts from accepting any remuneration or other benefit from an issuer or any other party in respect of the publication of research and from offering or accepting any inducement (including the selective disclosure by an issuer of material information not generally available) for the publication of favourable research. These restrictions do not preclude the acceptance of reasonable hospitality in accordance with the Firm's general policies on entertainment, gifts and corporate hospitality.

DISCLAIMER

This publication has been prepared by Independent Investment Research (Aust) Pty Limited trading as Independent Investment Research ("IIR") (ABN 11 152 172 079), an corporate authorised representative of Australian Financial Services Licensee (AFSL no. 410381). IIR has been commissioned to prepare this independent research report (the "Report") and will receive fees for its preparation. Each company specified in the Report (the "Participants") has provided IIR with information about its current activities. While the information contained in this publication has been prepared with all reasonable care from sources that IIR believes are reliable, no responsibility or liability is accepted by IIR for any errors, omissions or misstatements however caused. In the event that updated or additional information is issued by the "Participants", subsequent to this publication, IIR is under no obligation to provide further research unless commissioned to do so. Any opinions, forecasts or recommendations reflects the judgment and assumptions of IIR as at the date of publication and may change without notice. IIR and each Participant in the Report, their officers, agents and employees exclude all liability whatsoever, in negligence or otherwise, for any loss or damage relating to this document to the full extent permitted by law. This publication is not and should not be construed as, an offer to sell or the solicitation of an offer to purchase or subscribe for any investment. Any opinion contained in the Report is unsolicited general information only. Neither IIR nor the Participants are aware that any recipient intends to rely on this Report or of the manner in which a recipient intends to use it. In preparing our information, it is not possible to take into consideration the investment objectives, financial situation or particular needs of any individual recipient. Investors should obtain individual financial advice from their investment advisor to determine whether opinions or recommendations (if any) contained in this publication are appropriate to their investment objectives, financial situation or particular needs before acting on such opinions or recommendations. This report is intended for the residents of Australia. It is not intended for any person(s) who is resident of any other country. This document does not constitute an offer of services in jurisdictions where IIR or its affiliates do not have the necessary licenses. IIR and/or the Participant, their officers, employees or its related bodies corporate may, from time to time hold positions in any securities included in this Report and may buy or sell such securities or engage in other transactions involving such securities. IIR and the Participant, their directors and associates declare that from time to time they may hold interests in and/or earn brokerage, fees or other benefits from the securities mentioned in this publication.

IIR, its officers, employees and its related bodies corporate have not and will not receive, whether directly or indirectly, any commission, fee, benefit or advantage, whether pecuniary or otherwise in connection with making any statements and/or recommendation (if any), contained in this Report. IIR discloses that from time to time it or its officers, employees and related bodies corporate may have an interest in the securities, directly or indirectly, which are the subject of these statements and/or recommendations (if any) and may buy or sell securities in the companies mentioned in this publication; may affect transactions which may not be consistent with the statements and/or recommendations (if any) in this publication; may have directorships in the companies mentioned in this publication; and/or may perform paid services for the companies that are the subject of such statements and/or recommendations (if any).

However, under no circumstances has IIR been influenced, either directly or indirectly, in making any statements and/or recommendations (if any) contained in this Report. The information contained in this publication must be read in conjunction with the Legal Notice that can be located at <http://www.independentresearch.com.au/Public/Disclaimer.aspx>.