

LISTED INVESTMENT COMPANIES AND TRUSTS.

BELL POTTER

Hayden Nicholson
hnicolson@bellpotter.com.au

ABRIDGED

Opinion Piece - The LIC sector trades at a discount to NTA... Right?

Listed Investment Companies (LICs) are required to disclose their pre-tax and post-tax NTA (net tangible assets) per share every month, 14 days from the month's end. In this piece we discuss one method for identifying and determining the importance of pre-tax NTA versus post-tax NTA, as well as the treatment of pre-tax and post-tax net effects considered in this calculation. By using Portfolio Turnover ratios as a determinant for the timing of tax liabilities, we find that the sector ebbs and flows around par value on a market cap weighted average basis, providing frequent opportunities for investors to benefit from the oscillation in premiums and discounts.

Top Picks

Sandon Capital Investments (SNC): *Deep value with lowly correlated alpha*

Share Price	Pre-Tax NTA	Prem/Disc	Net Yield	1yr Returns:	Share Price	Pre-Tax NTA
\$1.02	\$1.17	-12.7%	4.9%		56.8%	45.9%

Investment Manager Sandon Capital is an Australian-based activist investment firm that regularly engages with misunderstood companies in seeking to promote positive changes, aiming to transform these businesses so that their intrinsic value is better appreciated by the market. Influencing the direction of a company is a long-term focus. Returns from activist investment approaches often follow the shape of a j-curve, with an initial loss immediately followed by dramatic gains, similar to private equity. The result is a long duration, highly concentrated portfolio with a much greater likelihood for company-specific factors to drive the return outcomes.

Qualitas Real Estate Income Fund (QRI): *No impairments and competitively placed*

Unit Price	NAV	Prem/Disc	Net Yield	1yr Returns:	Unit Price	NAV
\$1.66	\$1.60	3.6%	5.8%		18.3%	6.2%

QRI aims to provide investors with monthly cash income and capital preservation through a portfolio of Australian originated Commercial Real Estate (CRE) loans, secured by real property mortgages that are diversified by borrower, loan type, property sector and location by specialist Manager Qualitas. The Trust seeks to achieve a Target Return equal to the prevailing RBA Cash Rate plus a margin of 5.0-6.5% p.a. net of fees and expenses, where it has consistently performed at the upper end of this scale, with a trailing 12 month distribution return of 6.2% based on the \$1.60 IPO price for 30 September. There have been no impairments or interest arrears across the loan portfolio, resulting in a stable NAV position since the float. Growth in borrower demand for alternate financiers and a pull-back from the banks in the c. \$355bn Australian CRE debt market as a result of increased regulatory and capital requirements also bodes well for Qualitas.

Future Generation Global (FGG): *Pro-bono expertise plus look through positives*

Share Price	Pre-Tax NTA	Prem/Disc	Net Yield	1yr Returns:	Share Price	Pre-Tax NTA
\$1.59	\$1.75	-9.2%	1.3%		22.8%	13.1%

FGG was Australia's first internationally focused LIC with the dual objective of providing shareholders with diversified exposure to a select pool of prominent global fund managers, in lieu of management fees, while supporting children and youth mental health charities. An increase in socially responsible investing makes this seem attractive at a discount. FGG also currently distributes income on an annual basis, while its domestic-focused sibling has a semi-annual payout frequency. During the half-year ended 30 June 2021, the Board reassessed the accounting classification for investments. As a result of this change, the company's distributable profit reserve to shareholders has increased, providing additional flexibility on dividend and capital management decisions.

SOURCE: IRESS, COMPANY REPORTS. AS AT 30 SEPTEMBER 2021. 1 YEAR RETURNS INCLUDE NET DIVIDENDS. NET YIELD BASED ON LAST 12 MONTHS. PLEASE NOTE THAT HISTORICAL PERFORMANCE IS NO GUARANTEE OF FUTURE PERFORMANCE.

It is important that clients are aware that the share price of a LIC/LIT is impacted by the oscillation of the discount or premium to NTA/NAV, which should be taken into consideration when investing in LIC/LITs. We therefore advise clients to view this report in conjunction with the Bell Potter Weekly Indicative NTA. For further information please speak to your Bell Potter Adviser.

Inside this edition

- Opinion Piece
- Market Update
- Sector Summary

Index

Table of Contents	3
Opinion Piece	4
Market Update	7
Summary	
Domestic Equity	12
Global Equity	18
Alternative Strategy	24
Premium/Discount to NTA	30
Liquidity	33
Appendix	
Appendix A: Glossary of Terms	35
Appendix B: Performance	37
Appendix C: Disclosures	39

Table of Contents

Opinion Piece	4
Market Update	7
Summary	
Domestic Equity	12
Global Equity	18
Alternative Strategy	24
Premium/Discount to NTA	30
Liquidity	33
Appendix	
Appendix A: Glossary of terms	35
Appendix B: Legend to Performance Measures	37
Appendix C: Disclosures	39

Opinion Piece (Continued)

Tax implications for LIC accounts

A deferred tax liability is an accounting recognition created when periodic income tax expense is greater than taxes payable, due to temporary differences between the tax base and carrying amount, where it is probable that future amounts will require settlement to the relevant taxation authority. Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised, or liability is settled.

Deferred tax assets arise when provisions and expenses have been charged but are not yet tax deductible and/or where there are unused tax losses. These assets are later realised when the relevant items become tax deductible, provided that enough taxable income has been generated to claim the assets against, and where there are no changes to the tax regime that affect the LIC's ability to claim a deduction.

Australian Accounting Standards actually require liabilities for all LICs to be recorded for provisions of tax on realised income and gains (current tax), provisions for declared but unpaid dividends/distributions, provision for accrued but unpaid management and/or performance fees; and finally provisions for the estimated tax on unrealised income and gains (deferred tax). Assets for a fund are straightforward, being typically just cash and shares. Net tangible assets, or NTA, is therefore the difference between the total assets of a Company less any intangibles, such as goodwill, and minus liabilities. LICs will typically differentiate between these tiers of provisions in their monthly updates, quoting NTA before all taxes, NTA after current tax liabilities; and NTA after current tax liabilities and deferred tax liabilities, regardless of whether these deferred tax liabilities are theoretical or genuine based on the implicit investment style.

Current tax assets and liabilities are offset where a legally enforceable right of off-set exists, and it is intended that net settlement or simultaneous realisation and settlement of the pairing asset and liability will occur. For example, this benefit may be recognised as a tangible when deferred tax assets can be used to offset current and deferred tax liabilities. A LIC may have both tax assets and tax liabilities at any given point in time. The end treatment of pre-tax and post-tax net effects will effect a LIC's NTA backing and the determined premium/discount to which the Company's prevailing share price trades. Selecting an inappropriate NTA figure may therefore produce a misleading assessment of the perceived imbalance between a LIC's supply and demand dynamics.

The turnover ratio and NTA suitability

Portfolio Turnover is a measure of how frequently securities in a LIC are either bought or sold over a given period of time (note that we have used public information relating to financial year 2021 in our analysis). The turnover is given by the minimum dollar value amount of proceeds from the sale of investments, or payments for the purchase of investments; divided by the average NTA.

To help interpret this ratio, a Portfolio Turnover of 5% would imply that on average, 5% of a LIC's holdings changed during the observed time period. Similarly, a Portfolio Turnover of 100% would suggest that the entire portfolio has been changed, once over, for that duration. Tax is payable on all realised gains from investments. The difference between an underlying investment's tax base and the capital proceeds, as well as the Manager's likelihood of incurring turnover costs, will help to determine the importance and timing of tax liabilities; and whether or not the pre-tax or post-tax NTA should be considered when setting the current net position of a LIC.

Figure 1 - Turnover ratios for global equity LIC/LITs

ASX Code	Average NTA	Pre-Tax NTA	Post-Tax NTA	Weighted average shares	Proceeds from trading assets (\$'000)	Payments for trading assets (\$'000)	Proceeds from investment assets (\$'000)	Payments for investment assets (\$'000)	Proceeds from investments (\$'000)	Payments for investments (\$'000)	Turnover
MGF	\$1.83	\$2.00	\$2.00	1,496,846,575	\$0	\$0	\$3,197,818	\$4,427,002	\$3,197,818	\$4,427,002	18.26%
MFF	\$2.92	\$3.42	\$2.91	558,860,197	\$738,381	\$1,544,714	\$0	\$0	\$738,381	\$1,544,714	45.33%
WGB	\$2.51	\$2.73	\$2.66	215,615,614	\$635,601	\$634,118	\$0	\$0	\$635,601	\$634,118	117.36%
PMC	\$1.56	\$1.66	\$1.59	291,425,835	\$328,850	\$290,239	\$0	\$0	\$328,850	\$290,239	64.04%
PGF	\$1.42	\$1.68	\$1.51	352,710,741	\$215,230	\$186,603	\$0	\$0	\$215,230	\$186,603	37.21%
PIA	\$1.36	\$1.51	\$1.45	254,490,600	\$472,323	\$471,174	\$0	\$0	\$472,323	\$471,174	135.84%
TGG	\$1.51	\$1.69	\$1.58	198,175,000	\$210,486	\$191,061	\$0	\$0	\$210,486	\$191,061	63.84%
WQG	\$1.60	\$1.84	\$1.64	176,803,396	\$87,012	\$75,529	\$0	\$0	\$87,012	\$75,529	26.71%
ALI	\$2.22	\$2.43	\$2.36	149,715,000	\$229,716	\$238,568	\$0	\$0	\$229,716	\$238,568	69.12%
LRT	\$1.56	\$1.70	\$1.70	27,948,576	\$22,129	\$17,752	\$0	\$0	\$22,129	\$17,752	40.84%
GVF	\$1.11	\$1.23	\$1.17	160,920,963	\$284,088	\$355,792	\$0	\$0	\$284,088	\$355,792	158.39%
FGG	\$1.69	\$1.77	\$1.63	393,090,211	\$18,767	\$37,346	\$0	\$0	\$18,767	\$37,346	2.83%
HM1	\$3.91	\$4.14	\$3.90	225,203,932	\$0	\$0	\$674,467	\$513,150	\$674,467	\$513,150	58.33%
PAI	\$1.32	\$1.28	\$1.23	364,690,774	\$495,386	\$382,199	\$0	\$0	\$495,386	\$382,199	79.42%
EAI	\$1.27	\$1.24	\$1.23	131,839,409	\$300,232	\$297,414	\$0	\$0	\$300,232	\$297,414	178.31%
PAF	\$1.03	\$1.14	\$1.12	57,219,601	\$0	\$0	\$12,552	\$11,579	\$12,552	\$11,579	19.61%

SOURCE: ANNUAL COMPANY REPORTS, BELL POTTER. AS AT 30 JUNE 2021.

Opinion Piece (Continued)

Classifying and linking the turnover ratio to NTA

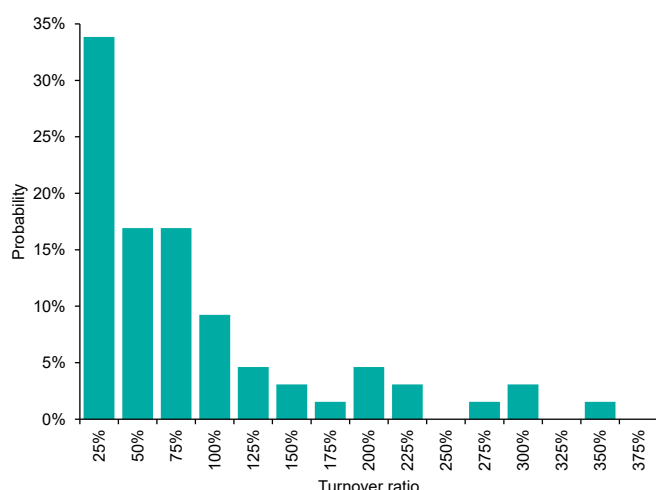
We see two equally viable methods for differentiating between LICs more concerned with pre-tax over post-tax and vice versa:

1. Divide the entire sector into camps with reference to the Company's mandate and investment objective, consistent with the three broad categories that have been identified in this report: Domestic Equity, Global Equity and Alternative Strategy; or
2. Define intervals for Portfolio Turnover ratios and group similar asset churning LICs into: Low Turnover and High Turnover.

For the purposes of this report, we believe that managerial styles extend beyond the individual asset classes and risk-adjusted return objectives set by Investment Managers, and have therefore chosen the latter approach when assessing the LIC/LITs under Bell Potter coverage.

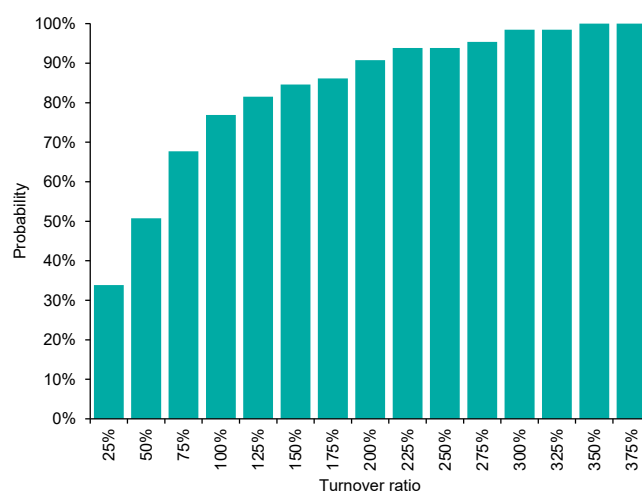
Trimming the data for severe outliers... the range in Portfolio Turnover ratios for financial year 2021 is approximately 375%. Portfolio Turnover ratios have been bucketed into 15 equal intervals, each with a width of 25%, starting from 0-25% and finishing at 350-375%. We have then counted the number of Portfolio Turnover ratios falling within each mutually exclusive interval to calculate a relative and cumulative frequency.

Figure 2 - LIC/LIT portfolio turnover, relative freq.



SOURCE: ANNUAL COMPANY REPORTS, BELL POTTER.

Figure 3 - LIC/LIT portfolio turnover, cumulative freq.



SOURCE: ANNUAL COMPANY REPORTS, BELL POTTER.

Despite the tumultuous financial year, many LICs actually changed their entire portfolio quite minimally, and in most cases entered into new positions or supplemented old ones (with payments for investments exceeding proceeds from investments), confirming what many cite to be high conviction prospects for their featured investments.

The arithmetic average Portfolio Turnover ratio for financial year 2021 was 76.9%. Rounding off for neatness, we have set 75% as the threshold Portfolio Turnover ratio for classifying either Low or High Turnover vehicles. A Portfolio Turnover ratio of 75% would imply that on average, 75% of a LIC's holdings have changed throughout the financial year, which should give cause to look at the post-tax NTA, as the likelihood of deferred tax liabilities becoming current tax liabilities is high.

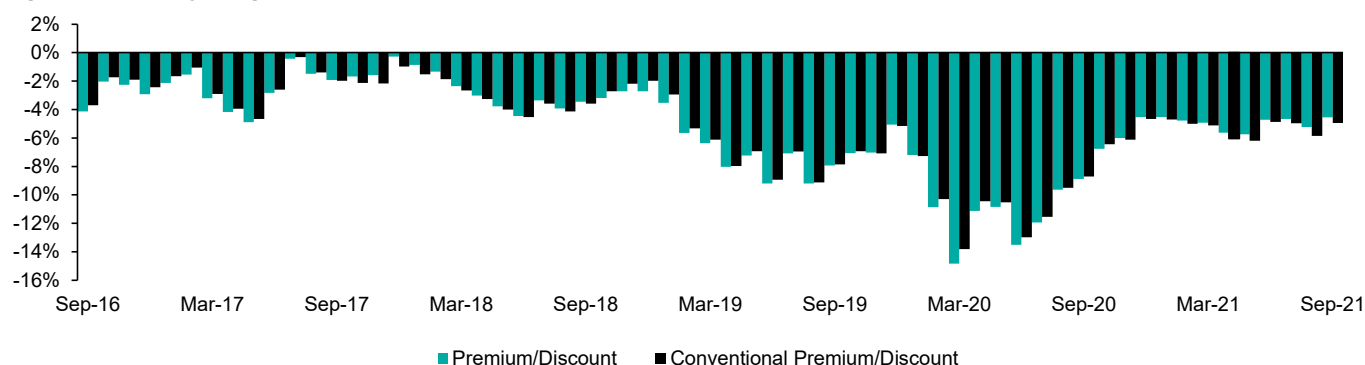
Note that this was an extremely volatile period, and that turnover ratios may not be consistent for all strategies from year to year, but is based on the dislocation between fair value and a Manager's fundamental assessment of intrinsic value for investments.

Opinion Piece (Continued)

Reimagining premiums and discounts

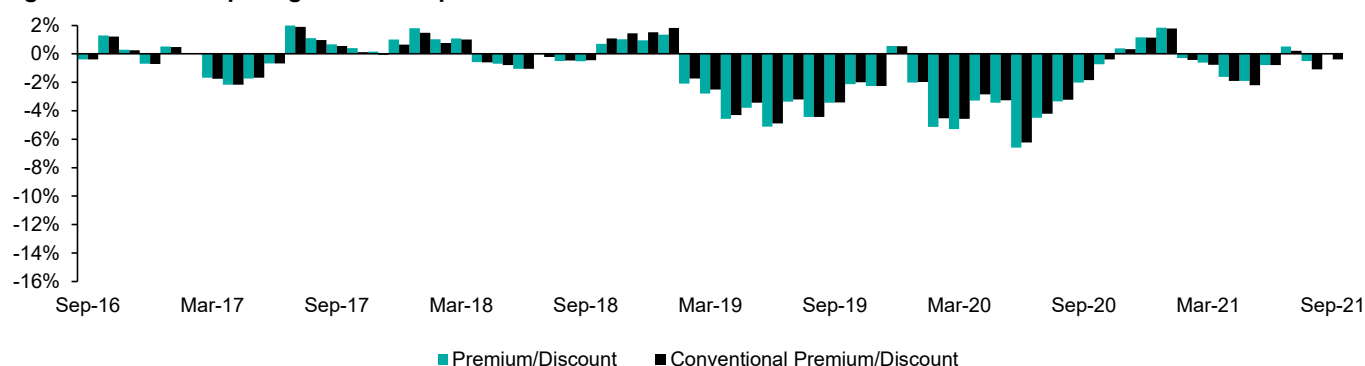
The following charts depict both blended sector premiums and discounts using pre-tax and post-tax NTAs from our Low (<75%) and High (≥75%) Portfolio Turnover ratios, along with the more conventional calculation using just pre-tax NTA.

Figure 4 - Equally weighted sector premium/discount



SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 5 - Market cap weighted sector premium/discount



SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Concluding thoughts

- The collective lived experience of investors fluctuates around par value (net tangible assets), with pockets of more adverse negative dislocations arising from systemic events, including the then prospective Labor government tax reforms and an indiscriminate Covid-19 sell-off.
- “Undervalued” investments still exist in this landscape, where much of the attention has been pessimistic, with arithmetic average discounts now approaching an asymptote of ~5%, particularly due to the inclusion of smaller Companies and Trusts with thin liquidity and brief historical performance, albeit which benefit in terms of returns from information asymmetry and inferior notoriety and;
- Accounting for a mix of pre-tax and post-tax NTAs tends to produce a more positive assessment of demand when prices are rising (i.e. greater deferred tax liabilities and lower NTA), and exacerbate the disconnect when prices are falling (i.e. greater deferred tax assets and higher NTA). This becomes more pronounced as more post-tax NTAs are added.
- LICs and LITs are very different from one another, hence the breadth of opportunities, competitive positions and mandates; which can make drawing broad like-for-like comparisons difficult and presumptuous.
- LICs could report both NTA before and after deferred tax, as well as an explanation attached to this, detailing which figure is considered to be more meaningful and why, in helping to better inform investors and researchers.
- LIC NTA submissions could be standardised in a regimented way, and with identical terminology when disclosing these figures, helping to remove any confusion or uncertainty.
- LICs could provide better guidance and commentary on what defines an intangibility and where tax assets are recognised.

Market Update

Year to date there have been 3 Initial Public Offerings (IPOs), with 2 listings in the June quarter and 1 listing in the September quarter, raising a total amount of ~\$330m. Touch Ventures (formerly known as AP Ventures) (TVL) successfully raised \$100m at \$0.40 per share in late September. Afterpay, through its subsidiary Touchcorp, is the largest shareholder in TVL and also party to a Collaboration Agreement with the Company, whereby substantial holder Afterpay may refer potential opportunities to TVL for evaluation. TVL will focus on building a concentrated portfolio of investments, consisting of 8-10 businesses based on guidance within the Prospectus, centric on high growth scalable investment opportunities.

There continues to be a structural shift away from direct listed equities (domestic and global) when it comes to these new offerings and the exposures available. Alternative strategies, such as fixed income, private equity and absolute return continue to see furthered appetite. With many investors actually overexposed to common large cap securities, we see this as a positive from an asset allocation perspective, especially when many new entrants may come into the sector with performance scrutiny and experience loose share registries, providing an opportunity to purchase at a discount to the net asset backing per share.

Disclosure of Interest: Touch Ventures Limited (TVL): Bell Potter Securities was Lead Manager to this IPO and received fees for the services provided.

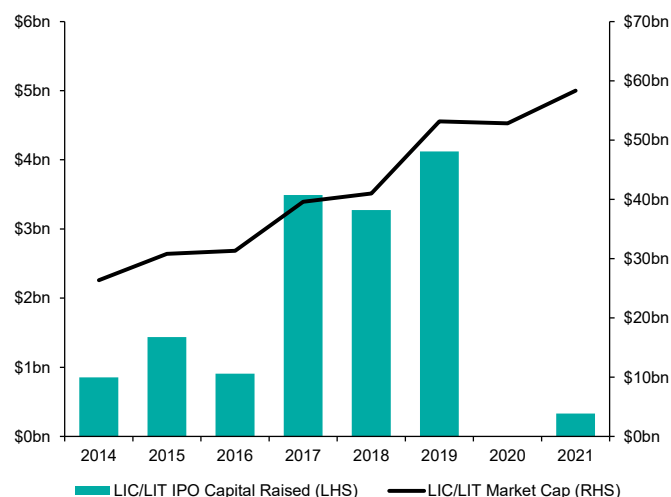
Figure 6 - 3Q21 IPOs

ASX Code	Company Name	Listing Date	Shares Issued	Issue Price	Amount Raised
TVL	Touch Ventures Ltd	29-Sep-21	250,000,000	\$0.40	\$100,000,000

\$100,000,000

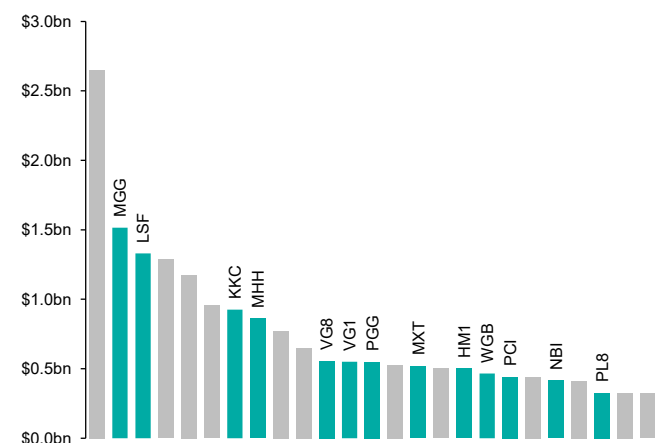
SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 7 - LIC/LIT IPOs



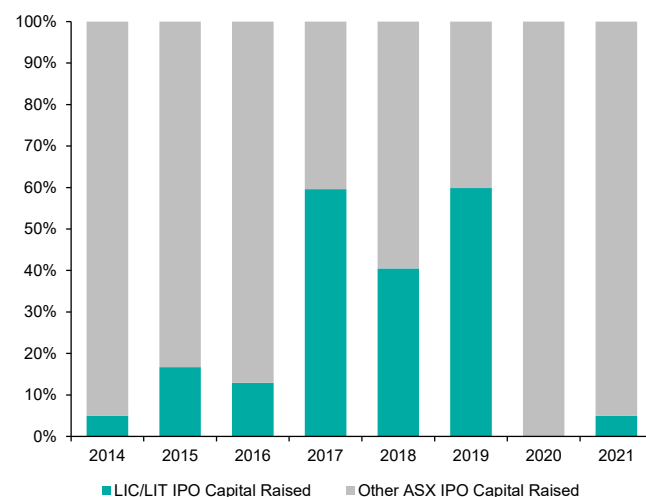
SOURCE: BLOOMBERG, BELL POTTER. AS AT 30 SEPTEMBER 2021.

Figure 9 - Largest ASX IPOs since 2017



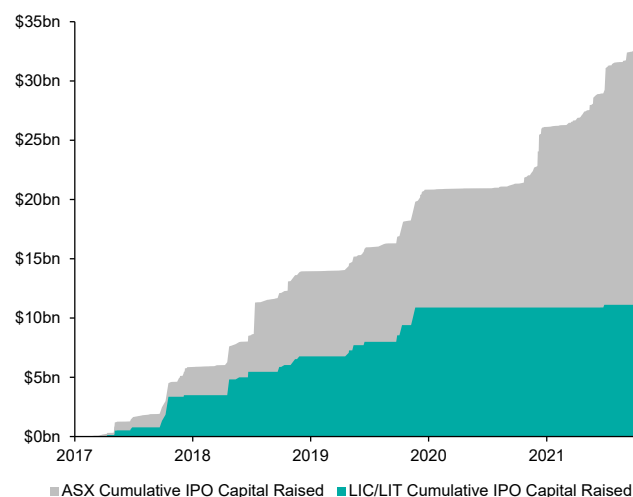
SOURCE: BLOOMBERG, BELL POTTER. AS AT 30 SEPTEMBER 2021.

Figure 8 - LIC/LITs IPOs compared to the ASX



SOURCE: BLOOMBERG, BELL POTTER. AS AT 30 SEPTEMBER 2021.

Figure 10 - Cumulative IPO capital raised since 2017



SOURCE: BLOOMBERG & BELL POTTER. DATA AS AT 30 SEPTEMBER 2021.

Market Update

Secondary offerings meanwhile raised ~\$567.8m, with many LIC/LITs benefitting from a continued rebound in share/unit price relative to the NTA/NAV, allowing for less dilutive offers where Wilson Asset Management stablemate, WAM Leaders, received the lion's share of new capital proceeds.

Figure 11 - 3Q21 Share Purchase Plans, Placements & Entitlements

ASX Code	Company Name	Method	Shares Issued	Issue Price	Amount Raised
CAM	Clime Capital	Convertible Securities	5,641,830	\$0.96	\$5,416,157
GCI	Gryphon Capital Income Trust	Placement	30,919,014	\$2.01	\$62,147,218
MOT	Metrics Income Opportunities Trust	Placement	26,043,391	\$2.03	\$52,868,084
PGF	PM Capital Global Opportunities Fund	Share Purchase Plan	37,303,567	\$1.50	\$55,955,351
QRI	Qualitas Real Estate Income Fund	Unit Purchase Plan	7,951,219	\$1.60	\$12,721,950
TEK	Thorney Technologies	Placement	54,268,000	\$0.40	\$21,707,200
TEK	Thorney Technologies	Placement	8,980,000	\$0.40	\$3,592,000
WHF	Whitefield	Placement	9,028,216	\$5.56	\$50,196,881
WHF	Whitefield	Share Purchase Plan	4,714,210	\$5.52	\$26,022,439
WLE	WAM Leaders	Entitlement Offer	134,483,673	\$1.44	\$193,656,489
WLE	WAM Leaders	Shortfall Facility and Placement	58,024,970	\$1.44	\$83,555,957
					\$567,839,726

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

In an emerging trend, many smaller of the LICs in the market have begun issuing convertible securities. ASX listed convertible notes are one instrument which can enhance fixed income returns via the equity kicker embedded call option, where the LIC structure has historically paid a fixed rate of interest between 4.50-6.25%, with an option to convert 10-25% above the prevailing share price at the time of issuance. While this structure provides LICs the potential to raise equity at a premium to the current share price (or close to the value of net tangible assets per share), investors may view convertible notes as lower risk, providing a fixed income return, with redemption secured by a usually liquid investment portfolio. The value of the call option in the AFIC Notes (AFIG) saw this security hit \$123.30, above the \$100.

Flagship Investments (FSI) launched a listed redeemable, unsecured convertible note issuance (FSIGA), seeking to raise up to \$20m. With a 5 year maturity date (October 2026), the security will pay quarterly income fixed at 5.50% unfranked until the year 3 call date, which will increase to 6.50% provided that the 2 year BBSW is above 1.2832% if not redeemed at year 3, otherwise the interest rate will remain fixed at 5.50%. FSIGA holders have the option to convert into FSI shares via lodging a Conversion Notice at a price of \$2.70 at any time from the second anniversary of the issue date until 10 business days prior to maturity, reflecting the NTA of FSI before estimated tax on unrealised gains as at 31 July 2021. Those FSI Notes not converted by the maturity date will be redeemed by FSI at the issue price together with the payment of any accrued but unpaid interest.

With an incorporated history dating back to April 1998, FSI is one of Australia's longest-standing LICs with a \$71.4m portfolio managed by EC Pohl & Co that provides high-conviction exposure to quality Australian listed equities (as at 30 June 2021). The Manager facilitates genuine differentiation and seeks to invest in companies with an ability to grow sales and earnings at rates above GDP that will produce superior investment returns over the long-term. The company also has a unique fee structure where only performance fees are paid, with no traditional base management fee calculated as a fixed percentage of FUM being attributed to the Manager. This alignment seeks to ensure that absolute returns are consistently delivered to shareholders.

FSIGA is a suitable investment for conservative investors seeking equity exposure with an embedded conversion option that provides the potential for investors to participate in material market upside if the FSI share price increases above the \$2.70 conversion price (i.e. a 9.3% premium to the 30 September closing price). A compounded annual growth rate of 1.8% would be required for the option to be in the money come maturity. Downside risk is limited by the 5.50%/6.50% call fixed unfranked distribution with redemption in October 2026. Pro forma gearing post the \$20m raise would be 21.2% (using 30 June 2021 adjusted figures).

The FSI Notes were successfully issued on 1 October 2021, and began trading on a normal settlement basis on the ASX from 4 October 2021 under the provided ticker.

Figure 12 - 3Q21 Convertible Securities on issue

Company Name	Clime Capital	Naos Ex-50 Opportunities Company	Naos Emerging Opportunities Company
ASX Code	CAM	NAC	NCC
Share Price	\$0.96	\$1.18	\$1.13
Market Capitalisation	\$129.3m	\$53.3m	\$82.4m
Convertible ASX Code	CAMG	NACGA	NCCGA
Face Value	\$0.96	\$100.00	\$100.00
Security Price	\$0.97	\$107.50	\$101.49
Conversion Price	\$0.96	\$1.15	\$1.15
Option Expiry (American Option)	30/11/2021	30/09/2025	30/09/2026
Estimated Option Value	\$0.00	\$8.50	\$16.37
Fixed Interest Rate	6.25%	5.50%	4.50%
First Call	n/a	30/09/2025	30/09/2026
Interest Rate Post First Call	n/a	6.50%	5.50%
Second Call	n/a	30/09/2026	30/09/2027
Interest Rate Post Second Call	n/a	7.50%	6.50%
Maturity Date	30/11/2021	30/09/2027	30/09/2028
Issue Size	\$28.5m	\$17.5m	\$23.0m
Issue Size / Market Cap.	22.0%	32.8%	27.9%
Gearing Covenant	40%	45%	50%
	(Debt / Total Assets)	(Net Debt / Portfolio)	(Net Debt / Portfolio)
Covenant Step-Up Margin	n/a	2.00%	2.00%

NOTE: AMERICAN OPTIONS ARE CONVERTIBLE AT ANY TIME. OPTION VALUATION ASSUMES 20% VOLATILITY.

SOURCE: COMPANY DATA, IRESS, BLOOMBERG, BELL POTTER.

Figure 13 - FSI capital structure hierarchy

	Ranking	Debt Obligations and Equity	Facility Capitalisation (\$m)
Higher Ranking ↑ ↓ Lower Ranking	Secured Debt	None	n/a
	Unsecured Debt	FSIGA	\$20.0
	Unsecured Subordinated Debt	None	n/a
	Preference Shares	None	n/a
	Ordinary Shares	Ordinary Shares	\$63.7

SOURCE: COMPANY DATA, BELL POTTER. INCLUDES TOTAL SHAREHOLDER'S EQUITY AS AT 30 JUNE 2021

Market Update

As the majority of LICs declare a dividend in August, there was a heightened seasonal take-up and money raised through Dividend Reinvestment Plans (DRPs). A total of ~\$123.7m was raised versus ~\$31m last quarter.

Figure 14 - 3Q21 Dividend Reinvestment Plans

ASX Code	Company Name	Shares Issued	DRP Price	Amount Raised
AFI	Australian Foundation Investment Company	4,507,509	\$8.10	\$36,510,823
AIQ	Alternative Investment Trust	1,177,183	\$0.11	\$132,080
AMH	AMCIL	1,798,375	\$1.27	\$2,283,936
ARG	Argo Investments	2,112,186	\$9.23	\$19,495,477
AUI	Australian United Investment Company	163,246	\$10.02	\$1,635,741
BKI	BKI Investment Company	1,753,396	\$1.62	\$2,840,502
BTI	Bailador Technology Investments	573,352	\$1.28	\$733,317
CAM	Clime Capital	251,428	\$0.95	\$238,027
DJW	Djerriw arrh Investments	420,377	\$3.10	\$1,303,169
DUI	Diversified United Investment	455,000	\$5.24	\$2,383,654
FSI	Flagship Investments	62,461	\$2.53	\$157,775
GC1	Glennon Small Companies	232,100	\$0.85	\$196,473
LRT	Low ell Resources Fund	1,296,774	\$1.46	\$1,893,290
LRT	Low ell Resources Fund	13,266	\$1.46	\$19,368
MEC	Morphic Ethical Equities Fund	96,963	\$1.23	\$118,877
MIR	Mirrabooka Investments	622,549	\$3.70	\$2,303,431
MOT	Metrics Income Opportunities Trust	64,917	\$2.03	\$131,587
MOT	Metrics Income Opportunities Trust	36,466	\$2.03	\$74,000
MOT	Metrics Income Opportunities Trust	42,644	\$2.03	\$86,606
MXT	Metrics Master Income Trust	74,391	\$2.00	\$148,834
MXT	Metrics Master Income Trust	70,809	\$2.00	\$141,689
MXT	Metrics Master Income Trust	78,756	\$2.00	\$157,591
NBI	NB Global Corporate Income Trust	98,662	\$1.84	\$181,439
NBI	NB Global Corporate Income Trust	42,410	\$1.90	\$80,579
NBI	NB Global Corporate Income Trust	42,454	\$1.89	\$80,238
OPH	Ophir High Conviction Fund	13,723,795	\$3.30	\$45,303,620
PAI	Platinum Asia Investments	1,609,382	\$1.16	\$1,870,231
PCI	Perpetual Credit Income Trust	23,805	\$1.11	\$26,471
PCI	Perpetual Credit Income Trust	23,608	\$1.11	\$26,252
PCI	Perpetual Credit Income Trust	23,737	\$1.11	\$26,372
PE1	Pengana Private Equity Trust	363,295	\$1.36	\$494,989
PIA	Pengana International Equities	199,327	\$1.43	\$284,679
PMC	Platinum Capital	980,679	\$1.46	\$1,430,595
QRI	Qualitas Real Estate Income Fund	47,355	\$1.60	\$75,773
QRI	Qualitas Real Estate Income Fund	43,251	\$1.60	\$69,206
QRI	Qualitas Real Estate Income Fund	49,743	\$1.60	\$79,698
RF1	Regal Investment Fund	194,188	\$3.38	\$657,307
				\$123,673,696

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Market Update

Options have been a historically popular avenue for LIC/LITs to raise additional capital. Options are, however, being regularly omitted from listings as managements opt to cover the initial listing fee to ensure the company trades at NTA. While an options overhang can stunt share price accretion in the short term (on the basis of NTA dilution risk arising from the duration), this renounceable choice provides flexibility, can be sold to other investors, held or duly exercised. Managers can better deploy capital and invest these proceeds where fit, instead of being subject to a sudden rush of funds. Options also mutually align and incentivise investment management decisions with shareholder interest over this life of duration to expiry.

Figure 15 - 3Q21 Options Exercised

ASX Option Code	ASX Code	Company Name	Exercised	Exercise Price	Amount Raised	Expiry Date
GC1AI	GC1	Glennon Small Companies	3,740,162	\$0.75	\$2,805,122	29/10/2021
MFFOA	MFF	MFF Capital Investments	2,522,711	\$2.60	\$6,559,049	31/10/2022
MGFO	MGF	Magellan Global Fund (Closed Class)	4,117,043	\$1.85*	\$7,585,326	1/03/2024
NACOA	NAC	Naos Ex-50 Opportunities Company	1,098,271	\$1.03	\$1,131,219	31/03/2023
NSCOA	NSC	Naos Small Cap Opportunities Company	50,613	\$1.02	\$51,625	28/06/2024
PICOA	PIC	Perpetual Equity Investment Company	516,939	\$1.35	\$697,868	2/09/2022
RYDOA	RYD	Ryder Capital	5,764,301	\$1.50	\$8,646,452	10/12/2021
WAAOA	WAA	WAM Active	14,175	\$1.10	\$15,593	31/10/2022
WGBO	WGB	WAM Global	4,955,625	\$2.54	\$12,587,288	12/09/2022
WQGOA	WQG	Wcm Global Grow th	8,242,956	\$1.50	\$12,364,434	31/08/2022
*AVERAGE EXERCISE PRICE					\$52,443,974	

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

There is ~\$3.4bn in options capital that could be exercised during the remainder of this year, with only a small portion due to expire by then.

Figure 16 - 3Q21 Options Outstanding

ASX Option Code	ASX Code	Company Name	Share Price	Exercise Price	Outstanding Options	Potential Raise	Expiry Date
GC1AI	GC1	Glennon Small Companies	\$0.89	\$0.75	4,219,858	\$3,164,894	29/10/2021
GC1AJ	GC1	Glennon Small Companies	\$0.89	\$0.95	8,765,489	\$8,327,215	28/04/2023
MFFOA	MFF	MFF Capital Investments	\$2.96	\$2.60	91,897,073	\$238,932,390	31/10/2022
MGFO	MGF	Magellan Global Fund (Closed Class)	\$1.74	\$1.79*	1,064,540,191	\$1,910,317,373	1/03/2024
NACOA	NAC	Naos Ex-50 Opportunities Company	\$1.18	\$1.03	21,971,016	\$22,630,146	31/03/2023
NSCOA	NSC	Naos Small Cap Opportunities Company	\$0.88	\$1.02	50,905,876	\$51,923,994	28/06/2024
PICOA	PIC	Perpetual Equity Investment Company	\$1.28	\$1.35	372,364,799	\$502,692,479	2/09/2022
RYDOA	RYD	Ryder Capital	\$1.72	\$1.50	9,282,691	\$13,924,037	10/12/2021
WAAOA	WAA	WAM Active	\$1.07	\$1.10	67,393,045	\$74,132,350	31/10/2022
WGBO	WGB	WAM Global	\$2.66	\$2.54	184,454,263	\$468,513,828	12/09/2022
WQGOA	WQG	WCM Global Grow th	\$1.65	\$1.50	50,348,786	\$75,523,179	31/08/2022
						\$3,370,081,882	

SOURCE: COMPANY DATA, IRESS, BELL POTTER. *EACH MGF OPTION WILL BE EXERCISABLE INTO ONE CLOSED CLASS UNIT WITH THE EXERCISE PRICE SET AT A 7.5% DISCOUNT TO THE ESTIMATED NET ASSET VALUE PER CLOSED CLASS UNIT AT THE PREVEILING TIME OF EXERCISE. THE 7.5% DISCOUNT WILL BE FUNDED BY MAGELLAN GROUP AND NOT BY THE MAGELLAN GLOBAL FUND OR UNITHOLDERS. THE ESTIMATED NAV (IN AUD) FOR 30 SEPTEMBER 2021 WAS \$1.94.

Investment Performance Measures

In the next section we have evaluated our LIC/LITs using the performance of both the pre-tax NTA and share price. The pre-tax NTA data seeks to measure the performance of the underlying investments of the fund. Whereas, the share price data measures the performance of the security as it trades on the ASX. However, some of this terminology is a little misleading, as the pre-tax NTA actually reflects tax associated with realised capital gains (tax applicable on positions that have been exited) but not unrealised capital gains (tax applicable on positions that have not been exited).

The measurement of a LIC/LIT's performance is calculated after all operating expenses, provision and payment of both income and realised capital gains tax and the reinvestment of dividends, but does not incorporate franking. LIC/LIT returns will consequently be understated relative to the Index return given that the Benchmarks do not factor in operating costs or taxation. The performance of Unlisted Unit Trusts are not measured on an after tax basis and are therefore, generally, not a valid comparison.

In order to assess a LIC/LIT's performance, NTA and share price need to be evaluated with respect to the relative mandate and/or Benchmark, giving varying outcomes from different styles of investment. To cater for this we have separated the LIC/LITs under coverage into 3 broad categories:

- **Domestic Equity**
- **Global Equity**
- **Alternative Strategy**

Within each category the LIC/LITs are again grouped together with other like-mandated companies to assist with general comparison. In general, the NTA has been compared against the relative indices preferred by the Manager and these should be most reflective of its mandate.

Our value-add columns seek to quantify the value generated by the Manager, being the difference between the performance of the share price and pre-tax NTA against the relevant benchmark. A positive value indicates outperformance against the Benchmark, while a negative value indicates underperformance.

Dividends are also an important aspect of any investment decision. The next section includes historical net dividend yield and gross dividend yield for the LIC/LITs in our universe. Nonetheless, investors must realise that although historical yield is clearly a key consideration when selecting a LIC/LIT, it is no guarantee of future yield. Please note that several LIC/LITs have recently entered the market and are yet to pay a dividend.

Dividend Reserves & Franking Credit Balance

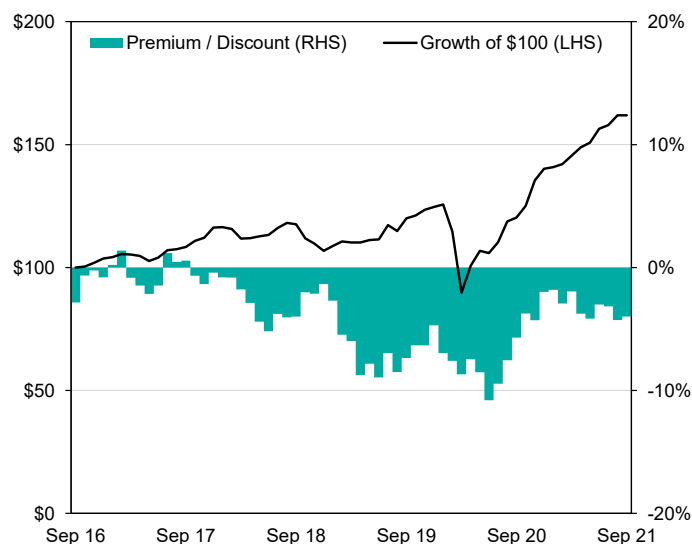
In comparison to a trust structure, Listed Investment Companies (LICs) have an advantage in being able to retain earnings through periods to build up a dividend reserve. This assists LICs in maintaining a smooth and sustainable dividend over the long-term that is often fully franked, as opposed to trusts that are required to distribute all earnings to the underlying unit holders. Given they are a company structure, LICs are also required to pay company tax on corporate profits which adds an additional source of franking credits that can be passed onto shareholders in addition to receiving franked dividends from the underlying holdings. Therefore, when comparing dividend yields between LICs it can assist to look at the profit reserves and franking credit balances to analyse the future sustainability of the current dividend.

LICs generally source income from either dividend income from the underlying holdings or from capital appreciation and realisation of these holdings. Income that is heavily reliant on capital appreciation will tend to be more volatile and, as a result, having a stable level of profit reserves dedicated to the future distribution of dividends can assist LICs in maintaining a dividend through periods of poor market performance. The same methodology is applied with maintaining a franking credit balance. Many LICs will differentiate their dividend reserves from their profit reserves which are likely to include unrealised gains and losses from investments which may not be actually realised at the current values. We have therefore chosen to report only the specified dividend reserve when provided to give a more accurate measure of the reverses being held for the future distribution of dividends.

The dividend reserve cover reflects how many years the company could continue its last 12 month dividends with the dividend reserves held. Reserves have been sourced from the June 2021 Full-Year reports and have been adjusted for any dividends declared, but not recognised at the period end. Note that some reported dividend reserves may not accurately represent the company's ability to pay dividends in the future as it may include unrealised profits.

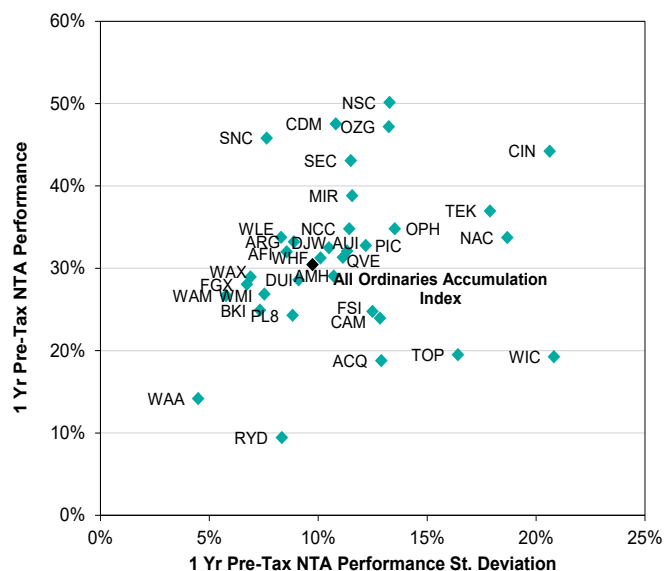
Domestic Equity LIC/LIT Summary

Figure 17 - 5yr Market Growth of Domestic Equity LIC/LITs



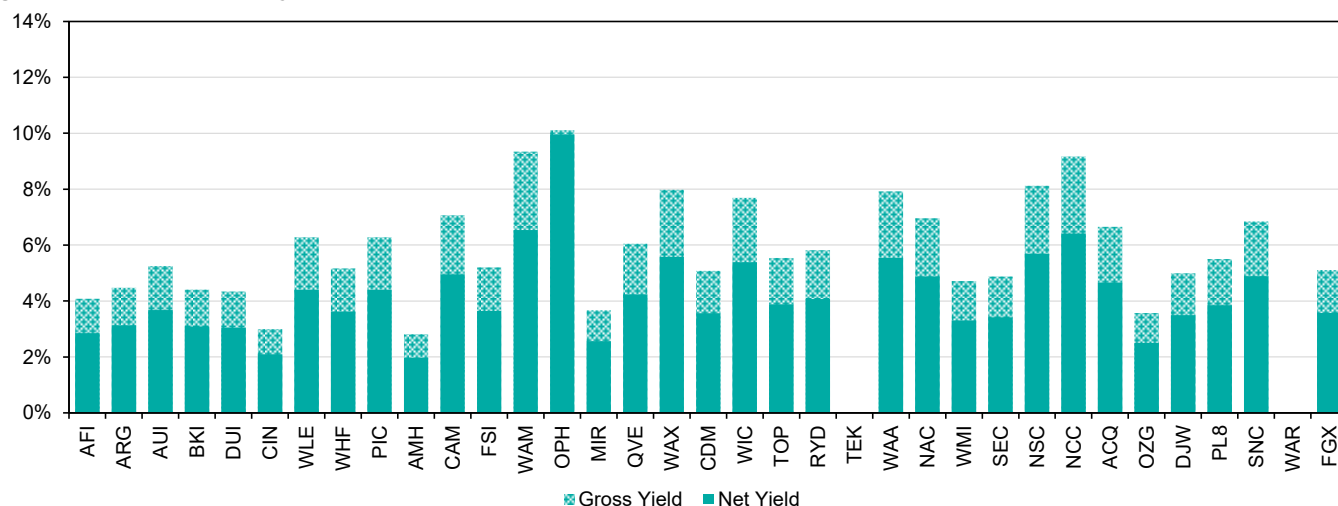
SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 18 - 1yr Pre-Tax NTA Performance v Standard Dev.



SOURCE: COMPANY DATA, IRESS, BELL POTTER. AS AT 30 SEPTEMBER 2021.

Figure 19 - Domestic Equity LIC/LIT Dividend Yield (Net and Gross)



SOURCE: COMPANY DATA, IRESS, BELL POTTER. BASED ON LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID. AS AT 30 SEPTEMBER 2021.

Domestic Equity - NTA Summary

Figure 20 - Domestic Equity LIC/LIT Share Price Premium/Discount to NTA

ASX Code	Company/Trust Name	Investment Mandate	Market Cap (m)	Share/ Unit Price	Pre-tax NT/NAV	Prem/ Disc	Post-tax NT/NAV	Prem/ Disc
AFI	AFIC	Large	\$10,310.9	\$8.41	\$7.54	11.5%	\$6.25	34.6%
ARG	Argo Investments	Large	\$6,500.0	\$8.94	\$9.23	-3.1%	\$7.95	12.5%
AUI	Australian United Investment	Large	\$1,226.2	\$9.80	\$10.43	-6.0%	\$8.75	12.0%
BKI	BKI Investment	Large/Medium	\$1,200.0	\$1.62	\$1.71	-5.3%	\$1.59	1.9%
DUI	Diversified United Investment	Large/Medium	\$1,088.0	\$5.10	\$5.42	-5.9%	\$4.46	14.3%
CIN	Carlton Investments	Large/Medium	\$847.5	\$32.01	\$41.06	-22.0%	\$33.73	-5.1%
WLE	WAM Leaders	Large/Medium	\$1,560.5	\$1.52	\$1.45	4.5%	\$1.43	6.3%
WHF	Whitefield	Large/Medium	\$625.5	\$5.67	\$5.80	-2.2%	\$5.21	8.8%
PIC	Perpetual Equity Investment	Large/Medium	\$476.3	\$1.28	\$1.40	-9.0%	\$1.33	-4.1%
AMH	AMCIL	Large/Medium	\$381.9	\$1.27	\$1.30	-2.3%	\$1.14	11.4%
CAM	Clime Capital	Large/Medium	\$129.3	\$0.96	\$0.97	-0.5%	\$0.95	1.1%
FSI	Flagship Investments	Large/Medium	\$63.7	\$2.47	\$2.81	-12.0%	\$2.50	-1.1%
WAM	WAM Capital	Medium/Small	\$2,081.6	\$2.37	\$2.06	15.1%	\$2.00	18.5%
OPH	Ophir High Conviction Fund	Medium/Small	\$857.0	\$4.01	\$3.56	12.5%	\$3.56	12.5%
MIR	Mirrbooka Investments	Medium/Small	\$685.8	\$3.90	\$3.66	6.6%	\$3.10	25.8%
QVE	QV Equities	Medium/Small	\$250.2	\$1.04	\$1.16	-10.3%	\$1.13	-8.0%
WAX	WAM Research	Medium/Small	\$345.6	\$1.77	\$1.32	34.2%	\$1.26	40.1%
CDM	Cadence Capital	Medium/Small	\$332.6	\$1.13	\$1.27	-11.3%	\$1.32	-15.0%
WIC	Westoz Investment	Medium/Small	\$149.1	\$1.12	\$1.29	-13.6%	\$1.26	-11.6%
TOP	Thorney Opportunities	Medium/Small	\$109.9	\$0.56	\$0.74	-25.4%	\$0.71	-22.2%
RYD	Ryder Capital	Medium/Small	\$128.8	\$1.72	\$1.84	-6.3%	\$1.71	0.8%
TEK	Thorney Technologies	Medium/Small	\$187.0	\$0.44	\$0.52	-16.0%	\$0.50	-13.7%
WAA	WAM Active	Medium/Small	\$78.3	\$1.07	\$1.07	0.0%	\$1.07	0.1%
NAC	Naos Ex-50 Opportunities	Medium/Small	\$53.3	\$1.18	\$1.58	-25.3%	\$1.45	-18.6%
WMI	WAM Microcap	Small/Micro	\$439.4	\$2.12	\$1.74	21.6%	\$1.67	27.0%
SEC	Spheria Emerging Companies	Small/Micro	\$149.8	\$2.49	\$2.67	-6.6%	\$2.55	-2.2%
NSC	Naos Small Cap Opportunities	Small/Micro	\$133.4	\$0.88	\$1.07	-17.8%	\$0.99	-11.1%
NCC	Naos Emerging Opportunities	Small/Micro	\$82.4	\$1.13	\$1.26	-10.3%	\$1.20	-5.8%
ACQ	Acorn Capital Investment	Small/Micro	\$112.6	\$1.67	\$1.66	0.3%	\$1.55	7.3%
OZG	Ozgrowth	Small/Micro	\$91.1	\$0.26	\$0.33	-21.2%	\$0.30	-13.6%
DJW	Djerriwarrh Investments	Income	\$745.2	\$3.15	\$3.41	-7.6%	\$3.31	-4.8%
PL8	Plato Income Maximiser	Income	\$550.5	\$1.29	\$1.12	14.9%	\$1.12	14.6%
SNC	Sandon Capital Investments	Activist	\$115.3	\$1.02	\$1.17	-12.7%	\$1.10	-7.4%
WAR	WAM Strategic Value	Disc Capture	\$224.1	\$1.25	\$1.29	-3.8%	\$1.28	-2.8%
FGX	Future Generation Investment	Fund of Funds	\$583.8	\$1.46	\$1.52	-4.3%	\$1.42	2.3%
Arithmetic Average (Domestic)						-4.0%		3.0%
Arithmetic Average (Investment Mandate - Large)						0.8%		19.7%
Arithmetic Average (Investment Mandate - Large/Medium)						-6.1%		3.7%
Arithmetic Average (Investment Mandate - Medium/Small)						-3.3%		0.7%
Arithmetic Average (Investment Mandate - Small/Micro)						-5.7%		0.2%
Arithmetic Average (Investment Mandate - Income)						3.7%		4.9%
Weighted Average (Domestic)						3.1%		17.1%

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Domestic Equity - Dividend Summary

Figure 21 - Domestic Equity LIC/LIT Historical Dividend Yield

ASX Code	Company/Trust Name	Investment Mandate	Market Cap (m)	Share/ Unit Price	Dividend LTM*	Net Yield	Franking	Gross Yield
AFI	AFIC	Large	\$10,310.9	\$8.41	\$0.240	2.9%	100%	4.1%
ARG	Argo Investments	Large	\$6,500.0	\$8.94	\$0.280	3.1%	100%	4.5%
AUI	Australian United Investment	Large	\$1,226.2	\$9.80	\$0.360	3.7%	100%	5.2%
BKI	BKI Investment	Large/Medium	\$1,200.0	\$1.62	\$0.050	3.1%	100%	4.4%
DUI	Diversified United Investment	Large/Medium	\$1,088.0	\$5.10	\$0.155	3.0%	100%	4.3%
CIN	Carlton Investments	Large/Medium	\$847.5	\$32.01	\$0.670	2.1%	100%	3.0%
WLE	WAM Leaders	Large/Medium	\$1,560.5	\$1.52	\$0.067	4.4%	100%	6.3%
WHF	Whitefield	Large/Medium	\$625.5	\$5.67	\$0.205	3.6%	100%	5.2%
PIC	Perpetual Equity Investment	Large/Medium	\$476.3	\$1.28	\$0.056	4.4%	100%	6.3%
AMH	AMCIL	Large/Medium	\$381.9	\$1.27	\$0.025	2.0%	100%	2.8%
CAM	Clime Capital	Large/Medium	\$129.3	\$0.96	\$0.048	4.9%	100%	7.1%
FSI	Flagship Investments	Large/Medium	\$63.7	\$2.47	\$0.090	3.6%	100%	5.2%
WAM	WAM Capital	Medium/Small	\$2,081.6	\$2.37	\$0.155	6.5%	100%	9.3%
OPH	Ophir High Conviction Fund	Medium/Small	\$857.0	\$4.01	\$0.399	10.0%	4%	10.1%
MIR	Mirrabooka Investments	Medium/Small	\$685.8	\$3.90	\$0.100	2.6%	100%	3.7%
QVE	QV Equities	Medium/Small	\$250.2	\$1.04	\$0.044	4.2%	100%	6.0%
WAX	WAM Research	Medium/Small	\$345.6	\$1.77	\$0.099	5.6%	100%	8.0%
CDM	Cadence Capital	Medium/Small	\$332.6	\$1.13	\$0.040	3.6%	100%	5.1%
WIC	Westoz Investment	Medium/Small	\$149.1	\$1.12	\$0.060	5.4%	100%	7.7%
TOP	Thorney Opportunities	Medium/Small	\$109.9	\$0.56	\$0.022	3.9%	100%	5.5%
RYD	Ryder Capital	Medium/Small	\$128.8	\$1.72	\$0.070	4.1%	100%	5.8%
TEK	Thorney Technologies	Medium/Small	\$187.0	\$0.44	\$0.000	0.0%	-	0.0%
WAA	WAM Active	Medium/Small	\$78.3	\$1.07	\$0.059	5.5%	100%	7.9%
NAC	Naos Ex-50 Opportunities	Medium/Small	\$53.3	\$1.18	\$0.058	4.9%	100%	7.0%
WMI	WAM Microcap	Small/Micro	\$439.4	\$2.12	\$0.070	3.3%	100%	4.7%
SEC	Spheria Emerging Companies	Small/Micro	\$149.8	\$2.49	\$0.085	3.4%	100%	4.9%
NSC	Naos Small Cap Opportunities	Small/Micro	\$133.4	\$0.88	\$0.050	5.7%	100%	8.1%
NCC	Naos Emerging Opportunities	Small/Micro	\$82.4	\$1.13	\$0.073	6.4%	100%	9.2%
ACQ	Acorn Capital Investment	Small/Micro	\$112.6	\$1.67	\$0.078	4.7%	100%	6.6%
OZG	Ozgrowth	Small/Micro	\$91.1	\$0.26	\$0.007	2.5%	100%	3.6%
DJW	Djerriwarrh Investments	Income	\$745.2	\$3.15	\$0.110	3.5%	100%	5.0%
PL8	Plato Income Maximiser	Income	\$550.5	\$1.29	\$0.050	3.9%	100%	5.5%
SNC	Sandon Capital Investments	Activist	\$115.3	\$1.02	\$0.050	4.9%	100%	6.8%
WAR	WAM Strategic Value	Disc Capture	\$224.1	\$1.25	\$0.000	0.0%	-	0.0%
FGX	Future Generation Investment	Fund of Funds	\$583.8	\$1.46	\$0.052	3.6%	100%	5.1%
Arithmetic Average (Domestic)						4.0%		5.5%
Arithmetic Average (Investment Mandate - Large)						3.2%		4.6%
Arithmetic Average (Investment Mandate - Large/Medium)						3.5%		4.9%
Arithmetic Average (Investment Mandate - Medium/Small)						4.7%		6.3%
Arithmetic Average (Investment Mandate - Small/Micro)						4.3%		6.2%
Arithmetic Average (Investment Mandate - Income)						3.7%		5.2%
Weighted Average (Domestic)						3.6%		5.0%

SOURCE: COMPANY DATA, IRESS, BELL POTTER. *LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID, EXCLUDING SPECIAL DIVIDENDS/DISTRIBUTIONS. EXCLUDING SANDON CAPITAL, FRANKING CALCULATIONS ASSUME A COMPANY TAX RATE OF 30%.

Domestic Equity - Pre-Tax NTA Performance Summary

Figure 22 - Domestic Equity LIC/LIT Pre-Tax NTA Performance

ASX Code	Company/Trust Name	Investment Mandate	Pre-tax NTA/NAV									
			Performance (%)					Value-add+ (%)				
			3m	6m	1y	3y	5y	3m	6m	1y	3y	5y
AFI	AFIC	Large	3.0	12.9	32.1	11.2	10.5	1.3	2.8	1.5	1.5	0.1
ARG	Argo Investments	Large	4.0	11.4	33.3	8.6	8.9	2.3	1.3	2.7	-1.1	-1.5
AUI	Australian United Investment	Large	1.5	9.8	32.2	8.2	9.9	-0.2	-0.3	1.6	-1.5	-0.5
BKI	BKI Investment	Large/Medium	1.7	9.4	25.0	6.3	6.6	-0.1	-1.0	-5.9	-3.6	-3.9
DUI	Diversified United Investment	Large/Medium	2.9	11.7	28.7	10.0	12.2	1.2	1.6	-1.9	0.3	1.8
CIN	Carlton Investments	Large/Medium	7.6	16.8	44.3	5.3	5.3	5.9	6.7	13.7	-4.4	-5.1
WLE	WAM Leaders	Large/Medium	4.9	13.1	33.9	12.3	9.7	3.2	3.0	3.3	2.6	-0.7
WHF	Whitefield	Large/Medium	3.6	12.6	31.4	8.7	8.1	-0.9	-0.8	-2.3	-1.3	-1.6
PIC	Perpetual Equity Investment	Large/Medium	3.2	10.9	32.8	13.0	11.6	1.4	0.5	1.9	3.1	1.1
AMH	AMCIL	Large/Medium	5.7	16.8	29.1	14.4	11.3	4.0	6.7	-1.5	4.7	0.9
CAM	Clime Capital	Large/Medium	-1.8	9.9	24.0	5.1	7.1	-3.8	-1.0	-7.5	-5.3	-3.7
FSI	Flagship Investments	Large/Medium	3.7	16.7	24.9	15.5	13.2	1.7	5.8	-6.6	5.1	2.4
WAM	WAM Capital	Medium/Small	7.4	11.2	26.8	8.8	8.2	5.4	0.3	-4.7	-1.6	-2.6
OPH	Ophir High Conviction Fund	Medium/Small	8.0	22.7	34.9	-	-	4.3	9.4	2.6	-	-
MIR	Mirraboopa Investments	Medium/Small	8.1	22.1	38.9	18.9	14.6	4.4	8.5	6.3	7.7	2.6
QVE	QV Equities	Medium/Small	7.5	10.6	31.4	3.4	4.0	5.7	0.2	0.5	-6.5	-6.5
WAX	WAM Research	Medium/Small	8.3	13.6	29.0	8.6	8.2	6.3	2.7	-2.5	-1.8	-2.6
CDM	Cadence Capital	Medium/Small	14.3	23.1	47.6	7.4	7.8	12.3	12.2	16.1	-3.0	-3.0
WIC	Westoz Investment	Medium/Small	2.3	6.3	19.3	5.2	8.8	-1.1	-5.9	-11.1	-4.2	-1.4
TOP	Thorney Opportunities	Medium/Small	10.1	13.1	19.6	-1.1	2.3	6.7	0.9	-10.8	-10.5	-7.9
RYD	Ryder Capital	Medium/Small	-3.1	2.0	9.5	9.9	13.0	-4.2	-0.2	5.1	5.0	7.8
TEK	Thorney Technologies	Medium/Small	6.1	17.2	37.1	23.3	-	4.1	6.3	5.6	12.9	-
WAA	WAM Active	Medium/Small	2.4	4.0	14.3	5.7	6.1	0.4	-6.9	-17.2	-4.7	-4.7
NAC	Naos Ex-50 Opportunities	Medium/Small	-0.2	16.8	33.8	17.0	10.0	-4.7	3.2	0.0	6.7	0.2
WMI	WAM Microcap	Small/Micro	5.7	10.8	27.0	14.0	-	2.3	-1.4	-3.4	4.6	-
SEC	Spheria Emerging Companies	Small/Micro	4.5	12.8	43.2	11.6	-	1.1	0.6	12.8	2.2	-
NSC	Naos Small Cap Opportunities	Small/Micro	-2.5	10.6	50.2	10.3	-	-5.9	-1.6	19.8	0.9	-
NCC	Naos Emerging Opportunities	Small/Micro	0.8	17.8	34.9	6.2	4.0	-2.6	5.6	4.5	-3.2	-6.2
ACQ	Acorn Capital Investment	Small/Micro	6.0	11.3	18.9	14.0	11.6	2.6	-0.9	-11.5	4.6	1.4
OZG	Ozgrowth	Small/Micro	12.3	24.9	47.3	16.3	12.9	8.9	12.7	16.9	6.9	2.7
DJW	Djerriwarrh Investments	Income	4.4	13.3	32.6	6.5	7.3	2.7	3.2	2.0	-3.2	-3.1
PL8	Plato Income Maximiser	Income	-0.2	7.5	24.4	7.7	-	-2.5	-3.4	-7.8	-3.4	-
SNC	Sandon Capital Investments	Activist	5.4	17.0	45.9	11.1	10.4	5.4	17.0	45.9	10.4	9.3
WAR	WAM Strategic Value	Disc Capture	1.0	-	-	-	-	-1.0	-	-	-	-
FGX	Future Generation Investment	Fund of Funds	4.0	11.9	28.2	10.4	9.5	2.0	1.0	-3.3	0.0	-1.3
Arithmetic Average (Domestic)			4.4	13.3	31.4	10.1	9.0	2.0	2.6	1.9	0.6	-0.9
Arithmetic Average (Investment Mandate - Large)			2.9	11.4	32.5	9.3	9.8	1.1	1.3	1.9	-0.4	-0.6
Arithmetic Average (Investment Mandate - Large/Medium)			3.5	13.1	30.5	10.1	9.5	1.4	2.4	-0.8	0.1	-1.0
Arithmetic Average (Investment Mandate - Medium/Small)			5.9	13.6	28.5	9.7	8.3	3.3	2.6	-0.8	0.0	-1.8
Arithmetic Average (Investment Mandate - Small/Micro)			4.5	14.7	36.9	12.0	9.5	1.1	2.5	6.5	2.7	-0.7
Arithmetic Average (Investment Mandate - Income)			2.1	10.4	28.5	7.1	7.3	0.1	-0.1	-2.9	-3.3	-3.1
Weighted Average (Domestic)			4.1	12.6	31.8			2.1	2.2	1.3		

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Domestic Equity - Share Price Performance Summary

Figure 23 - Domestic Equity LIC/LIT Share Price Performance

ASX Code	Company/Trust Name	Investment Mandate	Share/Unit Price									
			Performance (%)					Value-add+ (%)				
			3m	6m	1y	3y	5y	3m	6m	1y	3y	5y
AFI	AFIC	Large	9.3	15.2	37.4	15.0	12.5	7.6	5.1	6.8	5.3	2.1
ARG	Argo Investments	Large	1.6	6.7	24.5	7.9	8.4	-0.1	-3.4	-6.1	-1.8	-2.0
AUI	Australian United Investment	Large	-1.7	12.5	27.6	9.2	10.8	-3.4	2.4	-3.0	-0.5	0.4
BKI	BKI Investment	Large/Medium	1.8	13.0	23.4	6.8	5.6	0.0	2.6	-7.5	-3.1	-4.9
DUI	Diversified United Investment	Large/Medium	-0.1	10.3	25.6	10.9	13.1	-1.8	0.2	-5.0	1.2	2.7
CIN	Carlton Investments	Large/Medium	8.0	15.8	40.7	2.0	3.8	6.3	5.7	10.1	-7.7	-6.6
WLE	WAM Leaders	Large/Medium	-3.3	1.5	31.5	14.1	10.4	-5.0	-8.6	0.9	4.4	0.0
WHF	Whitefield	Large/Medium	-8.5	8.3	28.0	10.8	10.0	-13.0	-5.1	-5.7	0.8	0.3
PIC	Perpetual Equity Investment	Large/Medium	0.2	6.1	36.6	10.4	11.9	-1.6	-4.3	5.7	0.5	1.4
AMH	AMCIL	Large/Medium	7.7	21.6	35.4	16.2	9.7	5.7	10.7	3.9	5.8	-1.1
CAM	Clime Capital	Large/Medium	1.9	11.4	26.8	6.3	10.1	-0.1	0.5	-4.7	-4.1	-0.7
FSI	Flagship Investments	Large/Medium	4.9	7.1	28.2	15.8	14.5	2.9	-3.8	-3.3	5.4	3.7
WAM	WAM Capital	Medium/Small	8.2	11.0	13.8	5.8	7.3	6.2	0.1	-17.7	-4.6	-3.5
OPH	Ophir High Conviction Fund	Medium/Small	-0.2	26.7	45.0	-	-	-3.9	13.4	12.7	-	-
MIR	Mirraboooka Investments	Medium/Small	11.7	19.4	49.3	19.4	11.0	8.0	5.8	16.7	8.2	-1.0
QVE	QV Equities	Medium/Small	5.7	13.1	33.6	1.7	1.1	3.9	2.7	2.7	-8.2	-9.4
WAX	WAM Research	Medium/Small	7.3	2.1	24.1	8.5	9.0	5.3	-8.8	-7.4	-1.9	-1.8
CDM	Cadence Capital	Medium/Small	5.1	8.5	58.7	2.4	4.0	3.1	-2.4	27.2	-8.0	-6.8
WIC	Westoz Investment	Medium/Small	-1.4	0.4	22.2	4.8	10.4	-4.8	-11.8	-8.2	-4.6	0.2
TOP	Thorney Opportunities	Medium/Small	4.3	7.3	21.5	-5.1	-0.8	0.9	-4.9	-8.9	-14.5	-11.0
RYD	Ryder Capital	Medium/Small	-0.6	1.1	15.5	15.8	13.9	-1.7	-1.1	11.1	10.9	8.7
TEK	Thorney Technologies	Medium/Small	1.2	19.2	30.6	22.1	-	-0.8	8.3	-0.9	11.7	-
WAA	WAM Active	Medium/Small	-2.3	2.8	10.4	4.0	3.9	-4.3	-8.1	-21.1	-6.4	-6.9
NAC	Naos Ex-50 Opportunities	Medium/Small	1.3	11.6	33.7	11.5	8.1	-3.2	-2.0	-0.1	1.2	-1.7
WMI	WAM Microcap	Small/Micro	16.2	4.1	42.8	19.1	-	12.8	-8.1	12.4	9.7	-
SEC	Spheria Emerging Companies	Small/Micro	5.8	18.7	63.4	14.9	-	2.4	6.5	33.0	5.5	-
NSC	Naos Small Cap Opportunities	Small/Micro	-9.0	20.0	66.0	10.3	-	-12.4	7.8	35.6	0.9	-
NCC	Naos Emerging Opportunities	Small/Micro	9.2	1.8	22.7	2.6	3.2	5.8	-10.4	-7.7	-6.8	-7.0
ACQ	Acorn Capital Investment	Small/Micro	12.5	3.1	42.4	17.9	14.9	9.1	-9.1	12.0	8.5	4.7
OZG	Ozgrowth	Small/Micro	9.8	22.6	48.3	17.7	12.9	6.4	10.4	17.9	8.3	2.7
DJW	Djerriwarrh Investments	Income	4.5	15.4	34.9	1.9	2.6	2.8	5.3	4.3	-7.8	-7.8
PL8	Plato Income Maximiser	Income	2.2	11.1	26.3	14.9	-	-0.1	0.2	-5.9	3.8	-
SNC	Sandon Capital Investments	Activist	2.4	16.2	56.8	10.2	10.8	0.4	5.3	25.3	-0.2	0.0
WAR	WAM Strategic Value	Disc Capture	-2.4	-	-	-	-	-4.4	-	-	-	-
FGX	Future Generation Investment	Fund of Funds	5.8	15.1	35.5	7.5	9.2	3.8	4.2	4.0	-2.9	-1.6
Arithmetic Average (Domestic)			3.4	11.2	34.2	10.1	8.7	0.9	0.2	3.8	0.3	-1.7
Arithmetic Average (Investment Mandate - Large)			3.1	11.5	29.8	10.7	10.5	1.4	1.4	-0.8	1.0	0.2
Arithmetic Average (Investment Mandate - Large/Medium)			1.4	10.6	30.7	10.4	9.9	-0.7	-0.2	-0.6	0.4	-0.6
Arithmetic Average (Investment Mandate - Medium/Small)			3.4	10.3	29.9	8.3	6.8	0.7	-0.7	0.5	-1.5	-3.3
Arithmetic Average (Investment Mandate - Small/Micro)			7.4	11.7	47.6	13.8	10.3	4.0	-0.5	17.2	4.4	0.1
Arithmetic Average (Investment Mandate - Income)			3.4	13.3	30.6	8.4	2.6	1.4	2.8	-0.8	-2.0	-7.8
Weighted Average (Domestic)			4.7	11.7	31.7			2.7	1.3	1.1		

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Domestic Equity - Profit Reserve and Indirect Cost Ratio Summary

Figure 24 - Domestic Equity LIC/LIT Profit Reserve and Indirect Cost Ratio Summary

ASX Code	Company/Trust Name	Investment Mandate	Dividend Reserve* (m)	Franking Reserve* (m)	LTM Net Div Cover^	LTM Gross Div Cover^	Max Div (Fully Franked)	Turnover Ratio	ICR Excluding Perf. Fees	ICR Including Perf. Fees
AFI	AFIC	Large	\$961.4	\$104.4	3.3x	0.8x	\$0.29	5.21%	0.19%	0.19%
ARG	Argo Investments	Large	\$629.9	\$80.7	3.1x	0.9x	\$0.37	6.46%	0.14%	0.14%
AUI	Australian United Investment	Large	\$113.2	\$29.2	2.5x	1.5x	\$0.78	7.40%	0.15%	0.15%
BKI	BKI Investment	Large/Medium	\$20.6	\$14.5	0.6x	0.9x	\$0.07	15.76%	0.17%	0.17%
DUI	Diversified United Investment	Large/Medium	\$48.9	\$0.8	1.5x	0.1x	\$0.01	4.13%	0.14%	0.14%
CIN	Carlton Investments	Large/Medium	\$357.3	\$60.9	20.1x	8.0x	\$7.67	0.70%	0.10%	0.10%
WLE	WAM Leaders	Large/Medium	\$266.3	\$57.6	4.9x	2.5x	\$0.23	376.32%	1.57%	3.00%
WHF	Whitefield	Large/Medium	\$122.8	\$8.3	6.3x	1.0x	\$0.29	34.93%	0.44%	0.44%
PIC	Perpetual Equity Investment	Large/Medium	\$86.4	\$4.1	4.4x	0.5x	\$0.04	89.25%	1.54%	1.54%
AMH	AMCIL	Large/Medium	\$24.3	\$2.0	3.3x	0.6x	\$0.02	17.37%	0.56%	0.56%
CAM	Clime Capital	Large/Medium	\$31.6	\$0.2	5.5x	0.1x	\$0.01	95.30%	2.57%	3.62%
FSI	Flagship Investments	Large/Medium	\$7.9	\$3.2	3.4x	3.2x	\$0.42	31.28%	0.49%	5.75%
WAM	WAM Capital	Medium/Small	\$116.7	\$19.4	1.0x	0.4x	\$0.08	251.67%	1.53%	2.49%
OPH	Ophir High Conviction Fund	Medium/Small	\$0.0	\$0.0	0.0x	0.0x	\$0.00	94.77%	1.60%	1.60%
MIR	Mirraboopa Investments	Medium/Small	\$60.9	\$17.4	3.7x	2.4x	\$0.35	18.53%	0.50%	0.50%
QVE	QV Equities	Medium/Small	\$17.4	\$5.0	1.6x	1.1x	\$0.07	27.20%	1.10%	1.10%
WAX	WAM Research	Medium/Small	\$74.1	\$5.4	3.9x	0.7x	\$0.09	217.80%	1.56%	3.95%
CDM	Cadence Capital	Medium/Small	\$63.8	-\$2.9	5.3x	-0.6x	-\$0.03	294.90%	2.06%	5.18%
WIC	Westoz Investment	Medium/Small	\$61.4	\$3.5	7.6x	1.0x	\$0.09	55.37%	1.26%	5.39%
TOP	Thorney Opportunities	Medium/Small	\$133.1	-\$0.2	31.1x	-0.1x	\$0.00	27.07%	2.17%	6.52%
RYD	Ryder Capital	Medium/Small	\$28.4	\$7.6	6.5x	4.0x	\$0.40	40.79%	1.66%	7.75%
TEK	Thorney Technologies	Medium/Small	\$144.5	\$0.0	n/a	n/a	\$0.00	35.97%	2.70%	13.16%
WAA	WAM Active	Medium/Small	\$3.7	\$0.8	1.2x	0.6x	\$0.05	349.14%	3.13%	6.42%
NAC	Naos Ex-50 Opportunities	Medium/Small	\$24.1	\$0.3	9.2x	0.3x	\$0.02	139.30%	3.31%	8.71%
WMI	WAM Microcap	Small/Micro	\$79.6	\$12.5	5.8x	2.1x	\$0.21	194.18%	1.52%	4.11%
SEC	Spheria Emerging Companies	Small/Micro	\$45.8	\$4.7	8.9x	2.1x	\$0.25	53.64%	1.53%	3.80%
NSC	Naos Small Cap Opportunities	Small/Micro	\$32.8	\$1.0	4.2x	0.3x	\$0.02	65.02%	2.57%	2.57%
NCC	Naos Emerging Opportunities	Small/Micro	\$35.0	\$0.1	7.4x	0.1x	\$0.01	60.35%	2.32%	2.32%
ACQ	Acorn Capital Investment	Small/Micro	\$41.7	-\$1.0	8.5x	-0.5x	-\$0.05	62.27%	2.26%	5.14%
OZG	Ozgrowth	Small/Micro	\$37.7	\$1.4	16.5x	1.5x	\$0.01	60.81%	1.42%	10.07%
DJW	Djerriwarrh Investments	Income	\$58.3	\$22.9	2.3x	2.1x	\$0.33	35.72%	0.59%	0.59%
PL8	Plato Income Maximiser	Income	\$60.4	\$2.5	2.8x	0.3x	\$0.02	0.91%	0.96%	0.96%
SNC	Sandon Capital Investments	Activist	\$31.1	\$10.7	5.7x	4.6x	\$0.32	13.08%	2.31%	10.75%
FGX	Future Generation Investment	Fund of Funds	\$96.8	-\$5.2	4.6x	-0.6x	-\$0.04	0.00%	0.54%	0.54%

SOURCE: COMPANY DATA, IRESS, BELL POTTER. AS AT 30 JUNE 2021.

*LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID, EXCLUDING SPECIAL DIVIDENDS/DISTRIBUTIONS.

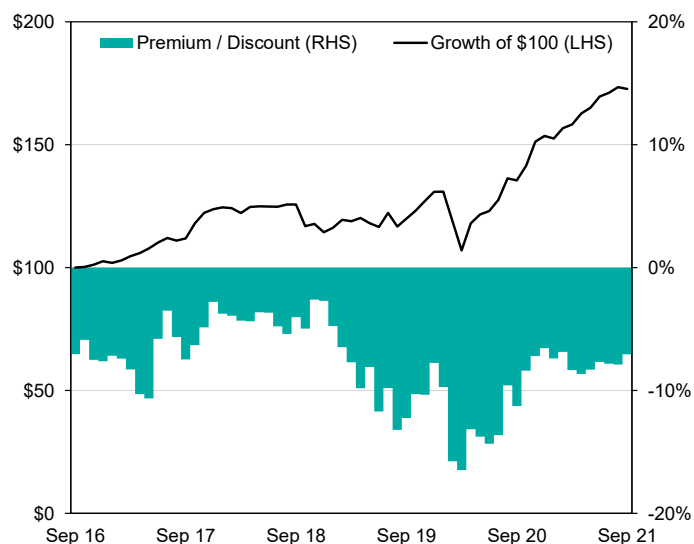
REPORTED PROFIT RESERVES HAVE BEEN ADJUSTED FOR DIVIDENDS DECLARED BUT NOT RECOGNISED FOR 1H FY21.

TURNOVER RATIO QUANTIFIES THE AMOUNT TO WHICH THE FUND'S PORTFOLIO HAS CHANGED WITHIN THE GIVEN TIME PERIOD. PORTFOLIO TURNOVER IS CALCULATED USING THE LESSER OF PURCHASES AND SALES FROM THE TRADING AND INVESTMENT PORTFOLIOS, DIVIDED BY AVERAGE PRE-TAX NTA/NAV FOR THE FULL-YEAR TIMES THE WEIGHTED AVERAGE NUMBER OF SHARES/UNITS OUTSTANDING FOR FY21.

INDIRECT COST RATIO (ICR) MEASURES THE MANAGEMENT COSTS AS WELL AS OTHER COSTS THAT ARE DEDUCTED FROM THE ASSETS OF THE LIC/LIT. PERFORMANCE FEES, IF PAYABLE, ARE INCLUDED IN THE SECONDARY ICR CALCULATION, WHICH MAY CAUSE FLUCTUATIONS FROM YEAR TO YEAR. DUE TO THIS, A HIGHER ICR ISN'T NECESSARILY A NEGATIVE AS IT MAY BE THE RESULT OF A PERIOD OF OUTPERFORMANCE. COSTS INVOLVED IN BORROWING AND HAVE BEEN EXCLUDED, WHILST SHORTING ACTIVITIES AND BROKERAGE HAVE BEEN INCLUDED. COSTS ARE THEN DIVIDED BY AVERAGE PRE-TAX NTA/NAV FOR THE FULL-YEAR TIMES THE WEIGHTED AVERAGE NUMBER OF SHARES/UNITS OUTSTANDING FOR FY21.

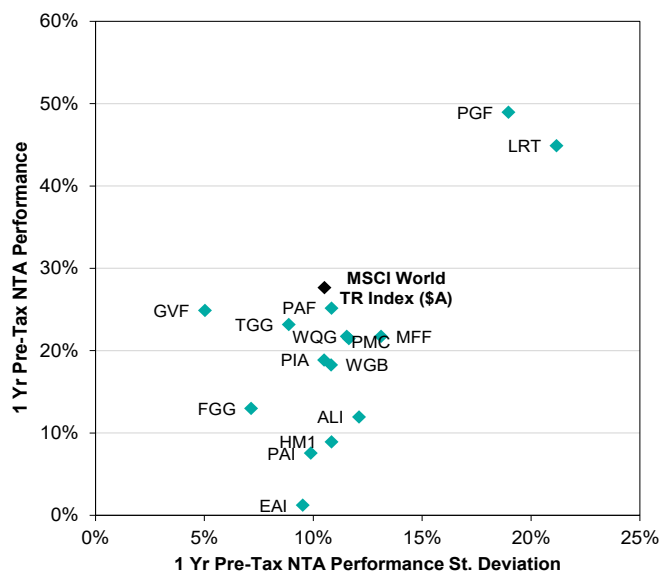
Global Equity LIC/LIT Summary

Figure 25 - 5yr Market Growth of Global Equity LIC/LITs



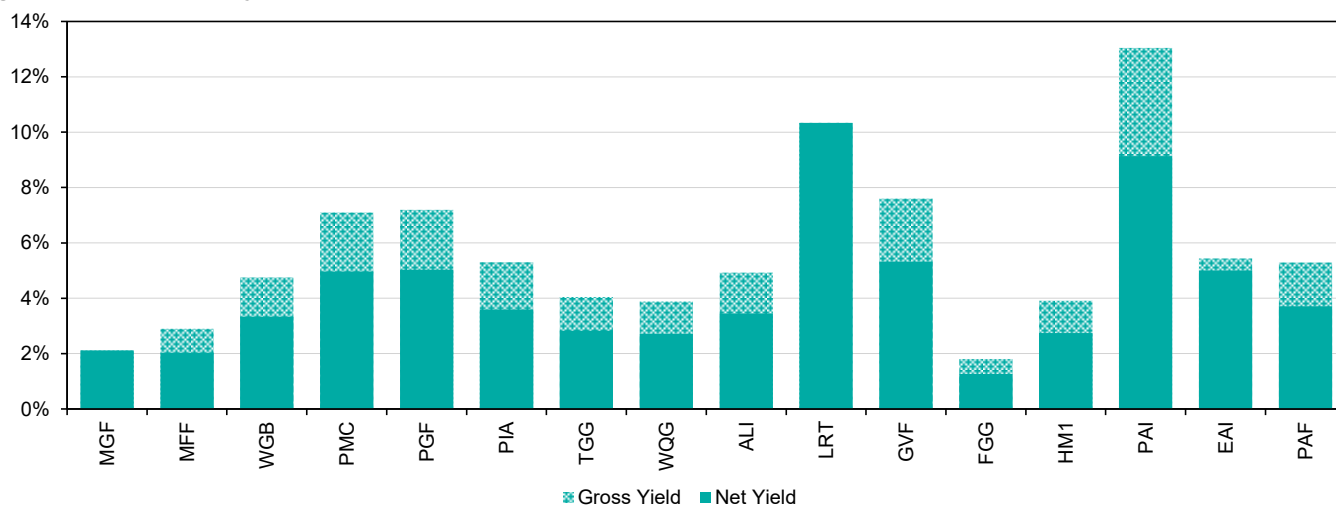
SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 26 - 1yr Pre-Tax NTA Performance v Standard Dev.



SOURCE: COMPANY DATA, IRESS, BELL POTTER. AS AT 30 SEPTEMBER 2021.

Figure 27 - Global Equity LIC/LIT Dividend Yield (Net and Gross)



SOURCE: COMPANY DATA, IRESS, BELL POTTER. BASED ON LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID. AS AT 30 SEPTEMBER 2021.

Global Equity - NTA Summary

Figure 28 - Global Equity LIC/LIT Share Price Premium/Discount to NTA

ASX Code	Company/Trust Name	Investment Mandate	Market Cap (m)	Share/ Unit Price	Pre-tax NT/NAV	Prem/ Disc	Post-tax NT/NAV	Prem/ Disc
MGF	Magellan Global Fund (Closed CIs)	Global	\$2,950.9	\$1.74	\$1.94	-10.7%	\$1.94	-10.7%
MFF	MFF Capital Investments	Global	\$1,684.4	\$2.96	\$3.37	-12.1%	\$2.87	3.2%
WGB	WAM Global	Global	\$641.5	\$2.66	\$2.71	-1.9%	\$2.65	0.5%
PMC	Platinum Capital	Global	\$413.4	\$1.41	\$1.62	-13.0%	\$1.55	-9.2%
PGF	PM Capital Global Opportunities	Global	\$581.3	\$1.49	\$1.66	-10.1%	\$1.48	0.4%
PIA	Pengana International Equities	Global	\$362.5	\$1.42	\$1.48	-4.1%	\$1.43	-0.5%
TGG	Templeton Global Growth Fund	Global	\$315.0	\$1.59	\$1.68	-5.5%	\$1.58	0.7%
WQG	WCM Global Growth	Global	\$302.7	\$1.65	\$1.77	-6.8%	\$1.59	3.7%
ALI	Argo Global Listed Infrastructure	Global (Infrastructure)	\$355.9	\$2.32	\$2.36	-1.7%	\$2.30	0.9%
LRT	Lowell Resources Fund	Global (Jnr Resources)	\$42.6	\$1.45	\$1.86	-22.0%	\$1.86	-22.0%
GVF	Global Value Fund	Global (Disc Capture)	\$205.0	\$1.19	\$1.23	-3.6%	\$1.16	2.4%
FGG	Future Generation Global Investment	Global (Fund of Funds)	\$622.8	\$1.59	\$1.75	-9.2%	\$1.62	-1.9%
HM1	Hearts and Minds Investments	Global (High Conviction)	\$990.0	\$4.38	\$4.04	8.4%	\$3.88	12.9%
PAI	Platinum Asia Investments	Asia	\$402.0	\$1.10	\$1.23	-11.2%	\$1.18	-7.5%
EAI	Ellerston Asian Investments	Asia	\$144.1	\$1.10	\$1.17	-6.3%	\$1.17	-6.2%
PAF	PM Capital Asian Opportunities	Asia	\$61.8	\$1.08	\$1.11	-3.0%	\$1.09	-1.3%
Arithmetic Average (Global)						-7.1%		-2.2%
Arithmetic Average (Investment Mandate - Equities)						-8.0%		-1.5%
Arithmetic Average (Investment Mandate - Asia)						-6.8%		-5.0%
Weighted Average (Global)						-7.4%		-2.1%

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Global Equity - Dividend Summary

Figure 29 - Global Equity LIC/LIT Historical Dividend Yield

ASX Code	Company/Trust Name	Investment Mandate	Market Cap (m)	Share/ Unit Price	Dividend LTM*	Net Yield	Franking	Gross Yield
MGF	Magellan Global Fund (Closed CIs)	Global	\$2,950.9	\$1.74	\$0.037	2.1%	0%	2.1%
MFF	MFF Capital Investments	Global	\$1,684.4	\$2.96	\$0.060	2.0%	100%	2.9%
WGB	WAM Global	Global	\$641.5	\$2.66	\$0.088	3.3%	100%	4.8%
PMC	Platinum Capital	Global	\$413.4	\$1.41	\$0.070	5.0%	100%	7.1%
PGF	PM Capital Global Opportunities	Global	\$581.3	\$1.49	\$0.075	5.0%	100%	7.2%
PIA	Pengana International Equities	Global	\$362.5	\$1.42	\$0.051	3.6%	100%	5.3%
TGG	Templeton Global Growth Fund	Global	\$315.0	\$1.59	\$0.045	2.8%	100%	4.0%
WQG	WCM Global Growth	Global	\$302.7	\$1.65	\$0.045	2.7%	100%	3.9%
ALI	Argo Global Listed Infrastructure	Global (Infrastructure)	\$355.9	\$2.32	\$0.080	3.4%	100%	4.9%
LRT	Lowell Resources Fund	Global (Jnr Resources)	\$42.6	\$1.45	\$0.150	10.3%	0%	10.3%
GVF	Global Value Fund	Global (Disc Capture)	\$205.0	\$1.19	\$0.063	5.3%	100%	7.6%
FGG	Future Generation Global Investment	Global (Fund of Funds)	\$622.8	\$1.59	\$0.020	1.3%	100%	1.8%
HM1	Hearts and Minds Investments	Global (High Conviction)	\$990.0	\$4.38	\$0.120	2.7%	100%	3.9%
PAI	Platinum Asia Investments	Asia	\$402.0	\$1.10	\$0.100	9.1%	100%	13.0%
EAI	Ellerston Asian Investments	Asia	\$144.1	\$1.10	\$0.055	5.0%	100%	5.4%
PAF	PM Capital Asian Opportunities	Asia	\$61.8	\$1.08	\$0.040	3.7%	100%	5.3%
Arithmetic Average (Global)						4.2%		5.6%
Arithmetic Average (Investment Mandate - Equities)						3.3%		4.7%
Arithmetic Average (Investment Mandate - Asia)						5.9%		7.9%
Weighted Average (Global)						3.0%		4.0%

SOURCE: COMPANY DATA, IRESS, BELL POTTER. *LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID, EXCLUDING SPECIAL DIVIDENDS/DISTRIBUTIONS. EXCLUDING ELLERSTON ASIAN INVESTMENTS, FRANKING CALCULATIONS ASSUME A COMPANY TAX RATE OF 30%.

Global Equity - Pre-Tax NTA & Share Price Performance Summary

Figure 30 - Global Equity LIC/LIT Pre-Tax NTA Performance

ASX Code	Company/Trust Name	Investment Mandate	Pre-tax NTA/NAV									
			Performance (%)					Value-add+ (%)				
			3m	6m	1y	3y	5y	3m	6m	1y	3y	5y
MGF	Magellan Global Fund (Closed CIs)	Global	0.5	8.8	-	-	-	-3.4	-4.8	-	-	-
MFF	MFF Capital Investments	Global	2.7	12.1	21.8	9.1	15.7	-1.2	-1.7	-6.3	-4.2	0.6
WGB	WAM Global	Global	1.5	6.2	18.4	9.8	-	-2.4	-7.4	-9.4	-3.4	-
PMC	Platinum Capital	Global	-1.0	0.0	21.6	4.1	7.3	-3.8	-12.2	-5.1	-8.6	-7.3
PGF	PM Capital Global Opportunities	Global	0.2	7.4	49.0	10.9	14.8	-3.6	-5.9	21.2	-2.2	-0.3
PIA	Pengana International Equities	Global	1.9	8.3	18.9	11.8	5.4	-2.0	-5.3	-8.9	-1.4	-9.7
TGG	Templeton Global Growth Fund	Global	1.0	5.0	23.3	6.5	9.0	-1.8	-7.2	-3.4	-6.2	-5.6
WQG	WCM Global Growth	Global	2.3	14.0	21.8	13.6	-	-0.7	1.5	-5.4	0.3	-
ALI	Argo Global Listed Infrastructure	Global (Infrastructure)	2.3	7.4	12.0	5.4	6.4	-1.4	-0.8	-3.0	-2.4	-1.9
LRT	Lowell Resources Fund	Global (Jnr Resources)	17.2	22.8	45.0	44.6	-	14.9	6.6	9.0	35.3	-
GVF	Global Value Fund	Global (Disc Capture)	4.8	11.9	25.0	10.0	8.8	3.8	9.9	20.9	5.3	3.6
FGG	Future Generation Global Investment	Global (Fund of Funds)	-0.7	4.5	13.1	9.1	11.4	-3.5	-7.7	-13.6	-3.6	-3.2
HM1	Hearts and Minds Investments	Global (High Conviction)	-3.8	7.1	9.0	-	-	-7.7	-6.5	-18.8	-	-
PAI	Platinum Asia Investments	Asia	-5.1	-4.0	7.6	9.6	9.7	0.7	-3.2	-6.2	0.3	-1.8
EAI	Ellerston Asian Investments	Asia	-8.2	-4.4	1.3	5.8	5.7	-1.8	-2.4	-10.5	-1.2	-3.4
PAF	PM Capital Asian Opportunities	Asia	1.1	3.3	25.3	1.7	5.2	6.9	4.1	11.5	-7.6	-6.3
Arithmetic Average (Global)			1.1	6.9	20.9	10.9	9.0	-0.4	-2.7	-1.9	0.0	-3.2
Arithmetic Average (Investment Mandate - Equities)			1.1	7.7	25.0	9.4	10.4	-2.4	-5.4	-2.5	-3.7	-4.5
Arithmetic Average (Investment Mandate - Asia)			-4.1	-1.7	11.4	5.7	6.9	1.9	-0.5	-1.7	-2.8	-3.8
Weighted Average (Global)			0.4	7.7	13.9			-2.7	-4.4	-3.9		

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Global Equity - Pre-Tax NTA & Share Price Performance Summary

Figure 31 - Global Equity LIC/LIT Share Price Performance

ASX Code	Company/Trust Name	Investment Mandate	Share/Unit Price									
			Performance (%)					Value-add+ (%)				
			3m	6m	1y	3y	5y	3m	6m	1y	3y	5y
MGF	Magellan Global Fund (Closed CIs)	Global	-2.2	9.6	-	-	-	-6.1	-4.0	-	-	-
MFF	MFF Capital Investments	Global	2.8	11.6	17.8	7.3	15.8	-1.1	-2.2	-10.3	-6.0	0.7
WGB	WAM Global	Global	1.5	7.2	36.8	10.6	-	-2.4	-6.4	9.0	-2.6	-
PMC	Platinum Capital	Global	-4.7	-5.3	16.9	-4.1	4.1	-7.5	-17.5	-9.8	-16.8	-10.5
PGF	PM Capital Global Opportunities	Global	-3.1	18.5	60.2	9.6	16.3	-6.9	5.2	32.4	-3.5	1.2
PIA	Pengana International Equities	Global	8.6	21.9	27.1	12.5	5.8	4.7	8.3	-0.7	-0.7	-9.3
TGG	Templeton Global Growth Fund	Global	0.6	8.5	38.6	8.0	11.0	-2.2	-3.7	11.9	-4.7	-3.6
WQG	WCM Global Growth	Global	2.4	8.9	28.6	17.2	-	-0.6	-3.6	1.4	3.9	-
ALI	Argo Global Listed Infrastructure	Global (Infrastructure)	8.5	15.4	17.3	10.0	8.7	4.8	7.2	2.3	2.2	0.4
LRT	Lowell Resources Fund	Global (Jnr Resources)	-3.3	19.9	32.9	43.3	-	-5.6	3.7	-3.1	34.0	-
GVF	Global Value Fund	Global (Disc Capture)	7.8	9.2	24.5	9.0	8.5	6.6	3.6	12.6	3.2	1.7
FGG	Future Generation Global Investment	Global (Fund of Funds)	2.9	5.7	22.8	5.8	9.7	0.1	-6.5	-3.9	-6.9	-4.9
HM1	Hearts and Minds Investments	Global (High Conviction)	1.4	2.0	24.2	-	-	-2.5	-11.6	-3.6	-	-
PAI	Platinum Asia Investments	Asia	-6.4	-9.3	6.4	2.7	8.4	-0.6	-8.5	-7.4	-6.6	-3.1
EAI	Ellerston Asian Investments	Asia	-5.8	-2.6	7.9	5.3	6.9	0.6	-0.6	-3.9	-1.7	-2.2
PAF	PM Capital Asian Opportunities	Asia	16.9	20.1	45.8	0.9	6.8	22.7	20.9	32.0	-8.4	-4.7
Arithmetic Average (Global)			1.7	8.8	27.2	9.9	9.3	0.3	-1.0	3.9	-1.0	-3.1
Arithmetic Average (Investment Mandate - Equities)			0.7	10.1	32.3	8.7	10.6	-2.8	-3.0	4.8	-4.3	-4.3
Arithmetic Average (Investment Mandate - Asia)			1.6	2.7	20.0	3.0	7.4	7.6	3.9	6.9	-5.6	-3.3
Weighted Average (Global)			0.5	8.5	18.2			-2.6	-3.7	0.3		

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Global Equity - Profit Reserve and Indirect Cost Ratio Summary

Figure 32 - Global Equity LIC/LIT Profit Reserve and Indirect Cost Ratio Summary

ASX Code	Company/Trust Name	Investment Mandate	Dividend Reserve* (m)	Franking Reserve* (m)	LTM Net Div Cover^	LTM Gross Div Cover^	Max Div (Fully Franked)	Turnover Ratio	ICR Excluding Perf. Fees	ICR Including Perf. Fees
MGF	Magellan Global Fund	Global	\$0.0	\$0.0	0.0x	0.0x	\$0.00	18.26%	0.80%	0.80%
MFF	MFF Capital Investments	Global	\$441.3	\$98.5	13.2x	6.9x	\$0.59	45.33%	0.42%	0.42%
WGB	WAM Global	Global	\$114.8	\$16.2	6.0x	2.0x	\$0.25	117.36%	1.59%	1.59%
PMC	Platinum Capital	Global	\$115.4	\$4.0	5.7x	0.5x	\$0.05	64.04%	1.45%	1.45%
PGF	PM Capital Global Opportunities	Global	\$41.7	\$25.7	1.6x	2.3x	\$0.24	37.21%	1.28%	2.01%
PIA	Pengana International Equities	Global	\$155.0	\$12.0	11.9x	2.2x	\$0.16	135.84%	1.68%	1.68%
TGG	Templeton Global Growth Fund	Global	\$5.8	\$0.4	0.6x	0.1x	\$0.01	63.84%	0.81%	0.81%
WQG	WCM Global Growth	Global	\$87.6	\$6.4	11.0x	1.9x	\$0.12	26.71%	1.67%	1.67%
ALI	Argo Global Listed Infrastructure	Global (Infrastructure)	\$31.1	\$6.0	2.6x	1.2x	\$0.13	69.12%	1.60%	1.60%
GVF	Global Value Fund	Global (Multi Asset)	\$29.0	\$1.9	2.9x	0.4x	\$0.04	158.39%	2.56%	6.30%
LRT	Lowell Resources Fund	Global (Resources)	\$0.0	\$0.0	0.0x	0.0x	\$0.00	40.84%	3.34%	9.21%
FGG	Future Generation Global Investment Global (Fund of Funds)	Global (Fund of Funds)	\$170.8	-\$5.1	21.7x	-1.5x	-\$0.04	2.83%	0.52%	0.52%
HM1	Hearts and Minds Investments	Global (High Conviction	\$166.7	\$72.7	6.2x	6.3x	\$1.08	58.33%	1.56%	1.56%
PAI	Platinum Asia Investments	Asia	\$96.4	\$13.9	2.6x	0.9x	\$0.13	79.42%	1.52%	1.52%
EAI	Ellerston Asian Investments	Asia	\$4.6	\$9.1	0.6x	2.9x	\$0.23	178.31%	1.34%	2.18%
PAF	PM Capital Asian Opportunities	Asia	\$2.1	\$5.0	0.9x	5.1x	\$0.29	19.61%	1.77%	1.77%

SOURCE: COMPANY DATA, IRESS, BELL POTTER. AS AT 30 JUNE 2021.

*LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID, EXCLUDING SPECIAL DIVIDENDS/DISTRIBUTIONS.

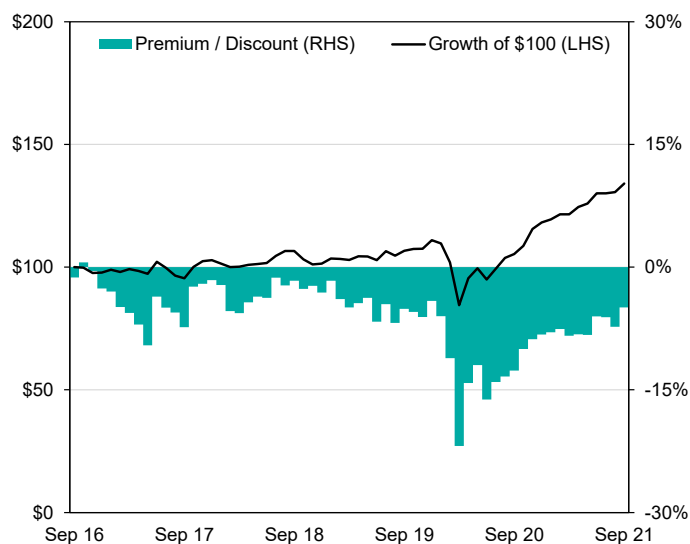
REPORTED PROFIT RESERVES HAVE BEEN ADJUSTED FOR DIVIDENDS DECLARED BUT NOT RECOGNISED FOR 1H FY21.

TURNOVER RATIO QUANTIFIES THE AMOUNT TO WHICH THE FUND'S PORTFOLIO HAS CHANGED WITHIN THE GIVEN TIME PERIOD. PORTFOLIO TURNOVER IS CALCULATED USING THE LESSER OF PURCHASES AND SALES FROM THE TRADING AND INVESTMENT PORTFOLIOS, DIVIDED BY AVERAGE PRE-TAX NTA/NAV FOR THE FULL-YEAR TIMES THE WEIGHTED AVERAGE NUMBER OF SHARES/UNITS OUTSTANDING FOR FY21.

INDIRECT COST RATIO (ICR) MEASURES THE MANAGEMENT COSTS AS WELL AS OTHER COSTS THAT ARE DEDUCTED FROM THE ASSETS OF THE LIC/LIT. PERFORMANCE FEES, IF PAYABLE, ARE INCLUDED IN THE SECONDARY ICR CALCULATION, WHICH MAY CAUSE FLUCTUATIONS FROM YEAR TO YEAR. DUE TO THIS, A HIGHER ICR ISN'T NECESSARILY A NEGATIVE AS IT MAY BE THE RESULT OF A PERIOD OF OUTPERFORMANCE. COSTS INVOLVED IN BORROWING AND HAVE BEEN EXCLUDED, WHILST SHORTING ACTIVITIES AND BROKERAGE HAVE BEEN INCLUDED. COSTS ARE THEN DIVIDED BY AVERAGE PRE-TAX NTA/NAV FOR THE FULL-YEAR TIMES THE WEIGHTED AVERAGE NUMBER OF SHARES/UNITS OUTSTANDING FOR FY21.

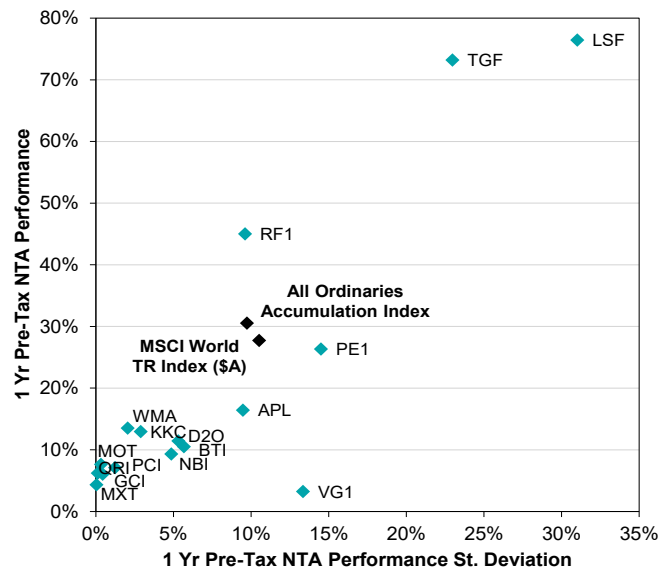
Alternative Strategy LIC/LIT Summary

Figure 33 - 5yr Market Growth of Alt. Strategy LIC/LITs



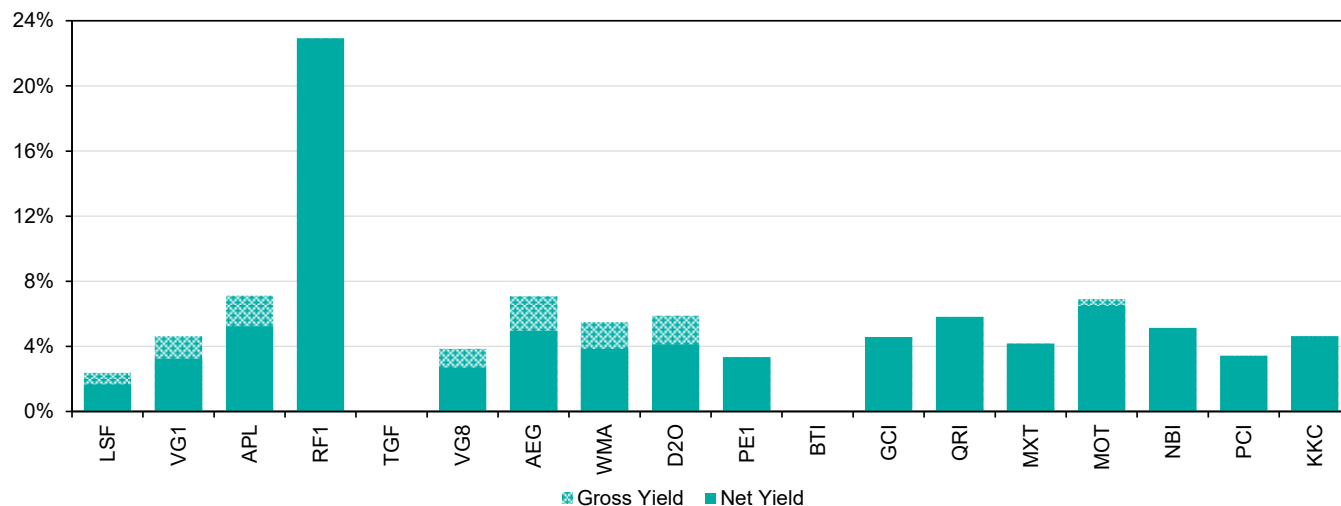
SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 34 - 1yr Pre-Tax NTA Performance v Standard Dev.



SOURCE: COMPANY DATA, IRESS, BELL POTTER. AS AT 30 SEPTEMBER 2021.

Figure 35 - Alternative Strategy LIC/LIT Dividend Yield (Net and Gross)



SOURCE: COMPANY DATA, IRESS, BELL POTTER. BASED ON LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID. AS AT 30 SEPTEMBER 2021.

Alternative Strategy - NTA Summary

Figure 36 - Alternative Strategy LIC/LIT Share Price Premium/Discount to NTA

ASX Code	Company/Trust Name	Investment Mandate	Market Cap (m)	Share/ Unit Price	Pre-tax NT/NAV	Prem/ Disc	Post-tax NT/NAV	Prem/ Disc
LSF	L1 Long Short Fund	Long/Short (Global)	\$1,650	\$2.72	\$3.08	-11.8%	\$2.81	-3.2%
VG1	VGI Partners Global Investments	Long/Short (Global)	\$835	\$2.16	\$2.37	-8.9%	\$2.37	-8.9%
APL	Antipodes Global Investment	Long/Short (Global)	\$556	\$1.15	\$1.19	-3.5%	\$1.18	-3.3%
RF1	Regal Investment Fund	Long/Short (Global)	\$537	\$4.63	\$3.78	22.5%	\$3.78	22.5%
TGF	Tribeca Global Natural Resources	Long/Short (Global)	\$140	\$2.27	\$2.71	-16.1%	\$2.65	-14.3%
VG8	VGI Partners Asian Investments	Long/Short (Asia)	\$454	\$2.04	\$2.48	-17.7%	\$2.48	-17.7%
AEG	Absolute Equity Performance	Long/Short	\$97	\$1.05	\$1.13	-6.8%	\$1.12	-6.4%
WMA	WAM Alternative Assets	Private Assets	\$202	\$1.04	\$1.18	-11.8%	\$1.16	-10.1%
D2O	Duxton Water	Water Entitlements	\$172	\$1.44	\$1.93	-25.6%	\$1.72	-16.6%
PE1	Pengana Private Equity Trust	Private Equity (Global)	\$348	\$1.45	\$1.47	-1.4%	\$1.47	-1.4%
BTI	Bailador Technology Investments	Private Equity (Tech)	\$220	\$1.56	\$1.50	4.0%	\$1.34	16.4%
GCI	Gryphon Capital Income Trust	Fixed Income	\$479	\$2.02	\$2.02	-0.2%	\$2.02	-0.2%
QRI	Qualitas Real Estate Income Fund	Fixed Income	\$444	\$1.66	\$1.60	3.6%	\$1.60	3.6%
MXT	MCP Master Income Trust	Fixed Income	\$1,508	\$2.05	\$2.00	2.4%	\$2.00	2.4%
MOT	MCP Income Opportunities Trust	Fixed Income	\$411	\$2.06	\$2.03	1.3%	\$2.03	1.3%
NBI	NB Global Corporate Income Trust	Fixed Income	\$857	\$1.92	\$2.01	-4.5%	\$2.01	-4.5%
PCI	Perpetual Credit Income Trust	Fixed Income	\$427	\$1.07	\$1.11	-4.3%	\$1.11	-4.3%
KKC	KKR Credit Income Fund	Fixed Income	\$840	\$2.27	\$2.52	-10.0%	\$2.52	-10.0%
Arithmetic Average (Alternative Strategy)						-4.9%		-3.0%
Arithmetic Average (Mandate - Long Short (Global))						-3.6%		-1.4%
Arithmetic Average (Mandate - Private Equity & Assets)						-8.7%		-2.9%
Arithmetic Average (Mandate - Fixed Income)						-1.7%		-1.7%
Weighted Average (Alternative Strategy)						-4.2%		-2.3%

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Alternative Strategy - Dividend Summary

Figure 37 - Alternative Strategy LIC/LIT Historic Dividend Yield

ASX Code	Company/Trust Name	Investment Mandate	Market Cap (m)	Share/ Unit Price	Dividend LTM*	Net Yield	Franking	Gross Yield
LSF	L1 Long Short Fund	Long/Short (Global)	\$1,650	\$2.72	\$0.045	1.7%	100%	2.4%
VG1	VGI Partners Global Investments	Long/Short (Global)	\$835	\$2.16	\$0.070	3.2%	100%	4.6%
APL	Antipodes Global Investment	Long/Short (Global)	\$556	\$1.15	\$0.060	5.2%	83%	7.1%
RF1	Regal Investment Fund	Long/Short (Global)	\$537	\$4.63	\$1.061	22.9%	0%	22.9%
TGF	Tribeca Global Natural Resources	Long/Short (Global)	\$140	\$2.27	\$0.000	0.0%	-	0.0%
VG8	VGI Partners Asian Investments	Long/Short (Asia)	\$454	\$2.04	\$0.055	2.7%	100%	3.9%
AEG	Absolute Equity Performance	Long/Short	\$97	\$1.05	\$0.052	5.0%	100%	7.1%
WMA	WAM Alternative Assets	Private Assets	\$202	\$1.04	\$0.040	3.8%	100%	5.5%
D2O	Duxton Water	Water Entitlements	\$172	\$1.44	\$0.059	4.1%	100%	5.9%
PE1	Pengana Private Equity Trust	Private Equity (Global)	\$348	\$1.45	\$0.048	3.3%	0%	3.3%
BTI	Bailador Technology Investments	Private Equity (Tech)	\$220	\$1.56	\$0.000	0.0%	-	0.0%
GCI	Gryphon Capital Income Trust	Fixed Income	\$479	\$2.02	\$0.092	4.6%	0%	4.6%
QRI	Qualitas Real Estate Income Fund	Fixed Income	\$444	\$1.66	\$0.097	5.8%	0%	5.8%
MXT	MCP Master Income Trust	Fixed Income	\$1,508	\$2.05	\$0.086	4.2%	0%	4.2%
MOT	MCP Income Opportunities Trust	Fixed Income	\$411	\$2.06	\$0.134	6.5%	15%	6.9%
NBI	NB Global Corporate Income Trust	Fixed Income	\$857	\$1.92	\$0.099	5.1%	0%	5.1%
PCI	Perpetual Credit Income Trust	Fixed Income	\$427	\$1.07	\$0.036	3.4%	0%	3.4%
KKC	KKR Credit Income Fund	Fixed Income	\$840	\$2.27	\$0.105	4.6%	0%	4.6%
Arithmetic Average (Alternative Strategy)						4.8%		5.4%
Arithmetic Average (Mandate - Long Short (Global))						6.6%		7.4%
Arithmetic Average (Mandate - Private Equity & Assets)						2.8%		3.7%
Arithmetic Average (Mandate - Fixed Income)						4.9%		4.9%
Weighted Average (Alternative Strategy)						4.8%		5.2%

SOURCE: COMPANY DATA, IRESS, BELL POTTER. *LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID, EXCLUDING SPECIAL DIVIDENDS/DISTRIBUTIONS. FRANKING ASSUMES A COMPANY TAX RATE OF 30%.

Alternative Strategy - Pre-Tax NTA & Share Price Performance Summary

Figure 38 - Alternative Strategy LIC/LIT Pre-Tax NTA Performance

ASX Code	Company/Trust Name	Investment Mandate	Pre-tax NTA/NAV									
			Performance (%)					Value-add+ (%)				
			3m	6m	1y	3y	5y	3m	6m	1y	3y	5y
LSF	L1 Long Short Fund	Long/Short (Global)	11.1	20.9	76.4	23.4	-	9.4	10.8	45.8	13.7	-
VG1	VGI Partners Global Investments	Long/Short (Global)	-9.9	-6.1	3.3	5.0	-	-13.8	-19.7	-24.5	-8.2	-
APL	Antipodes Global Investment	Long/Short (Global)	-1.8	0.1	16.4	3.5	-	-4.6	-12.1	-10.3	-9.2	-
RF1	Regal Investment Fund	Long/Short (Global)	11.5	21.2	45.0	-	-	11.5	21.1	44.9	-	-
TGF	Tribeca Global Natural Resources	Long/Short (Global)	5.7	20.1	73.2	-	-	3.9	8.2	23.6	-	-
VG8	VGI Partners Asian Investments	Long/Short (Asia)	-9.5	-10.1	-1.0	-	-	-8.9	-13.7	-18.6	-	-
AEG	Absolute Equity Performance	Long/Short	-5.5	9.7	-13.8	3.2	6.4	-5.5	9.6	-13.9	2.6	5.4
WMA	WAM Alternative Assets	Private Assets	1.4	6.9	13.5	-	-	-0.5	3.0	5.5	-	-
D2O	Duxton Water	Water Entitlements	6.0	9.6	11.5	-	-	4.1	5.7	3.5	-	-
PE1	Pengana Private Equity Trust	Private Equity (Global)	10.9	23.5	26.3	-	-	9.0	19.6	18.3	-	-
BTI	Bailador Technology Investments	Private Equity (Tech)	-1.1	0.3	10.5	10.0	5.7	-3.0	-3.6	2.5	2.0	-2.3
GCI	Gryphon Capital Income Trust	Fixed Income	1.0	2.8	6.1	5.1	-	0.1	1.0	2.5	1.0	-
QRI	Qualitas Real Estate Income Fund	Fixed Income	1.5	3.0	6.2	-	-	0.2	0.5	1.1	-	-
MXT	MCP Master Income Trust	Fixed Income	1.0	2.0	4.3	5.1	-	0.2	0.3	0.9	1.2	-
MOT	MCP Income Opportunities Trust	Fixed Income	1.7	3.6	7.7	-	-	0.0	0.2	0.7	-	-
NBI	NB Global Corporate Income Trust	Fixed Income	-0.2	1.8	9.3	5.6	-	-1.2	-0.3	5.1	1.4	-
PCI	Perpetual Credit Income Trust	Fixed Income	0.9	2.3	7.1	-	-	0.1	0.6	3.7	-	-
KKC	KKR Credit Income Fund	Fixed Income	1.5	4.0	13.0	-	-	0.5	2.0	9.0	-	-
Arithmetic Average (Alternative Strategy)			1.5	6.4	17.5	7.6	6.0	0.1	1.8	5.5	0.6	1.6
Arithmetic Average (Mandate - Long Short (Global))			3.3	11.2	42.9	10.6		1.3	1.7	15.9	-1.2	
Arithmetic Average (Mandate - Private Equity & Assets)			4.3	10.1	15.5	10.0	5.7	2.4	6.2	7.5	2.0	-2.3
Arithmetic Average (Mandate - Fixed Income)			1.1	2.8	7.7	5.3		0.0	0.6	3.3	1.2	
Weighted Average (Alternative Strategy)			2.1	6.3	22.0			0.6	1.2	9.1		

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Alternative Strategy - Pre-Tax NTA & Share Price Performance Summary

Figure 39 - Alternative Strategy LIC/LIT Share Price Performance

ASX Code	Company/Trust Name	Investment Mandate	Share/Unit Price									
			Performance (%)					Value-add+ (%)				
			3m	6m	1y	3y	5y	3m	6m	1y	3y	5y
LSF	L1 Long Short Fund	Long/Short (Global)	8.3	25.6	93.0	18.8	-	6.6	15.5	62.4	9.1	-
VG1	VGI Partners Global Investments	Long/Short (Global)	-9.6	1.6	21.9	-2.7	-	-13.5	-12.0	-5.9	-15.9	-
APL	Antipodes Global Investment	Long/Short (Global)	5.8	11.8	23.8	6.7	-	3.0	-0.4	-2.9	-6.0	-
RF1	Regal Investment Fund	Long/Short (Global)	0.4	29.2	82.2	-	-	-1.4	18.8	51.3	-	-
TGF	Tribeca Global Natural Resources	Long/Short (Global)	-3.4	15.2	93.2	-	-	-5.2	3.3	43.6	-	-
VG8	VGI Partners Asian Investments	Long/Short (Asia)	-13.9	-10.2	10.2	-	-	-13.3	-13.8	-7.4	-	-
AEG	Absolute Equity Performance	Long/Short	-2.2	7.6	-17.6	0.3	3.7	-4.2	-3.3	-49.1	-10.1	-7.1
WMA	WAM Alternative Assets	Private Assets	5.6	6.1	16.1	-	-	3.7	2.2	8.1	-	-
D2O	Duxton Water	Water Entitlements	1.1	8.7	13.1	5.6	9.9	-0.9	-2.2	-18.4	-4.8	-0.9
PE1	Pengana Private Equity Trust	Private Equity (Global)	26.0	30.9	30.2	-	-	24.1	27.0	22.2	-	-
BTI	Bailador Technology Investments	Private Equity (Tech)	18.4	12.5	60.7	22.0	9.2	16.5	8.6	52.7	14.0	1.2
GCI	Gryphon Capital Income Trust	Fixed Income	0.6	3.7	12.8	5.7	-	-0.3	1.9	9.2	1.6	-
QRI	Qualitas Real Estate Income Fund	Fixed Income	3.2	6.1	18.3	-	-	1.9	3.6	13.2	-	-
MXT	MCP Master Income Trust	Fixed Income	1.4	2.4	8.0	4.8	-	0.6	0.7	4.6	0.9	-
MOT	MCP Income Opportunities Trust	Fixed Income	2.3	6.9	15.3	-	-	0.6	3.5	8.3	-	-
NBI	NB Global Corporate Income Trust	Fixed Income	6.3	6.1	11.5	3.9	-	5.3	4.0	7.3	-0.3	-
PCI	Perpetual Credit Income Trust	Fixed Income	2.8	3.7	7.5	-	-	2.0	2.0	4.1	-	-
KKC	KKR Credit Income Fund	Fixed Income	0.9	12.4	18.4	-	-	-0.1	10.4	14.4	-	-
Arithmetic Average (Alternative Strategy)			3.0	10.0	28.8	7.2	7.6	1.4	3.9	12.1	-1.3	-2.3
Arithmetic Average (Mandate - Long Short (Global))			0.3	16.7	62.8	7.6		-2.1	5.0	29.7	-4.3	
Arithmetic Average (Mandate - Private Equity & Assets)			12.8	14.6	30.0	13.8	9.5	10.9	8.9	16.2	4.6	0.2
Arithmetic Average (Mandate - Fixed Income)			2.5	5.9	13.1	4.8		1.4	3.7	8.7	0.7	
Weighted Average (Alternative Strategy)			2.8	10.7	33.0			1.3	4.8	17.7		

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Alternative Strategy - Profit Reserve and Indirect Cost Ratio Summary

Figure 40 - Alternative Strategy LIC/LIT Profit Reserve and Indirect Cost Ratio Summary

ASX Code	Company/Trust Name	Investment Mandate	Dividend Reserve* (m)	Franking Reserve* (m)	LTM Net Div Cover^	LTM Gross Div Cover^	Max Div (Fully Franked)	Turnover Ratio	ICR Excluding Perf. Fees	ICR Including Perf. Fees
LSF	L1 Long Short Fund	Long/Short (Global)	\$486.8	\$17.8	17.4x	1.5x	\$0.10	188.23%	3.70%	12.76%
VG1	VGI Partners Global Investments	Long/Short (Global)	\$237.8	\$12.4	8.4x	1.0x	\$0.10	73.11%	1.73%	4.33%
APL	Antipodes Global Investment	Long/Short (Global)	\$70.2	\$1.7	2.4x	0.1x	\$0.01	101.34%	1.44%	1.44%
RF1	Regal Investment Fund	Long/Short (Global)	\$0.0	\$0.0	0.0x	0.0x	\$0.00	2700.08%	10.57%	22.09%
TGF	Tribeca Global Natural Resources	Long/Short (Global)	\$3.9	\$0.0	n/a	n/a	\$0.00	295.96%	3.43%	4.18%
VG8	VGI Partners Asian Investments	Long/Short (Asia)	\$77.5	\$7.2	6.3x	1.4x	\$0.11	69.95%	1.64%	4.08%
AEG	Absolute Equity Performance	Long/Short	\$33.8	\$0.4	7.1x	0.2x	\$0.01	212.25%	11.81%	11.94%
WMA	WAM Alternative Assets	Private Assets	\$17.0	\$1.1	2.2x	0.3x	\$0.02	0.79%	1.84%	1.84%
PE1	Pengana Private Equity Trust	Private Equity (Global)	\$0.0	\$0.0	0.0x	0.0x	\$0.00	0.00%	1.38%	1.38%
BTI	Bailador Technology Investments	Private Equity (Tech)	\$49.1	\$0.7	n/a	n/a	\$0.02	5.11%	3.04%	7.17%
GCI	Gryphon Capital Income Trust	Fixed Interest	\$0.0	\$0.0	0.0x	0.0x	\$0.00	14.66%	0.91%	0.91%
QRI	Qualitas Real Estate Income Fund	Fixed Income	\$0.0	\$0.0	0.0x	0.0x	\$0.00	0.00%	1.85%	1.85%
MXT	MCP Master Income Trust	Fixed Interest	\$0.0	\$0.0	0.0x	0.0x	\$0.00	0.00%	0.37%	0.37%
MOT	MCP Income Opportunities Trust	Fixed Interest	\$0.0	\$0.0	0.0x	0.0x	\$0.00	0.00%	1.41%	1.41%
NBI	NB Global Corporate Income Trust	Fixed Interest	\$0.0	\$0.0	0.0x	0.0x	\$0.00	77.52%	0.85%	0.85%
PCI	Perpetual Credit Income Trust	Fixed Interest	\$0.0	\$0.0	0.0x	0.0x	\$0.00	77.27%	0.97%	0.97%

SOURCE: COMPANY DATA, IRESS, BELL POTTER. AS AT 30 JUNE 2021.

*LAST 12 MONTH DIVIDENDS/DISTRIBUTIONS PAID, EXCLUDING SPECIAL DIVIDENDS/DISTRIBUTIONS.

REPORTED PROFIT RESERVES HAVE BEEN ADJUSTED FOR DIVIDENDS DECLARED BUT NOT RECOGNISED FOR 1H FY21.

TURNOVER RATIO QUANTIFIES THE AMOUNT TO WHICH THE FUND'S PORTFOLIO HAS CHANGED WITHIN THE GIVEN TIME PERIOD. PORTFOLIO TURNOVER IS CALCULATED USING THE LESSER OF PURCHASES AND SALES FROM THE TRADING AND INVESTMENT PORTFOLIOS, DIVIDED BY AVERAGE PRE-TAX NTA/NAV FOR THE FULL-YEAR TIMES THE WEIGHTED AVERAGE NUMBER OF SHARES/UNITS OUTSTANDING FOR FY21.

INDIRECT COST RATIO (ICR) MEASURES THE MANAGEMENT COSTS AS WELL AS OTHER COSTS THAT ARE DEDUCTED FROM THE ASSETS OF THE LIC/LIT. PERFORMANCE FEES, IF PAYABLE, ARE INCLUDED IN THE SECONDARY ICR CALCULATION, WHICH MAY CAUSE FLUCTUATIONS FROM YEAR TO YEAR. DUE TO THIS, A HIGHER ICR ISN'T NECESSARILY A NEGATIVE AS IT MAY BE THE RESULT OF A PERIOD OF OUTPERFORMANCE. COSTS INVOLVED IN BORROWING AND HAVE BEEN EXCLUDED, WHILST SHORTING ACTIVITIES AND BROKERAGE HAVE BEEN INCLUDED. COSTS ARE THEN DIVIDED BY AVERAGE PRE-TAX NTA/NAV FOR THE FULL-YEAR TIMES THE WEIGHTED AVERAGE NUMBER OF SHARES/UNITS OUTSTANDING FOR FY21.

Premium/Discount to NTA

We have categorised our universe of LIC/LITs according to the percentage premium or discount the share price trades at relative to the pre-tax NTA as at the end of September 2021.

Figure 41 - Domestic Equity Pre-Tax NTA Prem/Disc

ASX Code	Company/Trust name	%
TOP	Thorney Opportunities	-25.4%
NAC	Naos Ex-50 Opportunities	-25.3%
CIN	Carlton Investments	-22.0%
OZG	Ozgrowth	-21.2%
NSC	Naos Small Cap Opportunities	-17.8%
TEK	Thorney Technologies	-16.0%
WIC	Westoz Investment	-13.6%
SNC	Sandon Capital Investments	-12.7%
FSI	Flagship Investments	-12.0%
CDM	Cadence Capital	-11.3%
QVE	QV Equities	-10.3%
NCC	Naos Emerging Opportunities	-10.3%
PIC	Perpetual Equity Investment	-9.0%
DJW	Djerriwarrh Investments	-7.6%
SEC	Spheria Emerging Companies	-6.6%
RYD	Ryder Capital	-6.3%
AUI	Australian United Investment	-6.0%
DUI	Diversified United Investment	-5.9%

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 42 - Global Equity Pre-Tax NTA Prem/Disc

ASX Code	Company/Trust name	%
LRT	Lowell Resources Fund	-22.0%
PMC	Platinum Capital	-13.0%
MFF	MFF Capital Investments	-12.1%
PAI	Platinum Asia Investments	-11.2%
MGF	Magellan Global Fund (Closed Class)	-10.7%
PGF	PM Capital Global Opportunities	-10.1%
FGG	Future Generation Global Investment	-9.2%
WQG	WCM Global Growth	-6.8%
EAI	Ellerston Asian Investments	-6.3%
TGG	Templeton Global Growth Fund	-5.5%
PIA	Pengana International Equities	-4.1%
GVF	Global Value Fund	-3.6%
PAF	PM Capital Asian Opportunities	-3.0%
WGB	WAM Global	-1.9%
ALI	Argo Global Listed Infrastructure	-1.7%
HM1	Hearts and Minds Investments	8.4%

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

ASX Code	Company/Trust name	%
BKI	BKI Investment	-5.3%
FGX	Future Generation Investment	-4.3%
WAR	WAM Strategic Value	-3.8%
ARG	Argo Investments	-3.1%
AMH	AMCIL	-2.3%
WHF	Whitefield	-2.2%
CAM	Clime Capital	-0.5%
WAA	WAM Active	0.0%
ACQ	Acorn Capital Investment	0.3%
WLE	WAM Leaders	4.5%
MIR	Mirrabooka Investments	6.6%
AFI	AFIC	11.5%
OPH	Ophir High Conviction Fund	12.5%
PL8	Plato Income Maximiser	14.9%
WAM	WAM Capital	15.1%
WMI	WAM Microcap	21.6%
WAX	WAM Research	34.2%

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 43 - Alternative Strategy Pre-Tax NTA Prem/Disc

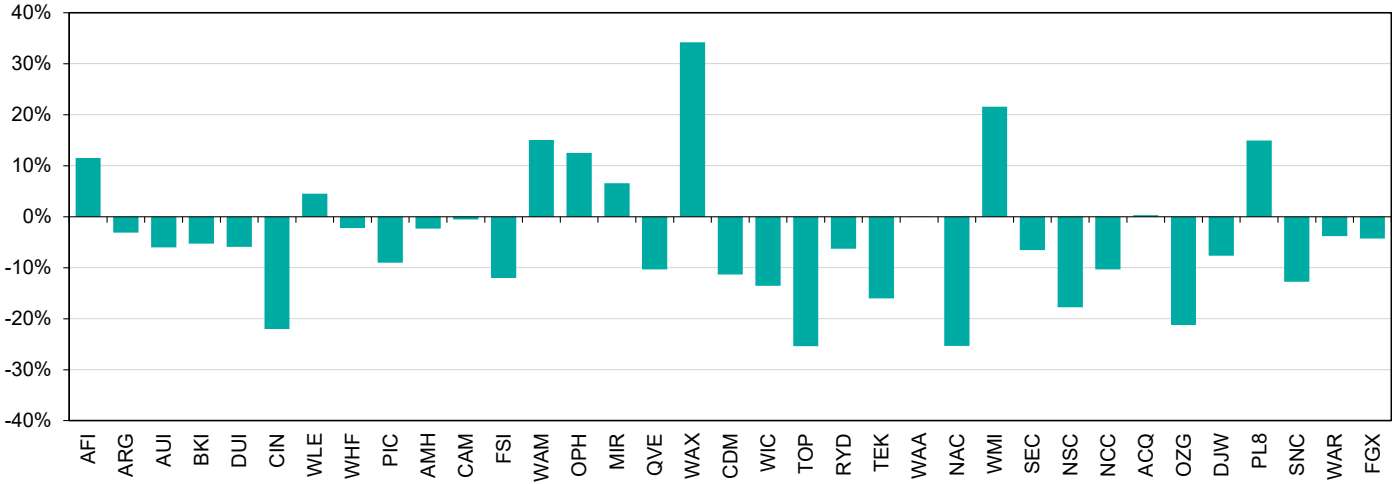
ASX Code	Company/Trust name	%
D2O	Duxton Water	-25.6%
VG8	VGI Partners Asian Investments	-17.7%
TGF	Tribeca Global Natural Resources	-16.1%
LSF	L1 Long Short Fund	-11.8%
WMA	WAM Alternative Assets	-11.8%
KKC	KKR Credit Income Fund	-10.0%
VG1	VGI Partners Global Investments	-8.9%
AEG	Absolute Equity Performance	-6.8%
NBI	NB Global Corporate Income Trust	-4.5%
PCI	Perpetual Credit Income Trust	-4.3%
APL	Antipodes Global Investment	-3.5%
PE1	Pengana Private Equity Trust	-1.4%
GCI	Gryphon Capital Income Trust	-0.2%
MOT	MCP Income Opportunities Trust	1.3%
MXT	MCP Master Income Trust	2.4%
QRI	Qualitas Real Estate Income Fund	3.6%
BTI	Bailador Technology Investments	4.0%
RF1	Regal Investment Fund	22.5%

SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Premium/Discount to NTA

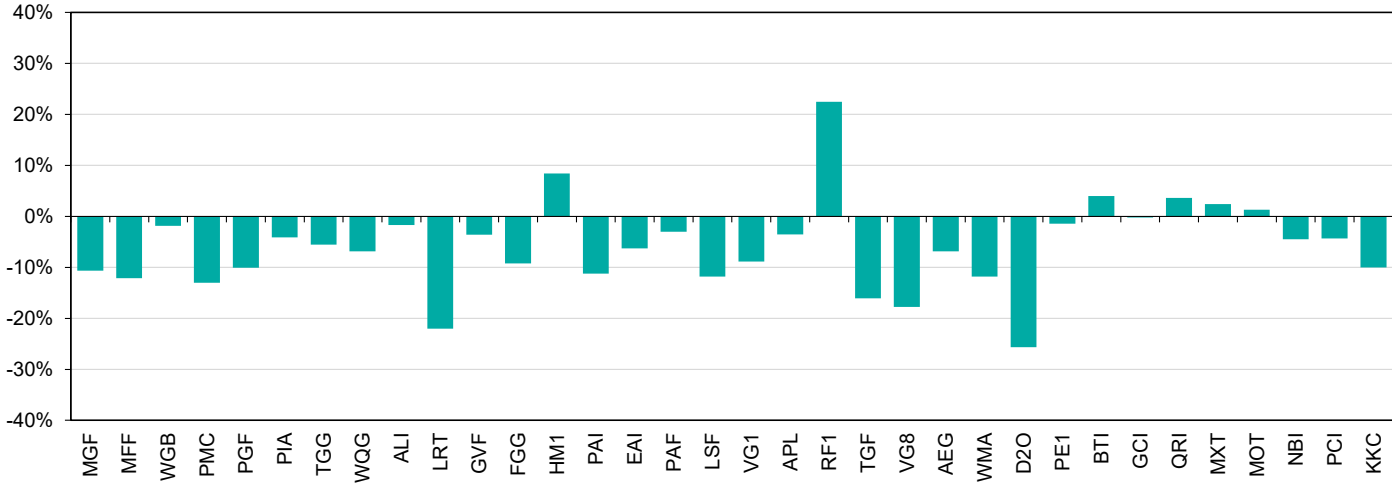
In the graph below we have provided a visualisation of the share price premium or discount to pre-tax NTA. Pre-tax NTA reflects the realised capital gains (tax applicable on positions that have been exited) but not unrealised capital gains (tax applicable on positions that have not been exited).

Figure 44 - Domestic Equity Pre-Tax NTA Prem/Disc



SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 45 - Global Equity and Alternative Strategy Pre-Tax NTA Prem/Disc

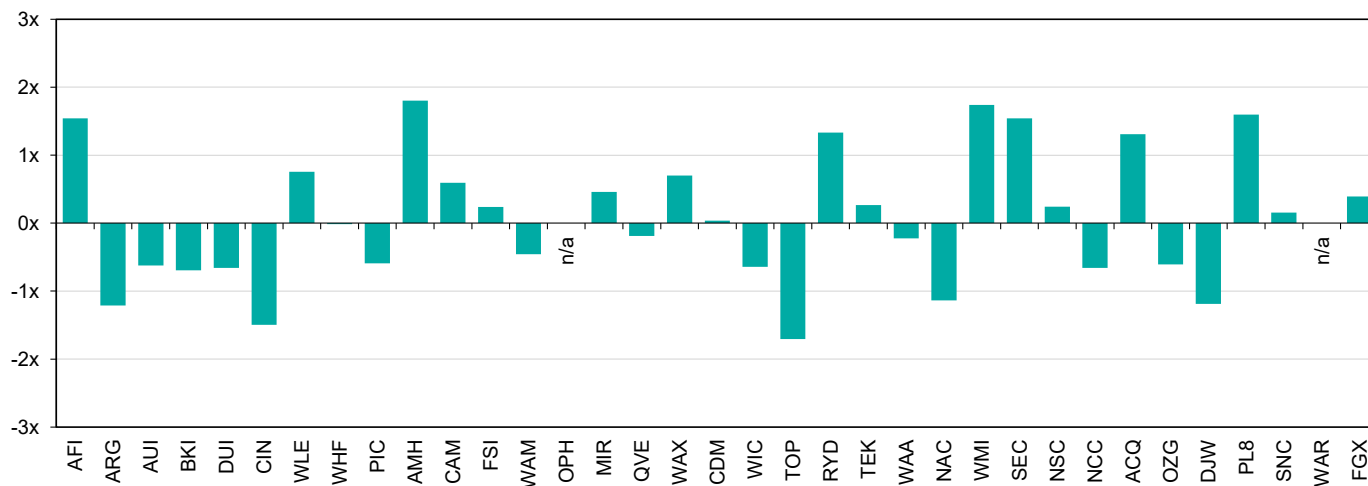


SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Premium/Discount to NTA

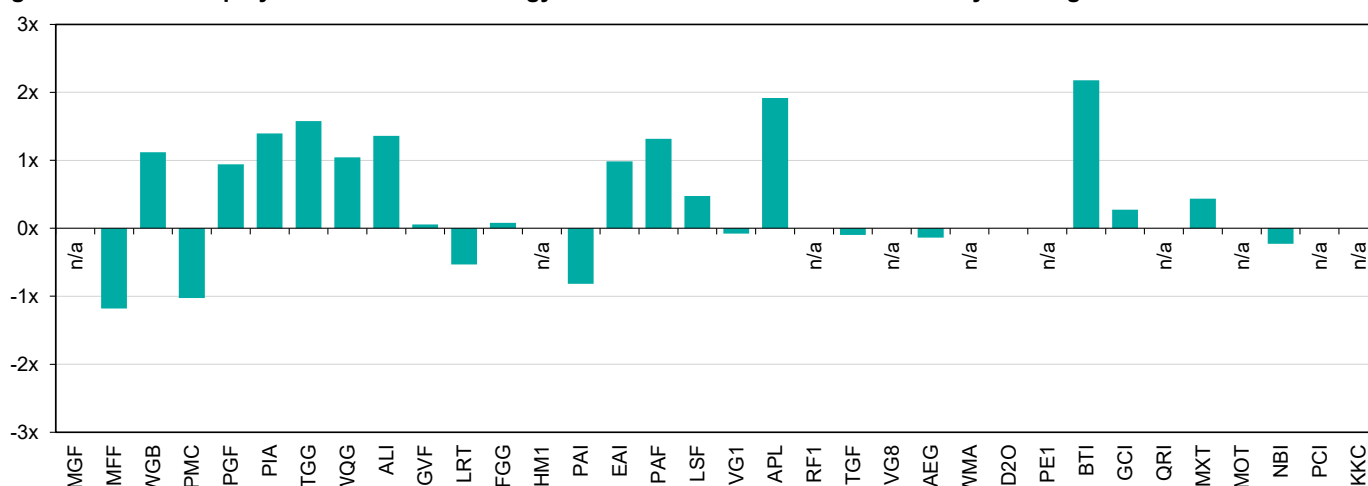
Due to the effects of mean reversion, LIC/LITs can often trade at a consistent premium or discount to NTA, with observable oscillation around this long-term figure. Standard deviation provides a comparable measure of the range in which a LIC/LIT's premium or discount normally falls. By determining each LIC/LIT's average premium/discount over a given period of time, we can look for anomalies between this trend and the current premium or discount to NTA. We have calculated each LIC/LIT's 3yr average (please note that a number of LIC/LITs have a history of less than 3 years and are therefore not included) share price premium/discount to reported pre-tax NTA, as well as its standard deviation from that average, which we have visualised in the below graph.

Figure 36 - Domestic Equity Pre-Tax NTA Prem/Disc Relative to 3yr Average



SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Figure 47 - Global Equity and Alternative Strategy Pre-Tax NTA Prem/Disc Relative to 3yr Average



SOURCE: COMPANY DATA, IRESS, BELL POTTER.

Liquidity

Liquidity is the ability to buy or sell a particular security. The volume traded among some LIC/LITs can be quite thin at times and may be difficult to trade larger lines. Therefore, liquidity needs to be taken into consideration when investing in this asset class.

Figure 48 - Domestic Equity Liquidity

ASX Code	Company/Trust name	Shares/Units on Issue (19 Jul 21)	Jun 21 Value Traded	2Q21 Volume Traded	2Q21 Value Traded	Quarterly Liquidity	3 Year Average Monthly Vol.	3 Year Average Monthly Val.
AFI	Australian Foundation Investment	1,226m	\$84.51m	32.38m	\$268.88m	2.64%	10.51m	\$69.57m
ARG	Argo Investments	727m	\$73.61m	20.04m	\$185.82m	2.76%	5.62m	\$45.41m
AUI	Australian United Investment	125m	\$11.52m	2.95m	\$29.74m	2.36%	0.53m	\$4.71m
BKI	BKI Investment	741m	\$15.44m	31.71m	\$51.73m	4.28%	8.74m	\$13.28m
DUI	Diversified United Investment	213m	\$7.93m	4.75m	\$24.57m	2.23%	1.29m	\$5.79m
CIN	Carlton Investments	26m	\$4.40m	0.29m	\$9.09m	1.08%	0.07m	\$1.91m
WLE	WAM Leaders	1,030m	\$40.16m	74.03m	\$110.52m	7.19%	20.54m	\$24.58m
WHF	Whitefield	110m	\$6.81m	4.80m	\$27.18m	4.36%	0.74m	\$3.68m
PIC	Perpetual Equity Investment	374m	\$10.16m	22.56m	\$29.43m	6.04%	6.80m	\$7.24m
AMH	AMCIL	301m	\$3.30m	6.67m	\$8.56m	2.22%	2.53m	\$2.44m
CAM	Clime Capital	135m	\$2.70m	9.75m	\$9.29m	7.24%	2.55m	\$2.25m
FSI	Flagship Investments	26m	\$0.14m	0.21m	\$0.50m	0.80%	0.15m	\$0.28m
WAM	WAM Capital	878m	\$53.08m	71.65m	\$162.05m	8.16%	21.68m	\$47.04m
OPH	Ophir High Conviction Fund	214m	\$13.62m	10.18m	\$39.10m	4.76%	3.46m*	\$9.77m*
MIR	Mirrabooka Investments	176m	\$4.74m	5.11m	\$19.79m	2.91%	1.63m	\$4.41m
QVE	QV Equities	241m	\$8.81m	24.68m	\$24.54m	10.26%	7.08m	\$6.64m
WAX	WAM Research	196m	\$6.01m	9.75m	\$16.47m	4.98%	4.04m	\$5.90m
CDM	Cadence Capital	296m	\$29.11m	40.56m	\$48.21m	13.72%	9.92m	\$8.33m
WIC	Westoz Investment	134m	\$2.02m	5.64m	\$6.66m	4.22%	1.31m	\$1.39m
TOP	Thorney Opportunities	198m	\$2.03m	11.34m	\$6.28m	5.73%	2.81m	\$1.60m
RYD	Ryder Capital	76m	\$1.57m	1.74m	\$3.08m	2.29%	0.43m	\$0.60m
TEK	Thorney Technologies	425m	\$2.77m	16.62m	\$7.26m	3.91%	5.85m	\$1.75m
WAA	WAM Active	73m	\$2.37m	5.42m	\$5.75m	7.40%	1.34m	\$1.39m
NAC	Naos Ex-50 Opportunities	45m	\$0.83m	2.19m	\$2.64m	4.85%	1.01m	\$0.96m
WMI	WAM Microcap	207m	\$12.12m	13.44m	\$26.65m	6.48%	4.35m	\$6.57m
SEC	Spheria Emerging Companies	60m	\$3.25m	3.26m	\$7.93m	5.43%	1.63m	\$2.84m
NSC	Naos Small Cap Opportunities	152m	\$3.53m	10.65m	\$10.06m	7.03%	3.62m	\$2.41m
NCC	Naos Emerging Opportunities	73m	\$2.40m	5.49m	\$6.09m	7.53%	1.19m	\$1.21m
ACQ	Acorn Capital Investment	68m	\$1.71m	3.45m	\$5.35m	5.11%	1.63m	\$1.95m
OZG	Ozgrowth	350m	\$0.29m	9.19m	\$2.34m	2.62%	2.07m	\$0.38m
DJW	Djerriwarrh Investments	237m	\$14.66m	15.58m	\$48.61m	6.59%	3.29m	\$10.12m
PL8	Plato Income Maximiser	428m	\$13.01m	27.89m	\$35.64m	6.51%	9.96m	\$10.97m
SNC	Sandon Capital Investments	111m	\$2.84m	7.03m	\$7.10m	6.34%	1.67m	\$1.38m
WAR	WAM Strategic Value	180m	\$8.52m	26.01m	\$33.57m	14.45%	7.58m*	\$9.76m*
FGX	Future Generation Investment	401m	\$7.17m	15.82m	\$22.52m	3.94%	7.23m	\$8.33m

SOURCE: COMPANY DATA, IRESS, BELL POTTER. *FUND LONGEVITY OF LESS THAN 3 YEARS.

Liquidity

Liquidity is the ability to buy or sell a particular security. The volume traded among some LIC/LITs can be quite thin at times and may be difficult to trade larger lines. Therefore, liquidity needs to be taken into consideration when investing in this asset class.

Figure 49 - Global Equity Liquidity

ASX Code	Company/Trust name	Shares/Units on Issue (19 Jul 21)	Jun 21 Value Traded	2Q21 Volume Traded	2Q21 Value Traded	Quarterly Liquidity	3 Year Average Monthly Vol.	3 Year Average Monthly Val.
MGF	Magellan Global Fund (Closed Class)	1,701m	\$72.75m	121.58m	\$219.95m	7.15%	32.05m*	\$55.57m*
MFF	MFF Capital Investments	572m	\$19.61m	20.53m	\$60.33m	3.59%	6.70m	\$18.75m
WGB	WAM Global	241m	\$8.13m	9.59m	\$25.54m	3.97%	5.61m	\$11.73m
PMC	Platinum Capital	293m	\$11.52m	21.29m	\$31.50m	7.26%	5.77m	\$8.51m
PGF	PM Capital Global Opportunities	390m	\$16.71m	25.45m	\$39.57m	6.52%	6.67m	\$7.76m
PIA	Pengana International Equities	255m	\$5.02m	11.25m	\$15.99m	4.41%	4.55m	\$5.23m
TGG	Templeton Global Growth Fund	198m	\$8.05m	15.95m	\$24.95m	8.05%	3.90m	\$5.07m
WQG	WCM Global Growth	184m	\$10.43m	18.43m	\$29.91m	10.03%	4.41m	\$5.69m
ALI	Argo Global Listed Infrastructure	154m	\$3.59m	5.32m	\$12.14m	3.46%	2.21m	\$4.80m
GVF	Global Value Fund	173m	\$2.10m	5.49m	\$6.48m	3.18%	1.97m	\$2.06m
LRT	Lowell Resources Fund	29m	\$0.36m	0.64m	\$0.92m	2.19%	0.23m	\$0.19m
FGG	Future Generation Global Investment	393m	\$5.80m	11.51m	\$18.38m	2.93%	5.75m	\$7.51m
HM1	Hearts and Minds Investments	226m	\$7.76m	5.28m	\$23.23m	2.33%	3.96m*	\$12.58m*
PAI	Platinum Asia Investments	367m	\$9.49m	25.64m	\$30.16m	6.98%	6.85m	\$7.46m
EAI	Ellerston Asian Investments	131m	\$3.41m	9.77m	\$11.23m	7.45%	3.67m	\$3.77m
PAF	PM Capital Asian Opportunities	57m	\$6.23m	8.32m	\$8.61m	14.53%	1.43m	\$1.29m

SOURCE: COMPANY DATA, IRESS, BELL POTTER. *FUND LONGEVITY OF LESS THAN 3 YEARS.

Figure 50 - Alternative Strategy Liquidity

ASX Code	Company/Trust name	Shares/Units on Issue (19 Jul 21)	Jun 21 Value Traded	2Q21 Volume Traded	2Q21 Value Traded	Quarterly Liquidity	3 Year Average Monthly Vol.	3 Year Average Monthly Val.
LSF	L1 Long Short Fund	607m	\$52.11m	55.64m	\$143.94m	9.17%	23.25m	\$37.32m
VG1	VGI Partners Global Investments	387m	\$23.57m	29.43m	\$66.78m	7.61%	8.66m	\$19.05m
APL	Antipodes Global Investment	485m	\$11.60m	31.98m	\$36.45m	6.59%	14.96m	\$15.04m
RF1	Regal Investment Fund	116m	\$7.41m	7.31m	\$30.71m	6.31%	2.83m*	\$8.74m*
TGF	Tribeca Global Natural Resources	62m	\$10.04m	8.44m	\$19.27m	13.73%	2.38m	\$4.29m
VG8	VGI Partners Asian Investments	223m	\$14.48m	17.45m	\$39.01m	7.84%	4.93m*	\$10.78m*
AEG	Absolute Equity Performance	92m	\$2.32m	5.98m	\$6.62m	6.49%	2.45m	\$2.69m
WMA	WAM Alternative Assets	194m	\$7.79m	18.35m	\$18.83m	9.46%	5.26m	\$4.59m
D2O	Duxton Water	120m	\$1.98m	4.28m	\$6.01m	3.57%	1.66m	\$2.29m
PE1	Pengana Private Equity Trust	240m	\$7.97m	18.08m	\$22.87m	7.53%	3.86m*	\$4.74m*
BTI	Bailador Technology Investments	141m	\$5.03m	9.32m	\$13.02m	6.61%	2.19m	\$2.32m
GCI	Gryphon Capital Income Trust	237m	\$14.63m	16.41m	\$33.41m	6.92%	3.55m	\$6.98m
QRI	Qualitas Real Estate Income Fund	267m	\$9.97m	18.36m	\$30.05m	6.87%	3.92m*	\$6.19m*
MXT	MCP Master Income Trust	736m	\$46.65m	66.69m	\$137.07m	9.06%	19.39m	\$38.92m
MOT	MCP Income Opportunities Trust	200m	\$20.60m	25.12m	\$51.65m	12.58%	5.25m*	\$10.28m*
NBI	NB Global Corporate Income Trust	446m	\$17.92m	30.31m	\$57.41m	6.79%	9.80m	\$18.88m
PCI	Perpetual Credit Income Trust	401m	\$13.05m	31.94m	\$34.44m	7.97%	10.07m*	\$10.74m*
KKC	KKR Credit Income Fund	370m	\$27.70m	30.93m	\$68.56m	8.36%	9.95m*	\$21.01m*

SOURCE: COMPANY DATA, IRESS, BELL POTTER. *FUND LONGEVITY OF LESS THAN 3 YEARS.

Appendix A: Glossary of terms

Annualised Compound Total Returns: The Annualised Compound Total Return calculates the constant yearly return that would result in the initial value of an investment reaching its present value.

Active Management: Investing with the goal of outperforming a benchmark index.

Balanced Investing: Investing in securities with neither a preference for Growth or Value investing.

Beta: In the context of this report, a Beta is a representation of the tendency of a company's share price to respond to swings in the Market. A Beta of 1 indicates that a company's share price will move in line with the Market. A Beta of greater than 1 indicates that a share's price will be more volatile than the Market. Our Market Proxy is the All Ordinaries Accumulation Index.

Dilutive Security: When a company issues additional shares in itself at a price below the current value of existing shares this will have a dilutive effect.

Estimated Fully Diluted NTA: Some LICs have additional securities that have the ability to convert to, or create, new ordinary securities in the Company. If a security can be converted to ordinary securities at a price lower than the LIC's NTA, this will dilute its NTA on a per share basis.

Excess Return to Risk Ratio: This ratio, also known as the Sharpe Ratio (see Sharpe Ratio for definition), provides a measure of the return of each portfolio relative to the risk taken by the Investment Manager in achieving that return. A high return is only desirable if it does not come with too much additional risk (volatility of returns - see Standard Deviation).

Grossed Up Dividend Yield: Dividends paid plus any franking credits passed on to shareholders. We have focused on this measure to enable valid comparison between LICs whose dividends are franked and those that are not.

Growth Investing: Investing in securities with a bias towards higher projected Earnings Per Share growth rates and Return On Equity.

Indirect Cost Ratio: The ICR, as defined in the Corporations Act 2001, is the ratio of the Fund's management costs to average net assets. In layman's terms, it covers all expenditure, excluding transaction and finance costs, in the management of the Fund. This includes management fees, performance fees, marketing, audit, legal, rent, etc.

We are using this method of calculation to standardise the cost ratios across our LIC universe, given many different interpretations of the MER calculations by LICs and the inability to confirm the calculation. ICR is generally accepted as the principal expense ratio calculation for the Managed Funds industry.

Net Tangible Assets (NTA): Total assets of the Company minus any intangible assets such as goodwill and trademarks, less all liabilities of the Company. This is calculated before any theoretical tax is payable if the entire portfolio was sold. The largest liability of most LICs is the Management Fee, while some LICs also provide for performance fees, should the LIC's portfolio achieve certain benchmarks. Management fees are generally a reflection of how actively a portfolio is managed as well as its size.

Option Adjusted Portfolio Return: A LIC's calculated portfolio return over a period may be negatively impacted if there are new securities issued during a period. This is because the Manager will not have been able to generate returns off the new funds over the entire period, which will detract from the performance of the overall portfolio. Accordingly, where new securities have been issued in a LIC we will remove the impact of those securities creating an Option Adjusted Portfolio Return.

Passive Management: Investing in an attempt to track the return of the underlying benchmark index. Typically a passively managed portfolio has good diversification, low turnover (good for keeping down internal transaction costs), and lower management fees.

Premium/Discount to Pre-Tax NTA: While share prices of LICs are generally based around their NTA, the vagaries of supply and demand, as well as the market perception of a company's outlook, mean that a LIC's share price may move substantially below (discount) or above (premium) its NTA.

Appendix A: Glossary of terms (continued)

Renounceable Rights Issue: This is an offer by the LIC to shareholders to purchase more shares in the Company. Given these rights are normally issued at a discount they have an inherent value that can be traded on the ASX.

Stapled Options: These are options that cannot be traded individually. They are attached to a share or similar security and this combined security must be traded in a 'bundle'.

Total Shareholder Return (TSR): Highlights total increase in the value of \$100 invested in a LIC over a given period by a shareholder on the assumption that dividends are reinvested. TSR takes into account grossed up dividends paid as well as share price appreciation and may differ from share price performance in this regard.

Value Investing: Investing in securities that appear to be undervalued taking in to consideration certain valuation metrics.

Appendix B: Legend to Performance Measures

The following provides an explanation of each item contained within 'our performance measures'.

Figure 1 - Historical Performance of Pre-Tax NTA and Security Price versus the Benchmark

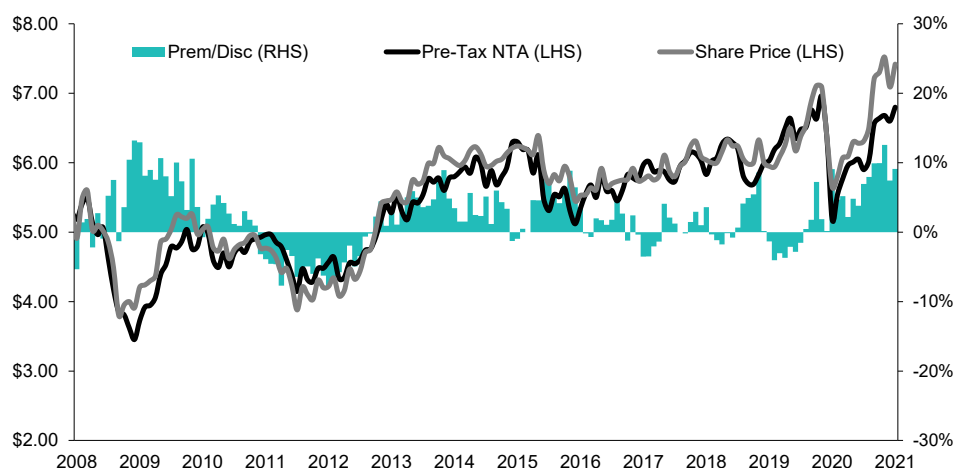
Performance	3-mth	6-mth	1 year	3 yr p.a.	5 yr p.a.	10 yr p.a.
Share price*						
Performance	3.9%	-6.0%	-14.7%	5.4%	-0.6%	6.9%
Index	1.9%	-9.6%	-11.4%	8.5%	-2.1%	6.3%
Active return	2.0%	3.6%	-3.3%	-3.1%	1.5%	0.6%
NTA+						
Performance	3.4%	-7.8%	-7.8%	9.0%	0.1%	7.4%
Benchmark	2.1%	-9.7%	-10.5%	7.6%	-2.3%	6.2%
Active return	1.3%	1.9%	2.7%	1.4%	2.4%	1.2%

Performance - The Annualised Compound Total Return calculates the compound yearly return over a period, inclusive of dividends. Dividends are reinvested from the payment date using the most recent historical pre-tax NTA for the NTA performance calculation and the closing price of the security on the prepayment date for the security calculation. Where a LIC has been listed for less than three years each return has been adjusted to reflect the annualised return since its listing.

Benchmark - The relevant benchmark has been selected by the Manager. In some instances, the exact Index as selected by a LIC will not be readily available. In such cases, we have determined the most appropriate surrogate index to provide readers with a reasonable guide as to the performance and volatility of that LIC's benchmark. The benchmark is either sourced from IRESS or Bloomberg.

Active-return - Active Return is the difference between the pre-tax NTA or security price and the underlying benchmark. A positive difference indicates an outperformance versus the benchmark and a negative difference indicates an underperformance relative to the benchmark.

Figure 2 - Return and Premium/Discount to pre-tax NTA



Share Price - The light grey line highlights the total increase in the value of \$100 invested by that Investment Manager over the time period (assumes dividends reinvested) on a pre-tax basis. Portfolio performance is measured in dollars on the left-hand axis of the Graph.

Pre-Tax NTA - The black line provides a total increase in the value of \$100 if the investor were able to liquidate the investment at the underlying Pre-Tax NTA over the time period (assumes dividends reinvested). Performance is also referenced to the left-hand axis of the Graph.

Premium/Discount to Pre-Tax NTA - The teal columns represent the share price premium/discount relative to month-end pre-tax NTA and is measured as a percentage on the right-hand axis.

Appendix B: Legend to Performance Measures (continued)

Figure 3 - Risk Return Indicators

Risk/Return Indicators

	Information	Sharpe	Standard	Tracking
Share price*	Ratio	Ratio	Deviation	Error
Year 1	0.18	-0.02	16.4%	15.0%
Year 3	-0.40	-0.62	33.2%	30.2%
Year 5	0.16	-0.18	32.1%	30.5%
NTA+				
Year 1	2.21	0.99	11.4%	3.1%
Year 3	-0.60	-0.56	29.2%	7.2%
Year 5	-0.65	-0.33	25.8%	10.1%

Information Ratio - This Ratio is a measure of the risk adjusted return of the LIC. It is defined as the Active Return divided by the Tracking Error. Active Return is the difference between the return of the security and the return of a selected benchmark index. The Tracking Error is the standard deviation of the Active Return.

Sharpe Ratio - This Ratio provides a measure of the return of each LIC's portfolio relative to the risk taken by the Investment Manager in achieving that return. A high return is only desirable if it does not come with too much additional risk (volatility of returns - see Standard Deviation). A Sharpe Ratio is calculated by subtracting a selected *Risk Free Rate (Aust. Govt 10-year Bond yield)* from a return, and dividing that by the Standard Deviation of that return.

Standard Deviation: This is a measure of the dispersion of a portfolio's returns around its average return. A data set that has many monthly returns a long way from the average return will have a greater standard deviation than a set of monthly returns that are close to the average. In the context of this report, we calculate the average monthly return of each LIC, as represented by changes in its NTA, and from this we can calculate a standard deviation from its average. Theoretically, a LIC that achieves the exact same return every month would have a standard deviation of zero.

Tracking Error: This measures how much the return of a portfolio deviates from the return of its benchmark index. A data set that has a low Tracking Error means that its returns are closely tracking the Portfolio's benchmark. Tracking Error is the standard deviation of the differences between the return of the portfolio and the return of the benchmark.

Appendix C: Disclosures**Future Generation Global Investment Company (FGG):**

Bell Potter Securities was a broker for the placement and share purchase plan in October 2018 and received a fee for the service.

Future Generation Investment Company (FGX):

Bell Potter Securities was a broker for the placement and share purchase plan in November 2018 and received a fee for the service.

Gryphon Capital Income Trust (GCI):

Bell Potter Securities was a Co-Manager for this IPO in May 2018 and received a fee for the service.

Bell Potter Securities was a Co-Manager to the Entitlement Offer in June 2019 and received a fee for the service.

Bell Potter Securities was a Co-Manager to the Entitlement Offer in November 2019 and received a fee for the service.

Hearts and Minds Investments (HM1):

Bell Potter Securities was a broker for this IPO in November 2018 and received a fee for the service.

KKR Credit Income Fund (KKC):

Bell Potter Securities was a Co-Manager for this IPO in November 2019 and received a fee for the service.

L1 Long Short Fund (LSF):

Bell Potter Securities was a Co-Manager for this IPO in April 2018 and received a fee for the service.

Magellan Global Trust (MGG):

Bell Potter Securities was a Co-Lead Manager for this IPO in October 2017 and received a fee for the service.

MCP Income Opportunities Trust (MOT):

Bell Potter Securities acted as a Co-Manager to the IPO in April 2019 and received fees for that service.

MCP Master Income Trust (MXT):

Bell Potter Securities acted as a Co-Manager to the IPO in September 2017 and received fees for that service.

Bell Potter Securities acted as a Co-Manager to the Entitlement Offer in March 2018 and received fees for that service.

Bell Potter Securities acted as a Co-Manager to the Entitlement Offer in May 2019 and received fees for that service.

Bell Potter Securities acted as a Co-Manager to the Entitlement Offer in February 2020 and received fees for that service.

NB Global Corporate Income Trust (NBI):

Bell Potter Securities acted as a Co-Manager to the IPO in September 2018 and received fees for that service.

Bell Potter Securities acted as a Co-Manager to the Entitlement Offer in May 2019 and received fees for that service.

Bell Potter Securities acted as a Joint Lead Manager to the Entitlement Offer in January 2020 and received fees for that service.

Partners Group Global Income Fund (PGG):

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Perpetual Credit Income Trust (PCI):

Bell Potter Securities acted as a Co-Manager to the IPO in May 2019 and received fees for that service.

Pengana Private Equity Trust (PE1):

Bell Potter Securities acted as a Joint Lead Manager to the IPO in April 2019 and received fees for that service.

Appendix C: Disclosures (continued)**Plato Income Maximiser Limited (PL8):**

Bell Potter Securities acted as a Co-Manager to the Entitlement Offer in August 2019 and received fees for that service.

Qualitas Real Estate Income Fund (QRI):

Bell Potter Securities was a Co-Manager for this IPO in November 2018 and received a fee for the service.

Regal Investment Fund (RF1):

Bell Potter Securities acted as a Joint Lead Manager to the IPO in May 2019 and received fees for the service.

Thorney Opportunities Ltd (TOP):

Bell Potter Securities acted as the Lead Manager for a share placement in November 2017 and received a fee for the service.

Thorney Technologies Ltd (TEK):

Bell Potter Securities acted as the Lead Manager for two placement offers to raise up to \$15m in September 2017 and received a fee for the service.

Bell Potter Securities acted as the Lead Manager to a two tranche Placement in November and December 2020 and received fees for the service.

Bell Potter Securities acted as the Lead Manager to the Entitlement Offer in December 2020 and received fees for the service.

Bell Potter Securities acted as the Lead Manager to a two tranche Placement in July and August 2021 and received fees for the service.

Tribeca Global Natural Resources (TGF):

Bell Potter Securities was a Co-Manager for this IPO in October 2018 and received a fee for the service.

VGI Partners Asian Investments Limited (VG8):

Bell Potter Securities was a Co-Manager for this IPO in November 2019 and received a fee for the service.

WAM Strategic Value (WAR):

Bell Potter Securities was a Co-Manager for this IPO in June 2021 and received a fee for the service.

WAM Global Limited (WGB):

Bell Potter Securities was a Co-Manager for this IPO in June 2018 and received a fee for the service.

WCM Global Growth Limited (WQG):

Bell Potter Securities acted as a Joint Lead Manager for this IPO in June 2017 and received a fee for the service.

Listed Investment Companies & Trusts

Bell Potter Securities Limited
ACN25 006 390 7721
Level 29, 101 Collins Street
Melbourne, Victoria, 3000
Telephone +61 3 9256 8700
www.bellpotter.com.au

Bell Potter Securities (HK) Limited
Room 1701, 17/F
Prosperity Tower, 39 Queens Road
Central, Hong Kong, 0000
Telephone +852 3750 8400

Bell Potter Securities (US) LLC
Floor 39
444 Madison Avenue, New York
NY 10022, U.S.A
Telephone +1 917 819 1410

Bell Potter Securities (UK) Limited
16 Berkeley Street
London, England
W1J 8DZ, United Kingdom
Telephone +44 7734 2929

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