

Fact Sheet

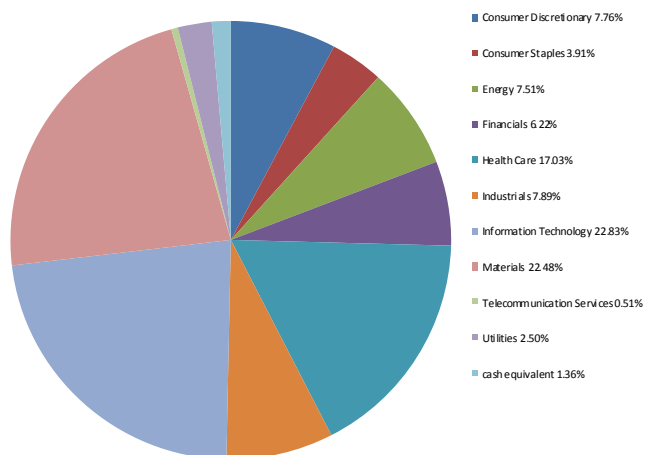
Investment objective	To provide medium to long-term capital growth potential and seeks to outperform the S&P/ASX Emerging Companies Accumulation Index over rolling three to five year periods after taking into account fund fees and expenses.		
Investments held	The Fund will primarily invest in companies that have a market capitalization of less than \$500m at the time of first purchase and cash.		
Investment Manager	SG Hiscock & Company		
APIR	ETL0118AU	mFund Product Code	SHF04
Commencement	9 October 2001	Buy spread	+0.35%
Management costs¹	1.03% p.a.	Sell spread	-0.35%
Performance Fee²	20.50%	Investment pool size	\$44.00 million
Minimum Initial Investment	\$20,000	SIV Compliant	Yes (1 July 2015)

Unit Prices	Application	Net Asset Value	Withdrawal
31 July 2017	\$ 3.4742	\$ 3.4621	\$ 3.4500

Performance as at 31 July 2017 ³	1 mth %	3 mths %	6 mths %	1 yr %	3 yrs % p.a.	5 yrs % p.a.	Since Inception % p.a.
Distribution Return	0.00	0.00	0.00	0.00	0.24	0.22	4.60
Growth Return	6.69	5.06	-0.09	-1.38	21.86	17.23	8.17
Total Net Return	6.69	5.06	-0.09	-1.38	22.10	17.45	12.77
Index Return ⁴	3.01	4.22	-6.10	-8.68	5.08	5.48	6.37
Total Net Return vs. the Index	3.68	0.84	6.01	7.30	17.02	11.97	6.40

Distribution Period	31-Dec-15	30-Jun-16	30-Jun-17
Distribution rate (cents per unit)	NIL	NIL	NIL

Asset allocation as at 31 July 2017



Top 10 holdings as at 31 July 2017

Breaker Resources
Livehire Limited
Global Geoscience Ltd
Zenitas Healthcare Limited
Triton Minerals Limited
Afterpay Touch Group Ltd
Cooper Energy Limited
MainstreamBPO Limited
Redflex Holdings Limited
XREF LTD

Top 10 holdings represent 34.18% of the total Fund.

1. Includes estimated GST payable, after taking into account Reduced Input Tax Credits ("RITC").
 2. Effective 1 October 2015, a performance fee of 20.50% (inclusive of GST and an estimate of RITC) of any performance in excess of the performance hurdle (the daily percentage movement in the S&P/ASX Emerging Companies Accumulation Index on a daily basis) may also be payable.
 3. Performance: Distribution Return is the return due to distributions paid by the Fund, Growth Return is the return due to changes in initial capital value of the Fund, Total Net Return is the Fund return after the deduction of ongoing fees and expenses and assumes the reinvestment of all distributions.
 4. Index = S&P/ASX Emerging Companies Accumulation Index effective 1 October 2015, previously S&P/ASX Small Ordinaries Accumulation Index.

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Commentary

- The Fund increased by 6.69%, out-performing its benchmark which gained 3.01%.
- Our better performing stocks include Fastbrick Robotics (up 76.2%), Volpara Health Technologies (up 56.7%), Auris Minerals (47.4%) and Global Geoscience (up 34.5%).
- The major stock declines for the month were Compumedics (down 29.1%), Tech Mpire (down 20.0%) and XTD Limited (down 14.0%).

After a disappointing June quarter, it is pleasing to report that our Fund rebounded sharply in July, increasing by 6.69% and outperforming the S&P/ASX Emerging Companies Accumulation Index which gained 3.01%. As we wrote last month, part of the reason for a poor June was tax loss selling in a number of our smaller stocks. This month, however, we benefited from the bounce back effect, which saw these stocks affected jump in price. There has also been a significant number of emerging company, and micro cap fund managers, start up in recent months which have been sitting on a lot of cash. And now, in the new financial year, these funds are looking to get invested - bidding up share prices. Although this increases competition, it does nevertheless have the benefit of improving overall liquidity in the market. In any event, as we have strictly limited our FUM capacity, which we see as part of our competitive edge, we still think there will be plenty of investment opportunities for us going forward. Moreover, it's worth noting that some of these new funds do not invest in resource stocks. To that end, we also benefited in July from strong performance in several of our resource company investments - particularly Auris Minerals which we think has made a significant copper discovery in Western Australia. Please note, owning resources stocks increases the volatility of the returns in the short term, but over time we do not consider that it increases portfolio risk. Overall, we continue to believe that the weakness in emerging companies last financial year, as well as a decline in IPO activity, should mean better prospects to make money this year.

For more information visit www.sghiscock.com.au

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