

Clime CBG Australian Equities Fund (Wholesale)

The Clime CBG Australian Equities Fund (Wholesale) returned -1.9% net of fees in November, compared to a -2.2% return for the S&P/ASX 200 Accumulation Index. Over the twelve months to November, the Fund returned +1.2% net of fees, which is +2.2% ahead of the Index return of -1.0%.

Markets continue to be volatile as investors assess the likely outcomes of China/US trade, Brexit negotiations and the path of global interest rates. Equities were buoyed at month end by a change in US Federal Reserve rhetoric, with Chairman Jerome Powell commenting that rates are “just below” a neutral level. A lower than expected US inflation number was also supportive of a moderating rates outlook. Clime CBG remains focused on identifying mispriced opportunities that may arise in this environment.

The strongest contributors within the portfolio for the month were:

- HUB24 (+21.2%) recovering from an October share price fall after the company reported strong quarterly inflows of \$638m, up 19% on the pcp.
- Afterpay Touch (+15.5%) following a strong update on early success in the US market, where over 300,000 customers have already transacted with APT only six months after launch.
- Jumbo Interactive (+14.6%) after announcing an initial software licencing agreement, which is expected to support margin expansion and is a positive indicator for future deals.

The largest detractors were:

- Bravura Solutions (-11.2%) given concerns around the potential impact of Brexit uncertainty on UK earnings, while management affirmed the strong pipeline of work.
- Lendlease (-28.1%) declined after announcing a \$350m provision for underperforming engineering contracts.
- James Hardie (-14.9%) after second quarter earnings missed expectations on higher input costs in the US.

Distributions

Period Ending	Wholesale Units (cents per unit)
30 June 2018	3.0026
30 June 2017	5.0863

Snapshot

Portfolio Return (Month)	Portfolio Return (1 year)	Fund size
-1.9%	1.2%	\$55m

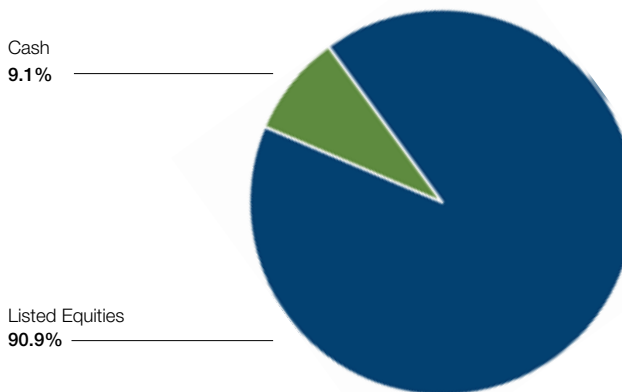
Fund Performance (30/11/18)

	1 month	3 months	6 months	1 year	3 years*	5 years*	Inception
Fund Return	-1.9%	-13.9%	-4.6%	1.2%	2.4%	5.0%	8.7%
S&P/ASX200 Accumulation Index	-2.2%	-9.3%	-3.7%	-1.0%	7.7%	5.8%	7.8%

Inception: 9 April 2002.

*Performance figures for more than 1 year are annualised, calculated after all applicable fees and taxes. Performance figures compare unit price to unit price for the given period. The returns exclude the impact of imputation.

Asset Allocation



Top 5 Holdings

Security	Code	Weight%
BHP Billiton Ltd	BHP	8.2%
CSL Ltd	CSL	6.8%
Afterpay Touch Group Ltd	APT	5.9%
Webjet Ltd	WEB	5.2%
Bravura Solutions Ltd	BVS	5.1%