



Emerging Companies Fund Monthly Report

March 2017

Portfolio Performance and Strategy

Welcome to the inaugural Eley Griffiths Group Emerging Companies Fund Monthly Report. Pleasingly, the Fund delivered a positive absolute return of +1.01% for the month of March. Strong attributors to the portfolio included Seymour Whyte (SWL) on receipt of a proposal from French construction and services provider, VINCI, to acquire the business. Australian gold producer Westgold Resources (WGX) benefitted significantly from its inclusion into the GDXJ, a global gold exchange traded fund (ETF), which resulted in substantial index buying. National Veterinary Care (NVL) was a solid performer too, as the market starts to appreciate the early success of its Management Services and Procurement division to drive future earnings growth. Detractors were MACA (MLD), which softened after significant rainfall in Western

Unit Price at 31 March 2017

Application	\$0.9959
Redemption	\$0.9904
Fund Size	\$1.7 million
# stocks held	46

Australian during the month hampered mining operations at a key clients' (Blackham Resources) site. Mount Gibson Iron (MGX) fell on a weakening iron price, but is once again approaching cash backing and hence ascribing little option value. Metals X (MLX) retraced back towards our entry price, but we're eyeing the copper reserve growth story that should unfold at Nifty over coming months and hopefully see the stock close the ~30% valuation discount to larger producing peers (Sandfire and OZ Minerals). A number of new investment ideas have been seeded in the portfolio in recent weeks. We are optimistic about their ability to drive outperformance over the coming months.

Performance Statistics to 31 March 2017

	1 Month %	3 Month %	1 Year %	5 Year % p.a.	Inception % p.a.
EGG Emerging Companies Fund	+1.01%	--	--	--	+1.01%
S&P/ASX Small Ordinaries Accumulation Index (XSOAI)	+1.80%	--	--	--	+1.80%
Outperformance	-0.79%	--	--	--	-0.79%

* Fund returns are calculated post fees.

Attribution*

Our best performing stocks for the month;	Our biggest detractors for the month;
1. National Veterinary Care	1. MACA Ltd
2. Seymour White	2. Metals X
3. Westgold Resources	3. Mount Gibson Iron

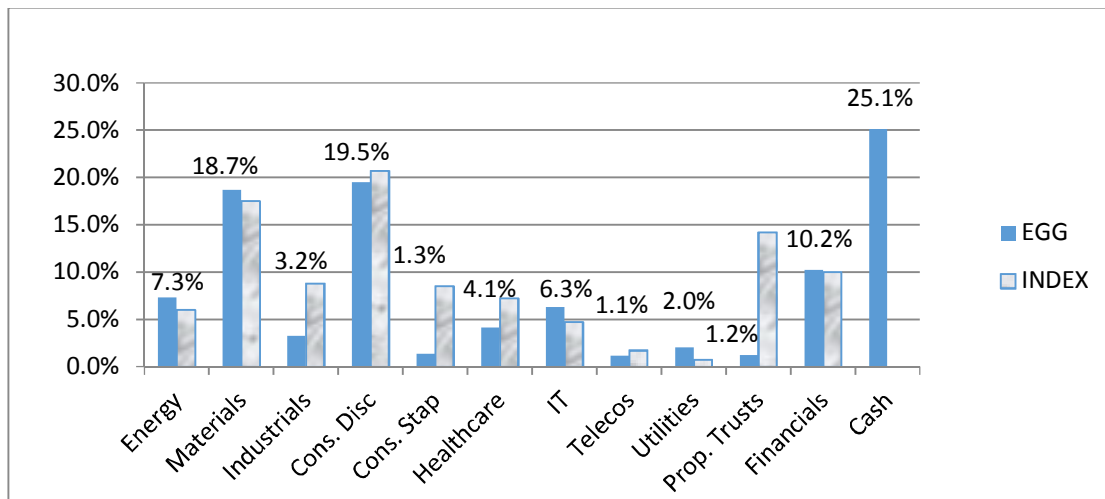
* In alphabetical order, as at 31 March

Top 10 Holdings*

Name	Industry
1. Australis Oil & Gas	Energy
2. AUB Group	Financials
3. Beacon Lighting Group	Consumer Discretionary
4. Helloworld	Consumer Discretionary
5. Imdex	Materials
6. Metals X	Materials
7. Noni B	Consumer Discretionary
8. National Veterinary Care	Healthcare
9. Swick Mining Services	Materials
10. Think Childcare	Consumer Discretionary

* In alphabetical order, as at 31 March

Eley Griffiths Group Emerging Companies Fund by Sector



Eley Griffiths Group Ratings

Zenith March 2017	Recommended 2 nd Highest Rating	Lonsec	Under Review
http://eleygriffiths.com.au/news-reports/			

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