

# The Monash Absolute Investment Company Ltd

**ASX Code: MA1**

CIO Update

AGM

5 November 2020



# Presentation outline

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- 1) Company Snapshot
- 2) 2020 Financial Year Highlights
- 3) Performance Review
- 4) Portfolio Structure
- 5) Proposed Restructure into an ETMF



# Monash Absolute Investment Company Ltd

## Snapshot at 31 October 2020

Feature	Description
ASX Code	<ul style="list-style-type: none"> <li>MA1</li> </ul>
Shares on issue	<ul style="list-style-type: none"> <li>44,853,003 shares</li> </ul>
Total NAV (pre-tax)	<ul style="list-style-type: none"> <li>\$54,979,219 (estimate)</li> </ul>
NTA Pre Tax	<ul style="list-style-type: none"> <li>\$1.2258 (estimate)</li> </ul>
Share Price	<ul style="list-style-type: none"> <li>\$1.16</li> </ul>
Dividends payable	<ul style="list-style-type: none"> <li>Yes</li> </ul>
ASX Listing date	<ul style="list-style-type: none"> <li>12 April 2016</li> </ul>
Investment Manager	<ul style="list-style-type: none"> <li>Monash Investors Pty Ltd (AFSL 417201)</li> </ul>
Board	<ul style="list-style-type: none"> <li>Paul Clitheroe, Independent Chairman</li> <li>Suvan de Soysa, Independent Director</li> <li>Paul Jensen, Independent Director</li> <li>Simon Shields, Non Independent Director</li> </ul>



# 2020 financial year highlights

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## Portfolio Return

+6.12%

## Net Profit After Tax

\$2.1m

## Fully Franked Dividend

\$0.01 Per Share

## Fully Franked Dividend Yield

1.02%

## Share Price at 30 June

\$0.9850

## Pre-tax NTA at 30 June

\$1.1043

**2020 WINNER**

**Best Listed Alternative Investment Product**



# Recent performance has been very strong

## After fee returns to 31 October 2020

	MA1 NTA	Peer Rank Prior Month		MA1 Price Including Dividends		ASX200	Small Ords
<b>CYTD</b>	9.06%	2/18		14.71%		-9.09%	-3.62%
<b>FYTD</b>	11.91%	2/18		18.78%		1.48%	6.15%
<b>3 Months</b>	10.12%	2/18		20.62%		0.98%	4.69%
<b>1 Year</b>	8.85%	3/18		21.88%		-8.15%	-2.40%
<b>2 Years pa</b>	15.40%	1/18		22.19%		4.67%	5.67%
<b>3 Years pa</b>	9.57%	3/18		13.37%		4.09%	4.63%
<b>4 Years pa</b>	6.59%	4/16		6.79%		6.98%	7.04%
<b>Inception pa</b> <small>From 12 April 2016</small>	6.28%			4.26%			

### Sources

MAIF : Monthly Performance Report & Unit Prices [www.monashinvestors.com](http://www.monashinvestors.com) MA1: Announcements [www.asx.com.au](http://www.asx.com.au)

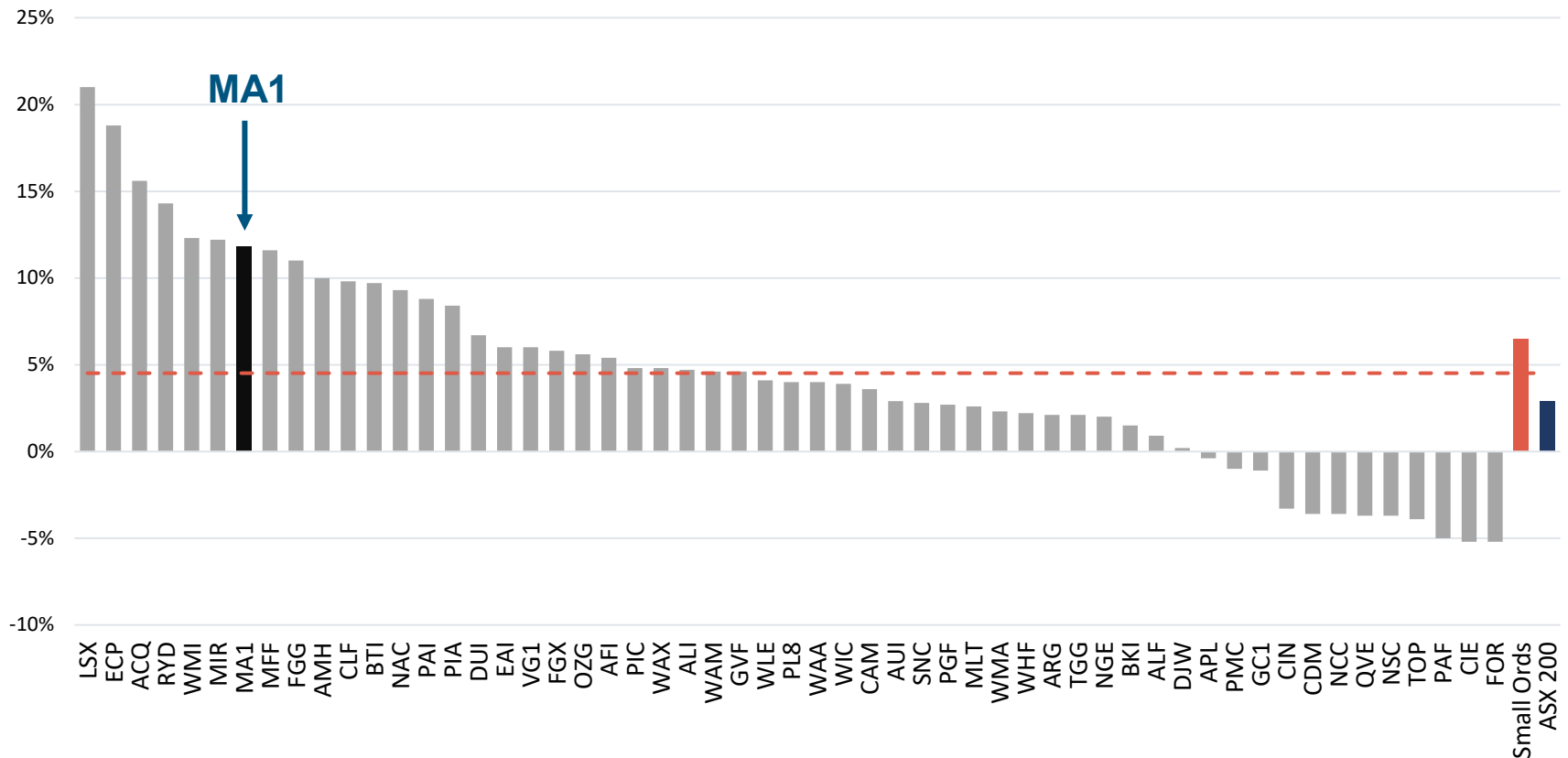
Peer Rank: Source SQM Research, Rank for MAIF vs Lonsdale determined peers, data as at 30 September 2020

ASX Indices: S&P Dow Jones Indices



# MA1's 3 year NTA growth is in the top 10 of all LICs and over double the average of all LICs

NTA performance – %pa return over 3 years to 30 September 2020



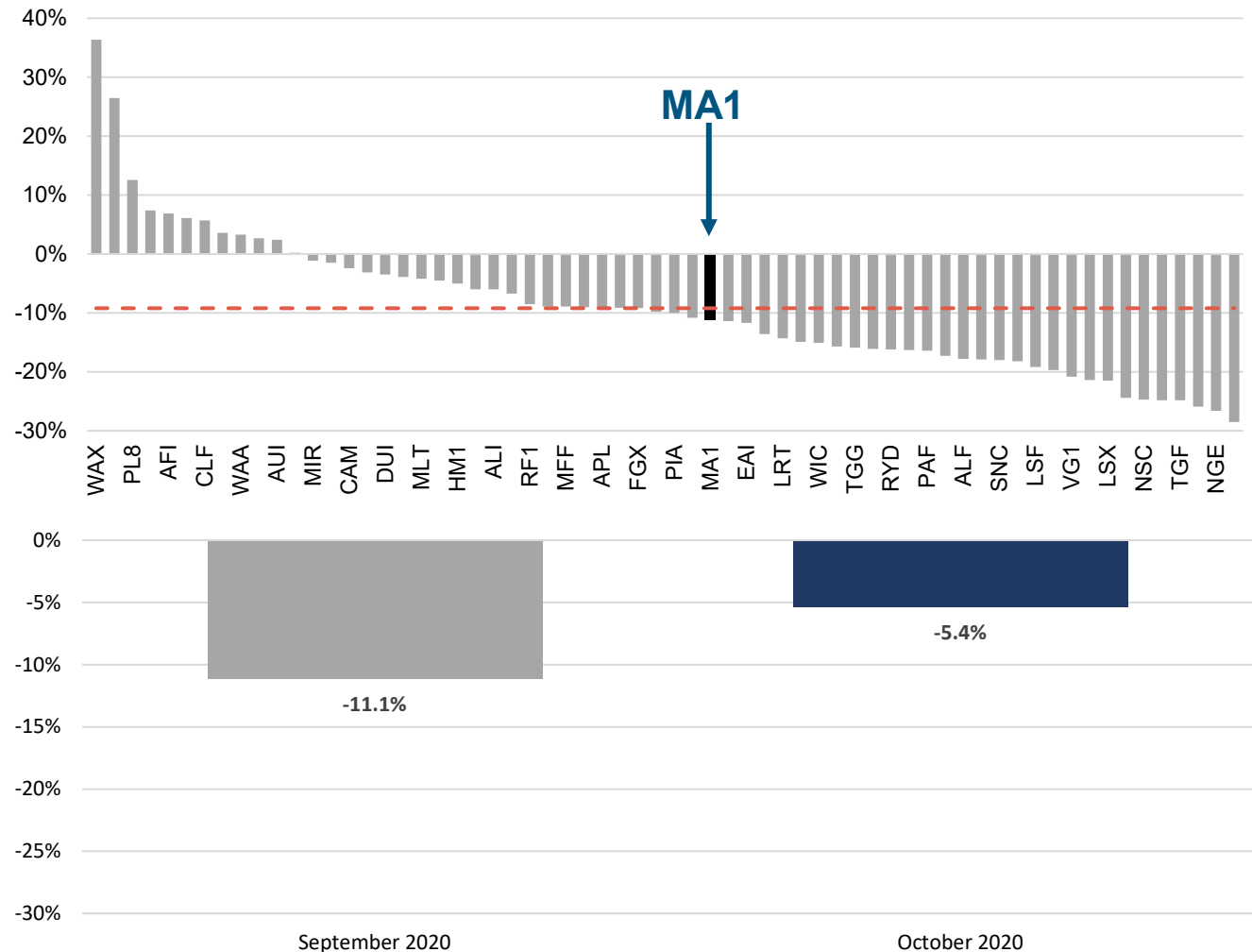
Source: E.L. & C. Baillieu – October 2020



# MA1 Discount to NTA has closed substantially

**All LICs Discount  
Average -9.2%  
At 30 Sep 2020**

**MA1 Discount  
dropped further  
in October 2020  
to -5.4%**



Source: EL&C Balillieu – October 2020



## Portfolio structure – 31 October 2020

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Stock	Number of Positions	(%)
Outlook Stocks (Long Stocks)	15	68%
Outlook Stocks (Short)	0	0%
Event, Pair and Group (Long)	5	17%
Event, Pair and Group (Short)	1	-2%
Cash		17%
Total	21	100%
Gross Exposure		87%
Net Exposure		83%



# Top holdings as at 31 October 2020

Company	Business	ASX Code	Portfolio Weight (%)
People Infrastructure	Workforce Management	PPE	8.4%
Citadel	Software & Services – Under Cash Take-over	CGL	7.6%
Electro Optic Systems	Laser Targeting Applications	EOS	6.2%
Lovisa	Jewellery Retailer	LOV	5.6%
Healthia	Physiotherapy and Podiatry	HLA	5.1%
Telix	Cancer Imaging & Therapy	TLX	4.8%
EML Payments	Transaction Cards and Payments Processing	EML	4.5%
Jumbo Interactive	On-line Lottery Platform	JIN	4.4%
Altium	Printed Circuit Board Design Software	ALU	4.0%
Afterpay	Buy Now Pay Later	APT	4.0%



# MA1 Restructure

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## Our objectives are simple

1. Continue to provide access to our strategy
  - that is unique, and
  - has an excellent track record
2. Do so without the persistent discount to NTA
3. Make it easy to buy/sell additional units
4. Provide regular income to investors

**“Invest with confidence”**



# MA1 Restructure

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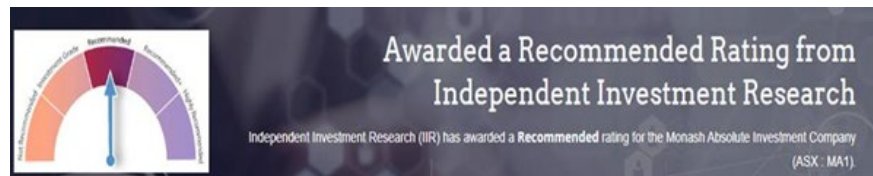
- ASX are reviewing the application for the new Fund to be admitted as an ETMF
  - The Monash Absolute Active Trust (MAAT)
- Key agreements have been negotiated
  - Market maker
  - Prime broker
  - Administrator
  - Responsible Entity
- Notice of Meeting will be scheduled after ASX approval granted
- A detailed timetable will be provided with the Notice of Meeting



# About the Investment Manager



- Founded in 2012
- 60+ Years of founders combined investment experience
- Portfolio managers own the firm and have large holdings in the strategy
- Absolute return focus: active - benchmark unaware - stock size agnostic
- Strong absolute and relative track record since inception
- Lower beta than the market since inception
- One of the highest performers over multiple time periods in the variable beta Australian equity peer group



# Contact Information

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**For all portfolio related enquires, please contact,**

**Simon Shields**

**Principal, Monash Investors**

[simon.shields@monashinvestors.com](mailto:simon.shields@monashinvestors.com)

M: +61 407 661 489

Level 5, 139 Macquarie Street

Sydney NSW 2000

[www.monashinvestors.com](http://www.monashinvestors.com)

**For all Business Development enquiries, please contact**

**Stephen Robertson**

**Founding Partner, Winston Capital**

[stephen@winstoncapital.com.au](mailto:stephen@winstoncapital.com.au)

M: +61 418 387 427

Suite 2, Level 8, 66 Hunter St

Sydney NSW 2000 Australia

[www.winstoncapital.com.au](http://www.winstoncapital.com.au)

**Andrew Fairweather**

**Founding Partner, Winston Capital**

[andrew@winstoncapital.com.au](mailto:andrew@winstoncapital.com.au)

M: +61 401 716 043

Level 3, 3A Davies Rd

Claremont WA. 6010

[www.winstoncapital.com.au](http://www.winstoncapital.com.au)

**Cameron Harris**

**Business Development, Winston Capital**

[cameron@winstoncapital.com.au](mailto:cameron@winstoncapital.com.au)

M: + 61 400 248 435

Suite 2, Level 8 66 Hunter St

Sydney NSW 2000

[www.winstoncapital.com.au](http://www.winstoncapital.com.au)



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