

Listed Investment Companies

July 2011 NTAs

Update | 16 August 2011

Listed Investment Companies | Australia

Analyst: James Martin

+61 3 9924 0274

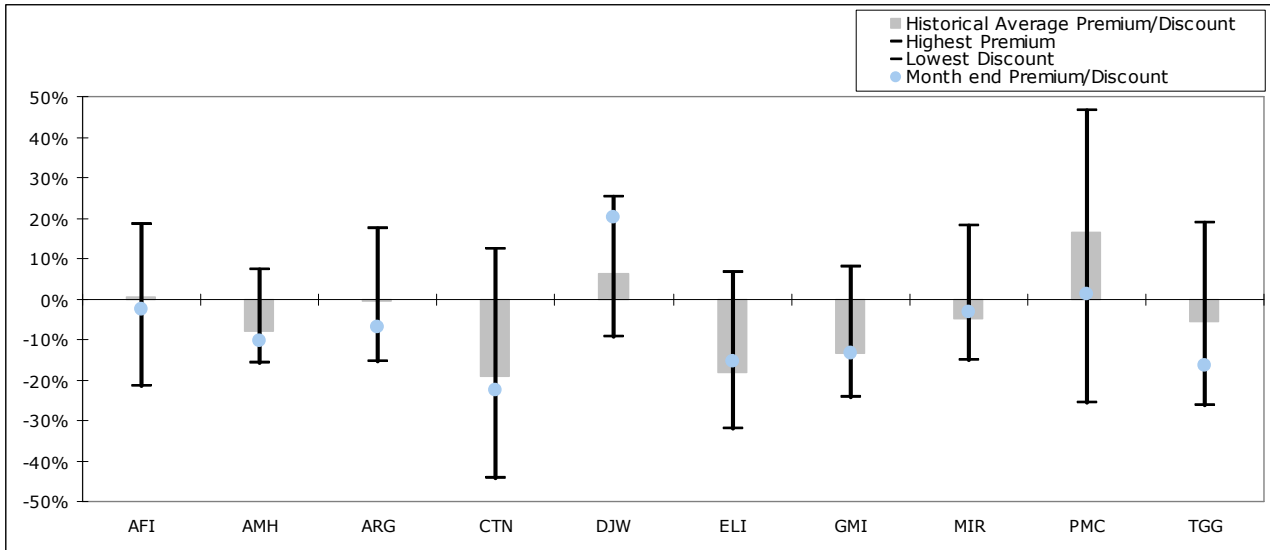
[james.martin@jbwere.com](mailto:james.martin@jbwere.com)

- The S&P/ASX 200 Index finished July with a 4.0% fall as overseas sentiment weighed on investor confidence. This marked the fourth month in a row where the local index has fallen. Continuing concerns around global sovereign debt plagued investment markets, however this time the focus shifted from the European Union's peripheral nations to the US debt ceiling. US politicians were engaged in a series negotiations late in July as discussions drew ever closer to the 2<sup>nd</sup> August deadline, weighing heavily on global equity markets.
- July has seen the beginning of reporting season, with a significant number of the LICs having already reported their FY11 results. Overall, majority of the LICs reported higher earnings than they had at the end of the prior year due mostly to increased revenue from dividends. Dividends paid by most of the LICs have been inline or slightly higher than previous corresponding periods.
- On a NTA basis, over the past 12 months notable performance continues to come from the smaller cap focused LICs which have been outperforming their larger cap focused peers. Contango, Emerging Leaders and Mirrabooka continue to generate good rolling returns on a one year basis.
- Premiums and discounts to closing prices and performance data are summarised as per below:

Company Name	15-Aug-11 Price cps	31-Jul-11 Price cps	31-Jul-11 NTA before provision for tax on unrealised gains cps	31-Jul-11 NTA after provision for tax on unrealised gains cps	31-Jul-11 NTA Prem/(Dis) Before provision for tax on unrealised gains	31-Jul-11 NTA Prem/(Dis) After provision for tax on unrealised gains	3 year average Premium (Discount) Before provision for tax
<b>Active Strategies</b>							
<b>Australian Equity Portfolios</b>							
AFI AFIC	415	448	460	403	-2.6%	11.2%	3.7%
ALF Australian Leaders Fund Limited *	120	123	138	135	-10.9%	-8.9%	**
ALR Aberdeen Leaders Limited *	109	113	116	116	-2.6%	-2.6%	-2.9%
AMH AMCIL Limited	61	69	77	75	-10.4%	-8.0%	-10.4%
AOD Aurora Sandringham Dividend Income Fund *	93	92	93	NA	-1.0%	NA	0.3%
ARG Argo Investments	550	545	585	536	-6.8%	1.7%	3.3%
AUI Australian United *	587	627	687	610	-8.7%	2.8%	-4.2%
BKI Brickworks Investment Company *	112	122	137	131	-10.6%	-6.5%	-11.9%
CTN Contango MicroCap Limited	108	118	152	143	-22.6%	-17.5%	-29.6%
CYA Century Australian Investments *	64	66	85	87	-22.2%	-24.2%	-15.0%
DJW Djerriwarrh Investments Limited	354	413	344	340	20.1%	21.5%	13.1%
DUI Diversified United Investments *	250	266	291	264	-8.6%	0.8%	-5.0%
ELI Emerging Leaders Investments Limited	86	91	107	107	-15.4%	-15.4%	-20.9%
IBC Ironbark Capital Limited (BTE) *	47	47	56	55	-16.1%	-14.7%	**
LRF LinQ Resources Fund *	76	82	136	NA	-39.7%	NA	**
MIR Mirrabooka Investments Limited	177	179	185	170	-3.2%	5.3%	-0.5%
MLT Milton Corporation *	1515	1538	1669	1565	-7.8%	-1.7%	-2.7%
WAM WAM Capital Limited *	148	158	167	163	-5.6%	-2.9%	-20.0%
WHF Whitefield Limited *	260	265	307	324	-13.7%	-18.2%	-8.7%
WAX WAM Research Limited*	70	73	87	92	-15.7%	-20.9%	**
<b>International Equity Portfolios</b>							
AGF AMP Capital China Growth Fund *	68	73	94	NA	-22.3%	NA	**
GMI Global Mining Investments Limited	107	116	134	131	-13.4%	-11.5%	-14.5%
PMC Platinum Capital Limited	100	117	115	115	1.1%	1.1%	7.7%
TGG Templeton Global Growth	70	75	89	89	-16.3%	-16.3%	-18.2%
XKO S&P/ASX 300 Index	4285	4431			-3.31%	% Change since end of month	

Source: JBWere, IRESS. \* Not covered. \*\* 3 Year average not available

Current and historical NTA



Exchange traded funds

Company Name	15-Aug-11 Price cps	31-Jul-11 Price cps	15-Aug-11 NTA before provision for tax on unrealised gains cps	15-Aug-11 NTA after provision for tax on unrealised gains cps	15-Aug-11 NTA Premi/(Dis) Before provision for tax on unrealised gains	15-Aug-11 NTA Premi/(Dis) After provision for tax on unrealised gains	3 year average Premium (Discount) Before provision for tax
<b>ETFs - Passive Strategies</b>							
<b>Australian Equity Portfolios</b>							
SFY SPDR S&P/ASX 50 Fund	4135	4247	4146	4146	-0.3%	-0.3%	**
SLF SPDR S&P/ASX 200 Property Fund	700	725	696	696	0.6%	0.6%	**
STW SPDR S&P/ASX 200 Fund	4026	4137	4024	4024	0.0%	0.0%	**
VAS Vanguard Australian Shares Index	5528	5714	5541	5541	-0.2%	-0.2%	**
<b>International Equity Portfolios</b>							
IOO iShares S&P Global 100 #	5557	5775	5472	5472	1.6%	1.6%	**
IVV iShares S&P 500 #	11454	11852	11319	11319	1.2%	1.2%	**
IJH iShares S&P MidCap 400 #	7900	8582	8048	8048	-1.8%	-1.8%	**
IJR iShares S&P SmallCap 600 #	6090	6396	5999	5999	1.5%	1.5%	**
IVE iShares MSCI EAGG #	5137	5304	5023	5023	2.3%	2.3%	**
IEU iShares S&P Europe 350 #	3488	3653	3431	3431	1.7%	1.7%	**
IJP iShares MSCI Japan #	940	973	931	931	1.0%	1.0%	**
IEM iShares MSCI Emerging Markets #	4011	4258	3907	3907	2.7%	2.7%	**
ITW iShares MSCI Taiwan #	1333	1383	1288	1288	3.5%	3.5%	**
IKO iShares MSCI South Korea #	5278	6038	5084	5084	3.8%	3.8%	**
IZZ iShares FTSE/Xinhua China 25 #	3549	3837	3452	3452	2.8%	2.8%	**
IHK iShares MSCI Hong Kong #	1632	1692	1603	1603	1.8%	1.8%	**
ISG iShares MSCI Singapore #	1237	1300	1223	1223	1.2%	1.2%	**
IAA iShares Asia 50 #	3943	4270	3830	3830	3.0%	3.0%	**
IBK iShares MSCI BRIC #	3946	4225	3869	3869	2.0%	2.0%	**
IRU iShares Russell 2000 #	6290	7270	6658	6658	-5.5%	-5.5%	**
IXP iShares Global Telecommunications #	5342	5605	5358	5358	-0.3%	-0.3%	**
IXJ iShares Global Healthcare #	5012	5188	4998	4998	0.3%	0.3%	**
IXI iShares Consumer Staples #	6115	5972	6035	6035	1.3%	1.3%	**
VEU Vanguard All-World ex-US Shares Index #	4248	4413	4258	4258	-0.2%	-0.2%	**
VTS Vanguard US Total Market Shares Index #	5879	6103	5928	5928	-0.8%	-0.8%	**

Source: JBWere, IRESS. \*\* 3 Year average not available

# NTA as at 15 August 2011 - converted using AUD/USD exchange rate at 4.00pm London Time the previous day (Source: IRESS)

In relation to the International ETFs, please note that any premiums / discounts to NTA may arise as a result of the time period between the Australian and US share markets close.

**Investment Performance as at 31 July 2011 (Based on NTA movements including dividends)**

**Australian Equity Portfolios**

	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
Australian Foundation Investment Company Ltd	2.3%	2.1%	3.6%	8.5%	8.4%	11.2%	11.3%
Aberdeen Leaders Limited *	-5.0%	-2.2%	-1.2%	5.9%	4.3%	7.3%	-
AMCIL Limited	8.5%	7.8%	8.2%	9.8%	15.2%	-	-
Argo Investments	1.2%	0.9%	2.0%	7.2%	7.9%	10.6%	10.8%
Australian Leaders Fund Limited *	11.8%	15.9%	10.9%	12.0%	-	-	-
Australian United Limited *	1.8%	0.8%	2.1%	8.8%	8.2%	10.7%	-
Brickworks Investment Company *	3.9%	2.5%	3.8%	8.1%	-	-	-
Contango MicroCap Limited	28.1%	3.5%	4.2%	10.1%	-	-	-
Century Australian Investments Limited *	-1.3%	3.8%	0.8%	4.9%	-	-	-
Djerrivarrh Investments Limited	2.0%	1.1%	1.2%	7.2%	6.7%	8.6%	9.3%
Diversified United Investments Limited *	-0.8%	-0.3%	1.4%	8.7%	7.5%	9.4%	-
Emerging Leaders Investments Limited	14.2%	3.6%	2.7%	-	-	-	-
Hunter Hall Global Value Limited *	0.9%	2.7%	-1.9%	2.9%	-	-	-
Ironbark Capital Limited *	6.4%	6.0%	2.0%	5.0%	3.5%	5.6%	6.4%
Mirraboooka Investments Limited	14.1%	5.3%	5.1%	9.5%	10.4%	-	-
Milton Corporation *	1.4%	1.2%	2.1%	6.8%	8.0%	12.0%	-
Spider S&P/ASX 50 Fund	1.1%	0.8%	2.0%	7.5%	-	-	-
Spider S&P/ASX 200 Property Fund	-4.0%	-9.6%	-11.5%	-4.4%	-	-	-
Spider S&P/ASX 200 Fund	2.2%	0.2%	1.6%	7.4%	-	-	-
WAM Capital Limited *	11.0%	9.7%	4.9%	7.5%	9.3%	-	-
Whitefield Limited *	-1.4%	1.0%	-2.8%	2.5%	-	-	-
WAM Research Limited*	10.0%	2.8%	-1.3%	1.5%	-	-	-

S&P/ASX All Ordinaries Accumulation Index	4.0%	0.4%	2.2%	7.8%	7.5%	9.2%	9.4%
S&P/ASX 50 Leaders Accumulation Index	1.5%	1.1%	2.3%	7.9%	6.8%	9.5%	9.9%

**International Equity Portfolios**

	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
AMP Capital China Growth Fund	-4.1%	-2.8%	-	-	-	-	-
Global Mining Investments Limited	2.6%	-6.7%	2.5%	7.3%	-	-	-
Platinum Capital Limited	-5.4%	5.3%	-1.1%	2.5%	4.6%	8.7%	-
Templeton Global Growth	-4.2%	-5.5%	-6.4%	-1.8%	-3.2%	2.2%	3.8%

MSCI World Accumulation Index	-1.9%	-4.0%	-4.9%	-0.6%	-3.4%	3.5%	5.3%
-------------------------------	-------	-------	-------	-------	-------	------	------

**Share Price Performance as at 31 July 2011 (Based on Share Price movements including dividends)**

**Australian Equity Portfolios**

	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
Australian Foundation Investment Company Ltd	-4.4%	0.1%	2.9%	8.5%	8.1%	9.9%	8.8%
Aberdeen Leaders Limited *	-1.3%	-4.1%	0.0%	7.6%	5.7%	9.8%	11.5%
AMCIL Limited	10.5%	4.2%	6.5%	9.8%	15.6%	-	-
Argo Investments Limited	-3.9%	-2.6%	-1.0%	6.1%	7.9%	10.1%	9.6%
Australian Leaders Fund Limited *	22.8%	23.4%	12.4%	13.1%	-	-	-
Australian United Limited *	-4.3%	-1.2%	0.8%	8.0%	7.9%	11.5%	11.6%
Brickworks Investment Company *	8.8%	3.3%	3.1%	8.3%	-	-	-
Contango MicroCap Limited	46.8%	3.8%	3.5%	9.7%	-	-	-
Century Australian Investments Limited *	-4.8%	-2.7%	-2.3%	2.0%	-	-	-
Djerrivarrh Investments Limited	2.1%	4.9%	3.6%	7.5%	7.2%	8.9%	-
Diversified United Investments Limited *	-5.6%	-0.9%	0.3%	8.8%	7.6%	11.1%	-
Emerging Leaders Investments Limited	33.3%	3.3%	1.3%	-	-	-	-
Hunter Hall Global Value Limited *	5.1%	2.7%	-1.9%	0.5%	-	-	-
Ironbark Capital Limited *	12.4%	5.1%	1.9%	4.4%	2.6%	5.2%	5.0%
Mirraboooka Investments Limited	14.5%	6.2%	3.8%	10.6%	9.8%	-	-
Milton Corporation *	-1.6%	-1.3%	-1.2%	6.0%	7.1%	12.7%	12.4%
Spider S&P/ASX 50 Fund	1.3%	0.8%	2.0%	7.5%	-	-	-
Spider S&P/ASX 200 Property Fund	-2.6%	-9.8%	-11.6%	-4.3%	-	-	-
Spider S&P/ASX 200 Fund	2.2%	0.1%	1.4%	7.4%	-	-	-
WAM Capital Limited *	28.2%	19.8%	7.2%	8.5%	10.9%	-	-
Whitefield Limited *	-7.0%	1.0%	-3.1%	2.2%	-	-	-
WAM Research Limited*	15.6%	7.6%	1.0%	2.1%	-	-	-

S&P/ASX All Ordinaries Accumulation Index	4.0%	0.4%	2.2%	7.8%	7.5%	9.2%	9.4%
S&P/ASX 50 Leaders Accumulation Index	1.5%	1.1%	2.3%	7.9%	6.8%	9.5%	9.9%

**International Equity Portfolios**

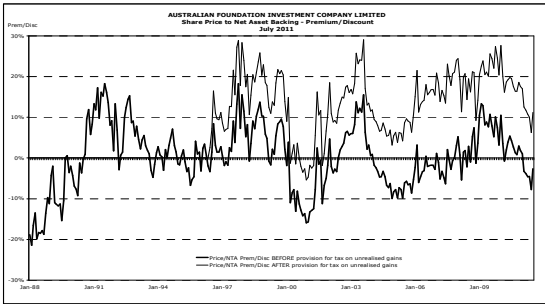
	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	15 Years pa	20 Years pa
AMP Capital China Growth Fund *	-12.5%	-4.8%	-	-	-	-	-
Global Mining Investments Limited	10.4%	-10.1%	-0.4%	6.0%	-	-	-
Platinum Capital Limited	-14.9%	4.3%	-6.1%	-3.0%	1.9%	8.7%	-
Templeton Global Growth	1.0%	-5.8%	-10.7%	-3.6%	-5.1%	1.5%	4.7%

MSCI World Accumulation Index	-1.9%	-4.0%	-4.9%	-0.6%	-3.4%	3.5%	5.3%
-------------------------------	-------	-------	-------	-------	-------	------	------

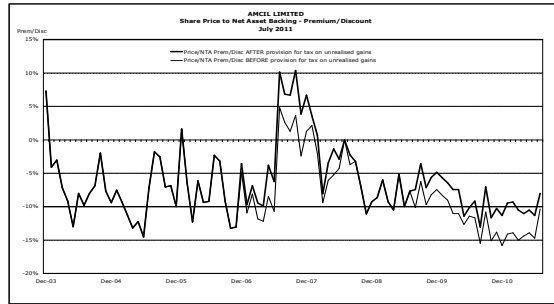
Source: Company Data, IRESS \*Not covered by JBWere Research

The following charts depict graphically the historical premium and discounts to NTA that the LICs under our research coverage have traded at over time.

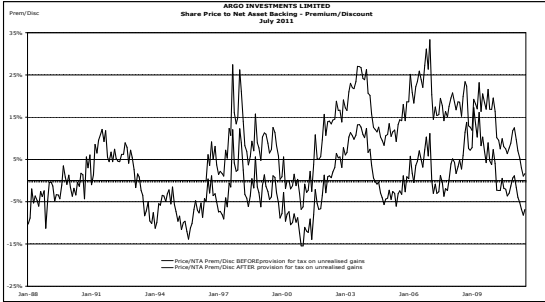
**Australian Foundation Investment Company Ltd (AFI)**



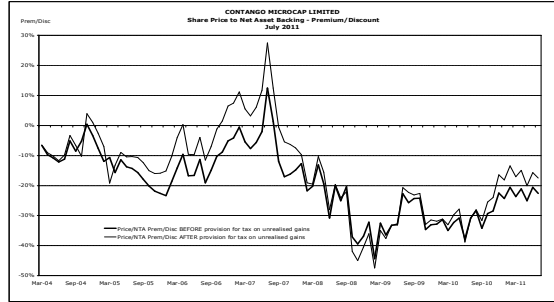
**AMCIL Ltd (AMH)**



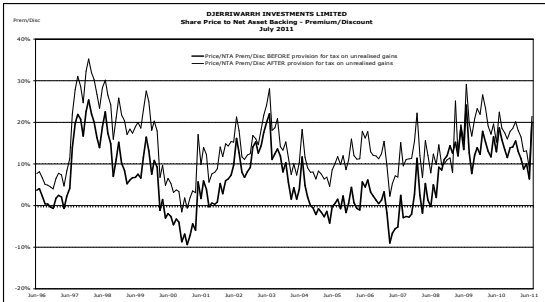
**Argo Investments Ltd (ARG)**



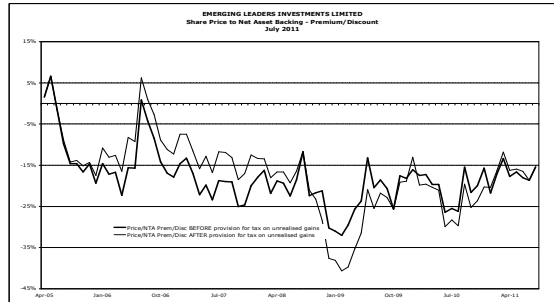
**Contango Microcap Ltd (CTN)**



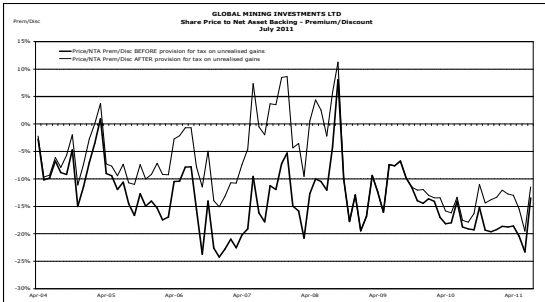
**Djerriwarrh Investments Ltd (DJW)**



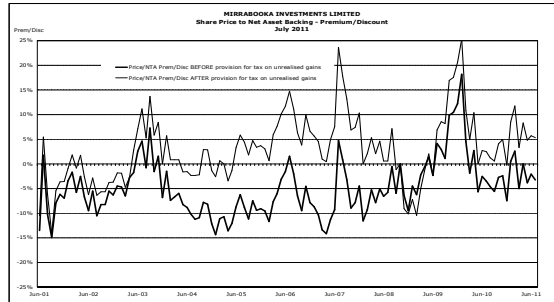
**Emerging Leaders Investments Ltd (ELI)**



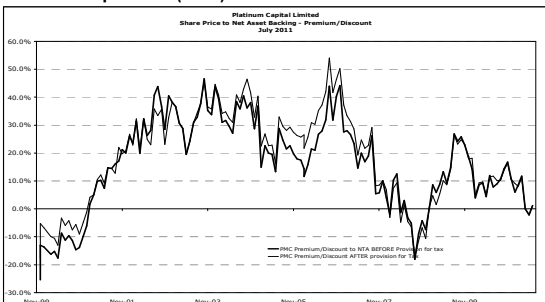
**Global Mining Investments Ltd (GMI)**



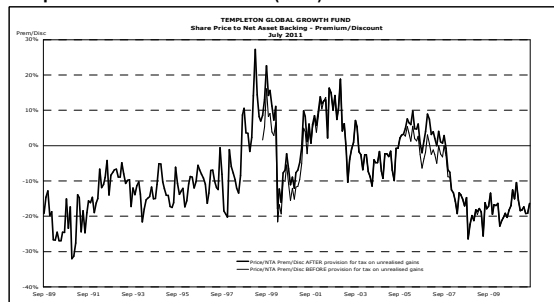
**Mirrabeeka Investments Ltd (MIR)**



**Platinum Capital Ltd (PMC)**



**Templeton Global Growth Fund (TGG)**



Source: Manager Data, IRESS

**Australia - Research Important Notice****Ownership and Material Conflicts of Interest**

JBWere policy prohibits its research personnel and their respective associates owning listed securities which are the subject of their research.

**Research personnel compensation**

Research personnel are paid in part based on the profitability of JBWere. This report has been prepared by the JBWere Investment Strategy Group for distribution to clients of JBWere and potentially to clients of other financial advisers. This research is for clients only, as stated above and is based on current public information that we consider reliable, but we do not represent it is accurate or complete, and it should not be relied on as such. We seek to update our research as appropriate, but various regulations may prevent us from doing so. Other than some industry reports published on a periodic basis, the large majority of reports are published at irregular intervals as appropriate in the analyst's judgment.

**General Disclosures**

Our advisers and other professionals may provide oral or written market commentary or trading strategies to our clients and our proprietary trading desks that reflect opinions that are contrary to the opinions expressed in this research. They may make investment decisions that are inconsistent with the recommendations or views expressed in this research.

We and our officers, directors, and employees, excluding research personnel, may from time to time have long or short positions in, act as principal in, and buy or sell, the securities or derivatives (including options and warrants) thereof of covered companies referred to in this research.

This research is not an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Clients should consider whether any advice or recommendation in this research is suitable for their particular circumstances and, if appropriate, seek professional advice, including tax advice. The price and value of the investments referred to in this research and the income from them may fluctuate. Past performance is not a guide to future performance, future returns are not guaranteed, and a loss of original capital may occur. Certain transactions, including those involving futures, options, and other derivatives, give rise to substantial risk and are not suitable for all investors.

In producing research reports, members of JBWere's Strategy Research may attend site visits and other meetings hosted by the issuers the subject of its research reports. In some instances the costs of such site visits or meetings may be met in part or in whole by the issuers concerned if JBWere considers it is appropriate and reasonable in the specific circumstances relating to the site visit or meeting.

Our research is disseminated primarily electronically, and, in some cases, in printed form. Electronic research is simultaneously available to all clients.

**Australia - Research Recommendation Definitions**

---

Sell (S)	Stock is expected to underperform the S&P/ASX 200 for 12 months
Hold (H)	Stock is expected to perform in line with the S&P/ASX 200 for 12 months
Buy (B)	Stock is expected to outperform the S&P/ASX 200 for 12 months

**Other Definitions**

CS	Coverage Suspended. JBW has suspended coverage of this company.
NC	Not Covered. JBW does not cover this company.

**No part of this material may be (i) copied, photocopied or duplicated in any form by any means or (ii) redistributed without the prior written consent of JBWere.**

Copyright 2011 JBWere Pty Ltd ABN 68 137 978 360 AFSL 341162