

### What do NTAs mean for investors?

The value of the underlying investment portfolio held in an LIC on a per share basis is referred to as its Net Tangible Assets (NTA).

The on-market price of an LIC relates to its NTA, but ultimately supply and demand may cause it to differ from the actual value of the underlying portfolio. LICs, may therefore trade at a discount, premium or at par to its NTA.

According to Mercers Investment Consulting, an investor can potentially be advantaged by investing in an LIC at a discount to NTA, if the on-market price subsequently moves to a premium. On the other hand, an investor can be disadvantaged when investing in an LIC at a premium if the price moves to a discount.

|                                 |                             | Size (\$mil) | Last  | Pre-Tax<br>NTA | Prem/Disc<br>Pre-tax NTA | Post-Tax<br>NTA | Prem/Disc<br>Post Tax NTA |
|---------------------------------|-----------------------------|--------------|-------|----------------|--------------------------|-----------------|---------------------------|
| <b>Australian Shares</b>        |                             |              |       |                |                          |                 |                           |
| ALR                             | Aberdeen Leaders            | 70           | 1.18  | 1.36           | -13.24                   | 1.28            | -7.81                     |
| AFI                             | AFIC                        | 3345         | 3.68  | 3.99           | -7.77                    | 3.47            | 6.05                      |
| AMH                             | Amcil                       | 41           | 0.47  | 0.56           | -16.07                   | 0.56            | -16.07                    |
| ARG                             | Argo Investments            | 2561         | 5.50  | 5.67           | -3.00                    | 4.91            | 12.02                     |
| BKI                             | Brickworks Investment       | 216          | 1.11  | 1.23           | -9.76                    | 1.16            | -4.15                     |
| CIN                             | Carlton Investments         | 387          | 14.85 | 16.26          | -8.67                    | 14.28           | 3.99                      |
| CYA                             | Century Australia           | 176          | 1.00  | 1.15           | -13.48                   | 1.12            | -11.16                    |
| CHO                             | Choiseul Investments        | 387          | 4.82  | 4.61           | 4.56                     | 3.88            | 24.23                     |
| CAM                             | Clime Capital               | 24           | 0.98  | 1.00           | -2.00                    | 1.00            | -2.00                     |
| CTN                             | Contango MicroCap           | 39           | 0.98  | 1.15           | -14.86                   | 1.11            | -11.55                    |
| DJW                             | Djerriwarrh Investments     | 579          | 3.65  | 3.81           | -4.20                    | 3.49            | 4.58                      |
| ELIS                            | Emerging Leaders Investment | 33           | 1.86  | 1.89           | -1.59                    | 1.89            | -1.59                     |
| FATS                            | Fat Prophets Australia      | 32           | 0.96  | 0.98           | -2.14                    | 0.98            | -2.04                     |
| GOW                             | Gowing Bros                 | 116          | 2.56  | n/a            | n/a                      | n/a             | n/a                       |
| HIC                             | Huntley Investment          | 90           | 0.74  | 0.81           | -8.81                    | 0.74            | -0.27                     |
| MLT                             | Milton Corporation          | 1127         | 16.00 | 16.18          | -1.11                    | 13.94           | 14.78                     |
| MIR                             | Mirrabooka Investments      | 169          | 1.45  | 1.65           | -12.12                   | 1.47            | -1.36                     |
| MMA                             | MMC Contrarian              | 205          | 0.94  | 1.13           | -16.81                   | 1.10            | -14.31                    |
| NPH                             | New Privateer               | 7            | 1.35  | n/a            | n/a                      | n/a             | n/a                       |
| PRV                             | Premium Investors           | 192          | 0.95  | 1.11           | -14.18                   | 1.09            | -12.76                    |
| SYL                             | Sylvastate                  | 40           | 4.05  | 4.48           | -9.60                    | 4.23            | -4.26                     |
| VTP                             | Van Eyk Three Pillars       | 52           | 1.02  | 1.13           | -9.73                    | 1.07            | -4.67                     |
| WAB                             | Wallace Absolute Return     | 28           | 1.01  | 1.05           | -3.91                    | 1.02            | -0.65                     |
| WAM                             | WAM Capital                 | 94           | 1.44  | 1.49           | -3.47                    | 1.41            | 2.43                      |
| WHF                             | Whitefield                  | 159          | 3.35  | 3.82           | -12.30                   | 3.45            | -2.90                     |
| WIL                             | Wilson Investment Fund      | 132          | 0.92  | 1.04           | -11.44                   | 1.02            | -10.14                    |
| WIT                             | Wilson Investments Taurine  | 18           | 1.30  | 1.43           | -9.09                    | 1.34            | -2.99                     |
| WLS                             | Wilson Leaders              | 51           | 0.89  | 1.02           | -12.45                   | 1.01            | -11.76                    |
| <b>International Shares</b>     |                             |              |       |                |                          |                 |                           |
| BEL                             | Bentley International       | 13           | 0.34  | 0.45           | -24.56                   | 0.45            | -24.56                    |
| TIF                             | Technology Investment       | 29           | 0.39  | 0.53           | -26.42                   | 0.53            | -26.42                    |
| TGG                             | Templeton Global Growth     | 123          | 1.21  | 1.30           | -6.92                    | 1.27            | -4.72                     |
| <b>Private Equity</b>           |                             |              |       |                |                          |                 |                           |
| BCMCA                           | Babcock Et Brown Capital    | 446          | 2.23  | 2.50           | -10.80                   | 2.49            | -10.44                    |
| CFI                             | Colonial Private Equity     | 70           | 0.70  | 0.77           | -8.74                    | 0.77            | -8.74                     |
| CVC                             | CVC Limited                 | 148          | 1.15  | n/a            | n/a                      | n/a             | n/a                       |
| IPES                            | ING Private Equity Access   | 34           | 1.59  | 2.02           | -21.36                   | 2.00            | -20.46                    |
| MCQCA                           | Macquarie Capital Alliance  | 447          | 1.79  | 1.88           | -4.79                    | 1.88            | -4.79                     |
| MPG                             | Macquarie Private Capital   | 99           | 0.93  | 1.01           | -8.42                    | 1.00            | -7.50                     |
| ORC                             | Orchid Capital Limited      | 30           | 0.17  | n/a            | n/a                      | n/a             | n/a                       |
| SOE                             | Souls Private Equity        | 120          | 0.21  | 0.25           | -15.32                   | 0.25            | -15.32                    |
| <b>Specialist</b>               |                             |              |       |                |                          |                 |                           |
| AEU                             | Australian Education Trust  | 103          | 1.39  | n/a            | n/a                      | n/a             | n/a                       |
| HSK                             | Heemskirk Consolidated      | 17           | 0.35  | 0.38           | -8.62                    | 0.38            | -8.62                     |
| IWI                             | International Wine Invest   | 165          | 2.59  | 2.76           | -6.16                    | 2.76            | -6.16                     |
| LRF                             | LinQ Resources Fund         | 107          | 0.82  | 0.98           | -16.84                   | 0.98            | -16.84                    |
| MFS                             | MFS Leveraged Investments   | 300          | 1.35  | n/a            | n/a                      | n/a             | n/a                       |
| <b>Sector Average</b>           |                             |              |       |                | <b>-9.90</b>             |                 | <b>-5.50</b>              |
| <b>Weighted Sector Average*</b> |                             |              |       |                | <b>-6.04</b>             |                 | <b>4.20</b>               |

\*Weighted average takes into account the size of each LIC, rather than treating them equally

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Any advice or recommendation should be obtained from an Australian Financial Services Licensee or other professional adviser.