



LIC Premiums/Discounts to NTA

28 February, 2007

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 true value of the underlying portfolio. LICs, may therefore trade at a discount, premium or at par to its NTA.

However, investors need to be aware that on-market prices may differ from the NTA for a variety of reasons including current market sentiment, the past performance of the LIC and the future expectations for the fund. Also the amount of cash each LIC holds in its investment portfolio may affect the premium or discount to NTA and dilute performance returns.

		Size (\$mil)	Last	Pre-Tax	Prem/Disc%	Post-Tax	Prem/Disc%
		Mkt Cap	Price (\$)	NTA (\$)	Pre-tax NTA	NTA (\$)	Post Tax NTA
Australian Shares							
ALR	Aberdeen Leaders	102	1.80	1.94	-7.22	1.71	5.26
AMH	Amcil	82	0.68	0.78	-12.82	0.77	-11.69
ARG	Argo Investments	3763	7.70	7.70	0.00	6.40	20.31
AFI	Australian Foundation	5156	5.39	5.45	-1.10	4.55	18.46
AOD	Aurora Sandringham	44	9.70	9.44	2.75	9.44	2.75
ABW	Aurora Buy Write Fund	18	11.40	11.32	0.72	11.32	0.72
AUI	Australian United Investment	703	8.26	8.44	-2.13	6.85	20.58
BKI	Brickworks Investment	297	1.42	1.58	-10.24	1.42	0.00
CIN	Carlton Investments	528	20.00	22.98	-12.97	19.75	1.27
CYA	Century Australia	239	1.32	1.43	-7.69	1.34	-1.49
CHO	Choiseul Investments	511	6.30	6.27	0.48	5.06	24.51
CAM	Clime Capital	43	1.17	1.31	-11.07	1.19	-2.10
CTN	Contango MicroCap	134	1.81	1.82	-0.60	1.63	11.18
DJW	Djerriwarrh Investments	940	4.71	4.80	-1.88	4.30	9.53
DUI	Diversified United Investments	374	3.65	3.78	-3.44	3.13	16.61
ELI	Emerging Leaders Investments	38	1.08	1.45	-25.52	1.32	-18.18
FAT	Fat Prophets Australia	32	1.01	1.35	-25.80	1.27	-21.16
HIC	Huntley Investment	120	0.93	1.04	-10.70	0.91	1.88
HIP	Hyperion Flagship Investments	34	2.00	1.99	0.55	1.79	11.73
IBC	Ironbark Capital	80	0.62	0.70	-12.02	0.65	-4.80
MLT	Milton Corporation	1827	23.50	21.43	9.66	17.94	30.99
MIR	Mirrabooka Investments	242	2.08	2.32	-10.34	1.99	4.52
MMA	MMC Contrarian	284	1.11	1.01	9.90	0.99	12.46
PRV	Premium Investors	247	1.20	1.24	-3.71	1.19	0.59
SYL	Sylvastate	62	5.30	5.93	-10.62	5.37	-1.30
VTP	Van Eyk Three Pillars	104	1.30	1.41	-7.80	1.28	1.56
WAM	WAM Capital	133	1.90	1.98	-3.83	1.80	5.66
WHF	Whitefield	261	4.65	5.23	-11.09	4.62	0.65
WIL	Wilson Investment Fund	137	1.14	1.33	-14.57	1.24	-8.06
WLS	Wilson Leaders	68	1.20	1.39	-13.89	1.30	-7.92
International Shares							
AGF	AMP Capital China Growth	314	1.12	1.10	1.82	1.10	1.82
BEL	Bentley International	16	0.41	0.50	-19.15	0.50	-19.15
GFL	Global Masters Fund	14	0.90	1.05	-14.20	1.03	-12.54
HHV	Hunter Hall Global Value	282	1.01	1.24	-18.42	1.17	-13.73
MFF	Magellan Flagship Fund	370	0.98	0.99	-1.01	0.99	-1.01
PET	Peters Macgregor Investments	26	0.97	1.13	-14.30	1.10	-11.53
PMC	Platinum Capital	275	2.23	1.63	37.21	1.63	37.21
TGG	Templeton Global Growth	174	1.70	1.65	3.03	1.56	8.97
Private Equity							
CFI	Colonial Private Equity	107	0.79	0.82	n/a	0.82	n/a
IPE	ING Private Equity Access	43	0.99	1.31	-24.43	1.19	-16.81
MPG	Macquarie Private Capital	93	0.87	1.06	-18.24	1.05	-17.54
SOE	Souls Private Equity	125	0.21	0.27	-22.22	0.27	-22.22
Specialist							
AUS	Auselect Limited	134	1.18	1.51	-21.85	1.50	-21.33
AYTCA	Adelaide Managed Funds	101	1.01	0.94	6.99	0.94	6.99
GMI	Global Mining Investments	216	1.38	1.74	-20.98	1.54	-10.71
IWI	International Wine Invest	39	1.73	1.96	-11.73	1.96	-11.73
LRF	LinQ Resources Fund	268	1.13	1.28	-11.72	1.28	-11.72
Absolute Return Funds							
AYF	Australian Enhanced Income	28	9.96	9.96	0.03	9.96	0.03
CDM	Cadence Capital	33	1.26	1.31	-3.69	1.24	1.80
EBI	Everest Babcock & Brown Alt.	290	4.75	4.29	10.72	4.29	10.72
GLC	GoldLink GrowthPlus	17	0.57	0.74	-22.45	0.74	-22.45
GLI	GoldLink IncomePlus	119	0.94	-	n/a	-	n/a
HAP	HFA Accelerator Plus	195	1.05	1.35	-22.65	1.27	-17.85
HHY	Hastings High Yield Fund	146	1.95	1.94	0.52	1.94	0.52
KAT	Katana Capital	23	1.09	1.30	-15.90	1.21	-9.54
MWG	Macquarie Winton Global	62	0.98	0.99	-0.53	0.99	-0.53
TJN	Trojan Equity	51	1.20	1.31	-8.26	1.31	-8.26
VBP	van Eyk Blueprint Alternatives	36	10.00	9.91	0.95	9.91	0.95
WAB	Wallace Absolute Return	42	1.12	1.14	-1.68	1.11	0.49
Sector Average					-7.53		0.21
Weighted Sector Average*					-1.55		14.01

*Weighted average takes into account the size of each LIC, rather than treating them equally. Note: Absolute Return Fund premium/discounts to NTA are not included in this calculation.

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