

Investment Portfolio Update

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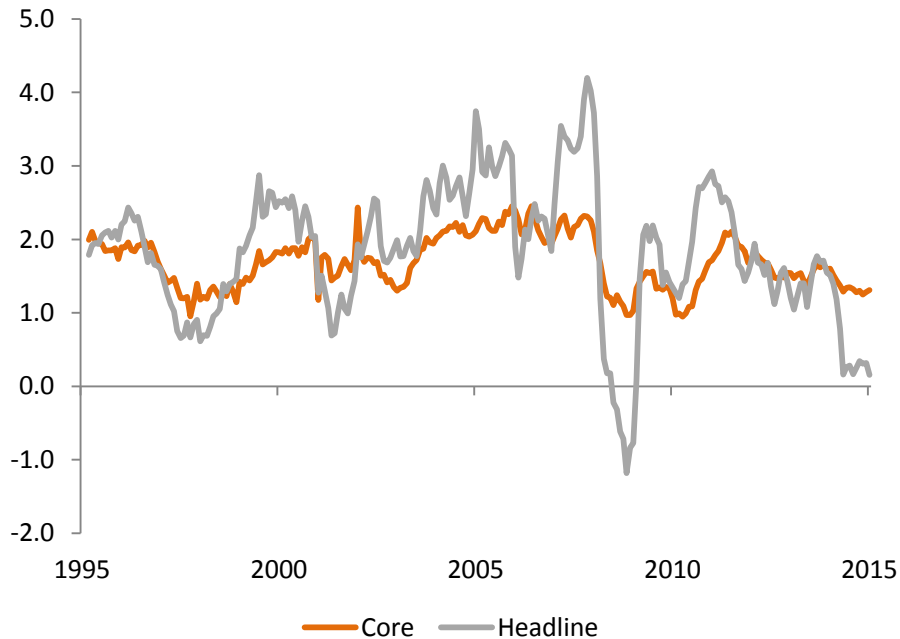
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Economic outlook: Interest rates to remain low supporting growth and equity markets

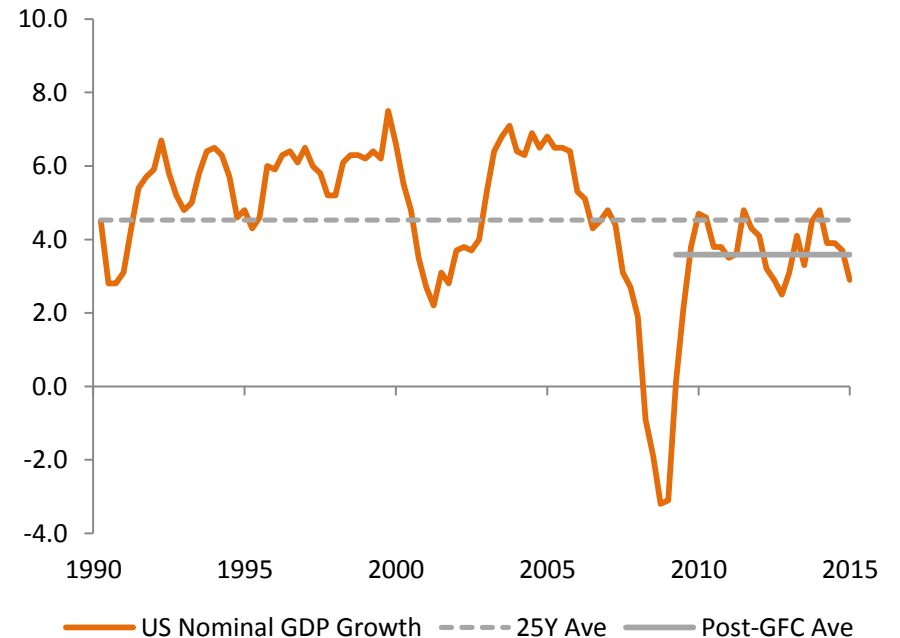
- Global growth modest and uneven with disinflationary pressure
- US Fed to maintain a cautious approach to rate rises
 - Solid employment growth
 - But subdued GDP growth and limited inflationary pressure
- Outside of US, developed market growth remains subdued
 - Europe & Japan weak with deflationary pressure
 - Central banks likely to do more QE
- Growth in China is moderating as economy rebalances
 - Commodity prices to remain under pressure
- Domestic economy slowly transitioning from mining to services
 - Commodity prices continue to drag, but employment growth a positive
 - Continued low rates and lower AUD required to support transition

Although Fed may begin normalisation, rates will remain low

US PCE Inflation



US Nominal GDP Growth



Strategy implications: Position for low growth and low interest rates

- Equities to outperform bonds and cash
 - Low interest rates support earnings and valuations
 - Lower AUD will support domestic earnings
- Micro caps to outperform large caps
 - Limited earnings and revenue growth in large caps
 - Micro cap sector offers growth opportunities
- Sector positions aim to capture defensive growth
 - Prefer companies with secular growth trends rather than cyclical
 - Foreign currency exposure
 - Underweight resources as outlook for commodity prices remains bleak

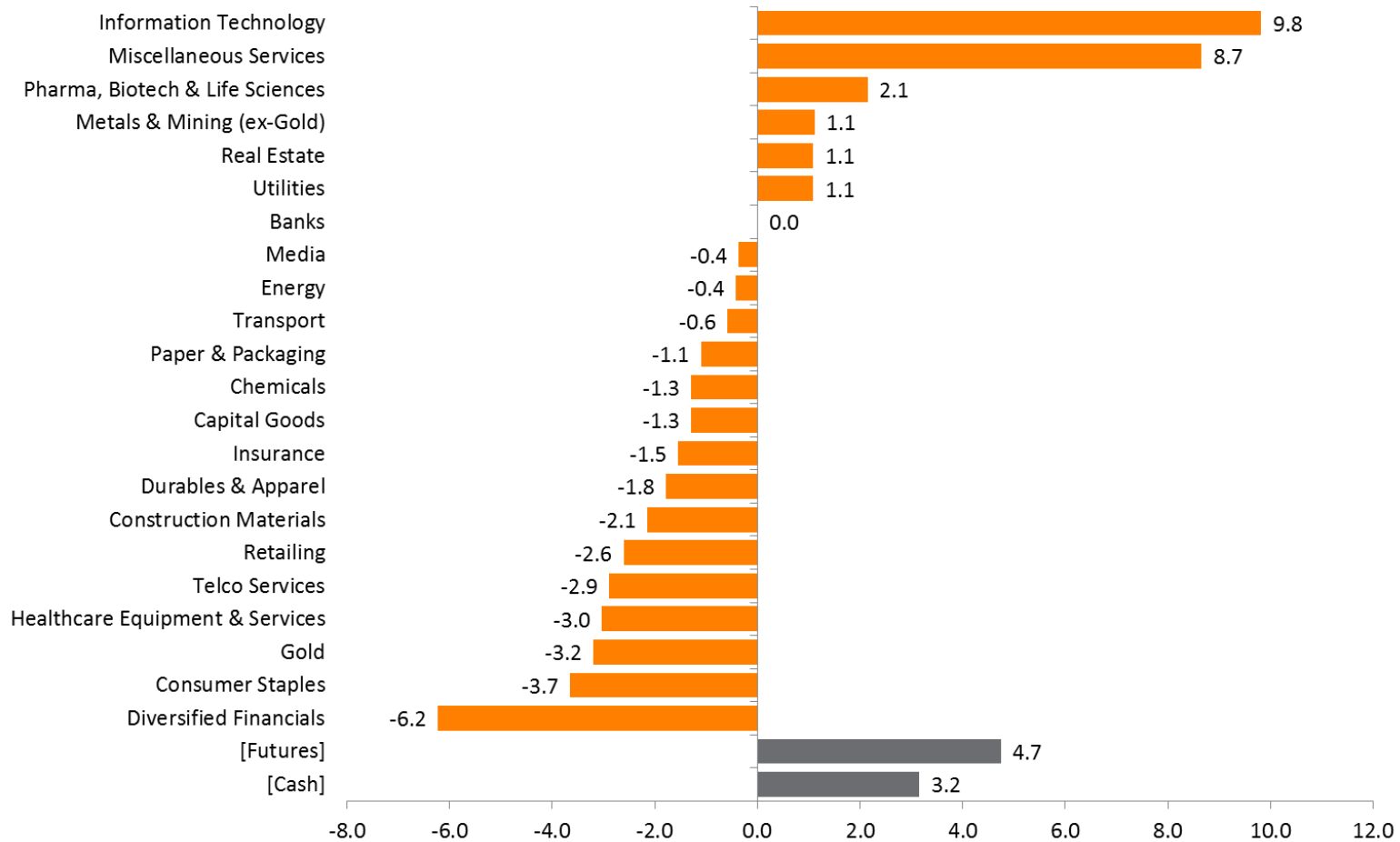
Portfolio investment performance has been strong since inception

October 2015	CTN	ASX Small Ordinaries Accumulation	Added Value
1 Year	3.0%	2.4%	+0.6%
3 Years pa	7.6%	0.6%	+7.0%
10 Years pa	11.4%	1.5%	+9.9%
Since inception (March 2004) pa	15.2%	4.3%	+10.9%

Gross performance

Micro Cap Fund is positioned for the economic outlook

Contango Micro Cap Fund: CIS Active Weight vs Small Ords



Micro Cap Fund delivers growth in this low growth environment

September 2015	Contango Micro Cap	ASX Small Ords Index
Price to Earnings Ratio	11.5	13.3
Dividend Yield (net)	4.7	4.5
Dividend Yield (gross)	5.9	5.6
EPS Growth (%)	18.8	9.7
Return on Equity (%)	46.0	14.9
Beta	0.77	1.00
Tracking Error*	6.3	-

Source: Factset (next twelve months)

* Ex ante. Bloomberg.

Micro Cap Fund's top overweight active stock positions

Code	Stock	Active Weight %
SGF	SG Fleet Group Ltd.	3.2
VLW	Villa World Limited	3.0
MYX	Mayne Pharma Group Limited	2.9
ASB	Austal Limited	2.7
ENN	Elanor Investors Group	2.5
SAR	Saracen Mineral Holdings Limited	2.3
HUB	HUB24 Limited	2.3
ALU	Altium Limited	2.2
PMP	PMP Limited	2.0
GMF	GPT Metro Office Fund Units	2.0
	NewTech (SPZ, CAT, EPD, MBE, etc)	10.0

Smart Parking (SPZ)

- High tech company
 - Monitoring devices, infrared sensors, license plate readers, parking meters
- Attractive market offering
 - Cost savings and higher accuracy in processing infringements
 - Payback period of only 15 weeks
- Successful trial in Westminster (UK)
 - Potential for 10,000 parking bays
- Metrics
 - Market cap \$36.5m
 - Sales growth 40% FY16
 - Price target \$0.29 (107% TSR)

Catapult Group (CAT)

- High tech company
 - Global leader in sports analytics technology
 - AUS, US and European sports teams
 - Every AFL, NRL and Super Rugby Team
- Strong business model
 - Owns all the data produced and continually improves analytics
 - Large upside via potential use in broadcasts
- Metrics
 - Market cap \$180.2m
 - Sales growth 45% FY16
 - Price target \$2.00 (38% TSR)

Empired (EPD)

- Fast growing IT service provider
 - Winning substantial new contracts
 - Experienced and disciplined management
- Strong structural drivers
 - Cyber security requirements, cloud computing
 - Windows 10 upgrade cycle, mobile web upgrades
 - Government outsourcing
- Metrics
 - Market cap \$98.3m
 - Sales growth 39% FY17
 - Price target \$1.25 (47% TSR)

Mobile Embrace (MBE)

- Global mobile advertising solutions
 - Mobile marketing and payments
 - Accounts in Australia, Singapore, Switzerland and UK
 - Growing rapidly both organically and through acquisition
- Structurally growing global industry
 - 40% CAGR 2015-18 (Frost & Sullivan)
 - Global smartphone penetration
- Metrics
 - Market cap \$71.3m
 - Sales growth +117% FY17
 - Price target \$0.42 (120% TSR)