

# Monthly NTA statement



ACORN CAPITAL

INVESTMENT FUND LIMITED

## Acorn Capital Investment Fund

### Key company details

- ASX Code: ACQ/ACQO
- Listing Date: 1 May 2014
- Shares on issue: 50,820,001
- Options on issue: 50,820,000

### Objective

The Objective is to create a diversified portfolio of listed microcap companies and then to invest opportunistically in unlisted entities that offer better relative value. The performance objective for ACQ is to outperform the S&P/ASX Small Ordinaries Accumulation Index over the medium to long term.

### Investment philosophy

The investment philosophy is based on a belief that there are pricing inefficiencies amongst microcap companies due to a lack of readily available external research conducted on such entities.

Acorn Capital believes that through a research driven investment process the pricing inefficiencies that exist in both listed microcaps and unlisted microcaps can be exploited to earn returns superior to those available in the broader market.

Unlisted microcap opportunities must be of better relative value on a risk-adjusted basis to displace existing listed portfolio investments in the corresponding sector.

### Strategy

- Research-driven stock selection
- Economic sector diversified
- Style agnostic
- Long term investor
- Create diversified portfolios to reduce volatility

### Company profile

Acorn Capital Investment Fund Limited provides investors with an opportunity to invest in a diversified portfolio of listed and unlisted microcap companies.

### Manager profile

Established in 1998 Acorn Capital is a specialist Australian microcap manager with approximately \$1.1 billion under management.

### Net Tangible Asset Backing Per Ordinary Share (all figures unaudited)

|   |          |
|---|----------|
| NTA before any tax effect                                 | \$0.9756 |
| NTA after tax excluding tax liability on unrealised gains | \$0.9839 |
| NTA after tax   | \$0.9792 |

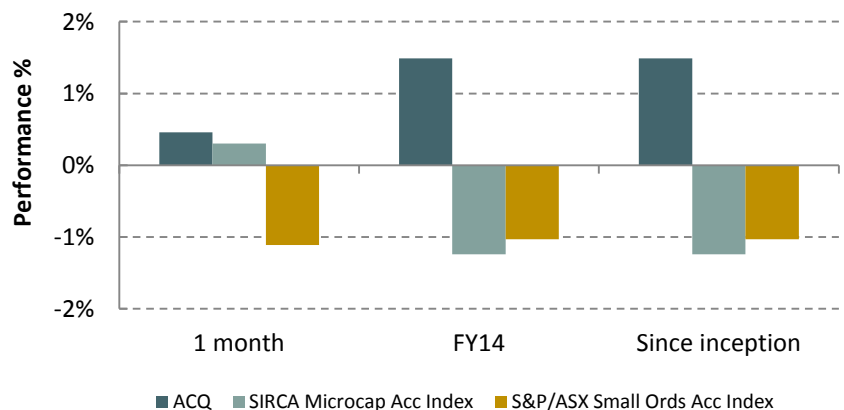
NTA does not include dilution from 50,820,000 outstanding ACQO options.

### Performance (June 2014) (all figures unaudited)

In June ACQ recorded performance<sup>1</sup> of 0.46% and the ACQ share price decreased from \$0.91 to \$0.87. The exchange traded options, ACQO last traded in June at \$0.03.

| Period                                     | 1 month | FY14   | Since inception <sup>2</sup> |
|--|---------|--------|------------------------------|
| ACQ <sup>1</sup>                           | 0.46%   | 1.49%  | 1.49%                        |
| SIRCA Microcap Acc Index <sup>3</sup>      | 0.30%   | -1.24% | -1.24%                       |
| S&P/ASX Small Ords Acc Index ('Benchmark') | -1.11%  | -1.03% | -1.03%                       |
| Outperformance Relative to Benchmark       | 1.57%   | 2.52%  | 2.52%                        |

- Portfolio performance is post all operating expenses, excluding management fees, taxes and initial IPO and placement commissions. Performance has not been grossed up for franking credits received by shareholders
- Inception is 1 May 2014
- SIRCA Microcap Accumulation Index data is verified 3 months in arrears by SIRCA ('Securities Industry Research Centre of Asia-Pacific')



### Contact Details

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Investment Fund Limited  
ACN 167 595 897

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Melbourne 3000 VIC Australia

### Website

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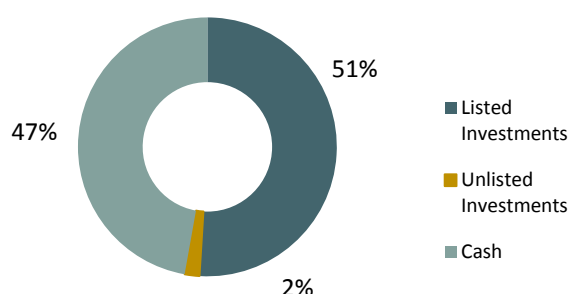
Important Notice: Acorn Capital Investment Fund Limited ACN 167 595 897 (ACQ) has prepared the information in this announcement. This announcement has been prepared for the purposes of providing general information only and does not constitute an offer, invitation, solicitation or recommendation with respect to the purchase or sale of any securities in ACQ nor does it constitute financial product or investment advice nor take into account your investment objectives, taxation situation, financial situation or needs. An investor must not act on the basis of any matter contained in this announcement in making an investment decision but must make its own assessment of ACQ and conduct its own investigations and analysis. Past performance is not a reliable indicator of future performance.

## Month in Review

During this month Acorn Capital had direct contact with over 138 listed and unlisted microcap companies. ACQ also made an unlisted investment into OneVue Holdings Limited, which represented its second unlisted investment.

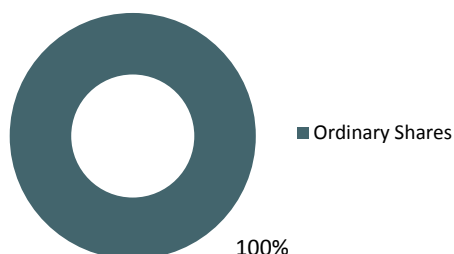
## Portfolio profile

ACQ had 51%, 2% and 47% in listed investments, unlisted investments and cash, respectively.



## Investment Instrument

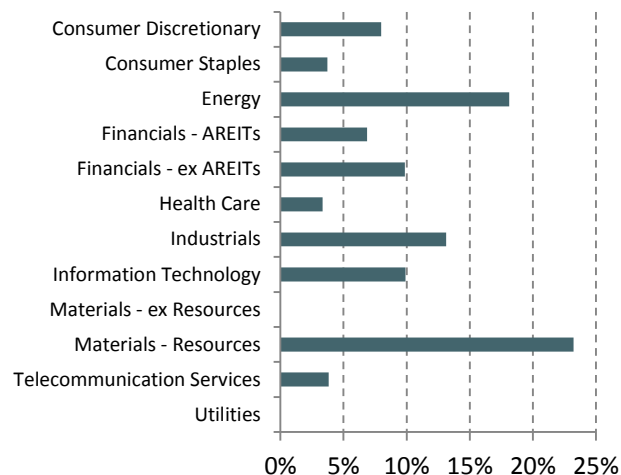
Unlisted investments can be classified by the type of investment instrument as follows:



Unlisted investments are revalued in accordance with policies adopted by the Board of ACQ.

## Industry weight

The ACQ Investment Portfolio is still in the process of being constructed, once completed it will be diversified across industries. Presently the top three industry exposures are Materials-Resources, Energy and Industrials.



## Top 10 Stocks

The ACQ Investment Portfolio held 61 securities as at 30 June 2014. Top 10 largest stock holdings within the ACQ Investment Portfolio are:

| Company                      | Portfolio Weight as at 30 June 2014 |
|------------------------------|-------------------------------------|
| 1. Horizon Oil               | 3.0%                                |
| 2. Sundance Energy Australia | 2.9%                                |
| 3. Papillon Resources        | 2.8%                                |
| 4. eServglobal               | 2.5%                                |
| 5. iCar Asia                 | 2.3%                                |
| 6. Servcorp                  | 2.2%                                |
| 7. Generation Healthcare     | 1.9%                                |
| 8. Amcom Telecommunications  | 1.6%                                |
| 9. iBuy Group                | 1.5%                                |
| 10. Base Resources           | 1.4%                                |

## Further information

|  |                                       |
|--|---------------------------------------|
| Benchmark                                | S&P/ASX Small Ords Accumulation Index |
| ACQ Market Capitalisation (30 June 2014) | \$44.213 million                      |
| Options on issue                         | 50,820,000                            |
| Exercise price of Options                | \$1.00                                |
| Last date options can be exercised       | 24 October 2015                       |



## Corporate Directory

### Directors

John Steven (Chairman)  
David Trude  
Judith Smith  
Robert Brown  
Barry Fairley

### Company Secretary

Matthew Sheehan

### Investment Team

|                 |                    |
|-----------------|--------------------|
| Robert Routley  | David Ransom       |
| Matthew Sheehan | Karina Bader       |
| Tony Pearce     | Kylie Molinaro     |
| Robert Bruce    | Cameron Petricevic |
| Xing Zhang      | Ben Dalling        |

### Investment Manager

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Facsimile: (03) 9369 0515

### Share Registry

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Abbotsford VIC 3067  
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Facsimile: 03 9473 2500

### Auditor

Ernst & Young  
Level 23, 8 Exhibition Street  
Melbourne VIC 3000

### Registered Office

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