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By e-Lodgement

INVESTMENT MANAGER'S MONTHLY PORTFOLIO UPDATE AS AT 30 SEPTEMBER 2017

Contango Global Growth Limited (the **Company** or **CQG**) (ASX: CQG) wishes to provide its shareholders with an update in respect of the Company's portfolio. Shareholders are referred to the Investment Manager's Monthly Portfolio Update as at 30 September 2017 from Paul Black, Portfolio Manager and Co-CEO, and Michael Trigg, Portfolio Manager and Business Analyst at WCM Investment Management, and Richard Dalidowicz, Senior Investment Consultant, and George Boubouras, Chief Investment Officer at Contango Asset Management Limited, that is provided with this announcement.

Yours faithfully

Valentina Stojanovska
Chairman

CONTANGO GLOBAL GROWTH LIMITED (ASX:CQG)

MONTHLY PORTFOLIO UPDATE

MARKETS UPDATE

Over the month the recent pattern of synchronised global economic growth continued, which remains generally supportive for equity markets. The US economy continues to remain robust even as it was battered by hurricanes, political tensions with North Korea and continued policy uncertainty from the Trump administration. The general strength has been driven by employment growth, investment and an improved housing market as the years of post GFC monetary stimulus have achieved the desired outcomes. While the market will continue to focus more heavily on the withdrawal of monetary stimulus and future interest rate rises, it is expected that these policy measures will occur in a controlled and deliberate manner.

Elsewhere the European economies also continue to show improved economic growth. While there have also been discussions with respect to a slow and measured withdrawal of monetary stimulus, ECB President Mario Draghi said that a very substantial degree of monetary accommodation is still needed for the upward inflation path to materialise.

In Asia, regional tensions with North Korea continued. Japan's Prime Minister called for a lower house election to be called 12 months before required on October 22nd. Chinese economic strength from investment and credit growth has continued, although S&P Global ratings downgraded the country's credit rating by one notch from A+ to AA- citing a prolonged period of credit growth has added to China's economic and financial risks. Markets are also beginning to focus on the 19th Communist Party Congress Meeting.

Most of the major equity markets finished in positive territory; the MSCI world index gaining 3.2%. Within that European markets took line honours with the German Dax rising 6.4% and the French CAC up 4.8%. The UK market underperformed with Brexit discussions remaining topical.

Across the pond, the Dow Jones and the S&P500 finished up 2.1% and 1.9% respectively, notching up their eighth consecutive positive quarter. Asian equities were mixed with Japan's Nikkei 225 the key out-performer finishing 3.6% higher. The Chinese equity market was a bit softer not helped by a ratings downgrade.

GLOBAL INDICES	1 MTH	3 MTHS	12 MTHS
Dow Jones Industrial	2.1%	4.9%	22.4%
S&P 500	1.9%	4.0%	16.2%
NASDAQ Index	1.0%	5.8%	22.3%
Euro Stoxx 50 Price Index	5.1%	4.4%	19.7%
FTSE 100	-0.8%	0.8%	6.9%
German Aktien Index (DAX)	6.4%	4.1%	22.1%
France CAC40	4.8%	4.1%	19.8%
Nikkei 225 Index	3.6%	1.6%	23.7%
Hang Seng Index	-1.5%	6.9%	18.3%
Shanghai Composite Index	-0.4%	4.9%	11.5%
India BSE 200 Index	-1.2%	3.2%	15.1%
MSCI ACWI (US\$)	1.8%	4.7%	16.4%
MSCI ACWI Investible Market Ex Aust (AU\$)	3.2%	2.7%	14.1%
MSCI ACWI Ex Aust (AU\$)	3.2%	3.2%	16.7%
MSCI ACWI Ex Aust (US\$)	2.0%	5.4%	19.4%
MSCI Emerging Markets Index (AU\$)	0.6%	4.8%	17.0%
MSCI Emerging Markets Index (US\$)	-0.5%	7.0%	19.7%

Source: Bloomberg, as of 30 Sept 2017

PORTFOLIO UPDATE

The Contango Global Growth portfolio (ASX code CQG) returned 2.5% for the month of September 2017, underperforming the benchmark index the MSCI All Country World Index ex-Australia that returned 3.2%. For the quarter, the portfolio's return was modestly lower at 2.3% and the benchmark return was unchanged at 3.2%. All returns are reported in Australian dollars and are unhedged.

For the month of September, the Company's style of investment management was not rewarded by investors as the Investment Advisor's quality/growth style underperformed the value style. September was the first month this year that value outperformed growth. The Company's investment strategy provides investors with exposure to a high conviction, actively managed portfolio of leading quality high growth companies. This leads the portfolio to have a bias to invest in growing global technology, healthcare and consumer companies that for September trailed the performance of value companies in the materials and financial sectors. It is noted that CQG is complementary to the Australian stock market's significant allocation to materials and financials.

Over the month, emerging markets equities underperformed developed markets equities as investors reduced exposures to take profits. This was a change from the September quarter where emerging markets outperformed developed markets by a considerable amount. Emerging markets are attractively priced relative to developed markets and their economic growth is strong. The portfolio's exposure to companies listed in developed markets was 83.6% and 15.1% to emerging markets, and the balance of 1.3% invested in cash.

Currency movements had a positive impact on both the portfolio and benchmark return. The Australian dollar depreciated 1.5% against the USD, closing the month lower at USD 0.783 from USD 0.795 at the beginning of the month.

Global equity markets generated solid returns for both September and the quarter of 3.2% for each period, outperforming Australian equities that returned 0% and 0.8% respectively. For September, major European equity markets and the Japanese market both outperformed US equities, that in turn outperformed China and India. The best performing market was Germany that returned a very healthy 6.4%, followed by France with 4.8%, Japan 3.6% and 1.9% for the US. The Chinese and Indian equity markets posted modest negative returns of -0.4% and -1.2% respectively.

The portfolio is well diversified being invested in 15 countries around the world, being 50.9% invested in the USA and 47.8% in Europe, Canada, Asia and South America. The portfolio's USA investments are not simply a bet on the US economy because the companies derive significant amounts of their revenues globally.

The portfolio maintains significant investments to growing industry sectors of technology 23.9%, healthcare 18.3% and consumer discretionary 16.5%. The portfolio is underweight materials and financials and has nil allocations to the low growth sectors of telecom services and utilities.

PERFORMANCE*

PERFORMANCE	CONTANGO GLOBAL GROWTH (%)	MSCI ACWI (EX-AUST) (%)	VALUE ADD (%)
1 Month	2.5	3.2	-0.7
Since 1 Jul 2017	2.3	3.2	-0.9

Source: WCM Investment Management & Bloomberg, as of 30 Sept 2017

REGIONAL ALLOCATIONS

REGIONAL ALLOCATIONS	CONTANGO GLOBAL GROWTH (%)
Americas	56.9
Europe	22.3
Asia/Pacific	19.5
Cash	1.3

Source: WCM Investment Management, as of 30 September 2017

MARKET ALLOCATIONS

DEVELOPED & EMERGING MARKETS ALLOCATION	CONTANGO GLOBAL GROWTH (%)
Developed Markets	83.6
Emerging Markets	15.1
Cash	1.3

Source: WCM Investment Management, as of 30 September 2017

SECTOR ALLOCATIONS

SECTOR	CONTANGO GLOBAL GROWTH (%)
Technology	23.9
HealthCare	18.3
Consumer Discretionary	16.6
Financials	10.1
Consumer Staples	8.9
Industrials	8.5
Materials	5.5
Energy	4.2
Real Estate	2.7
Telecom Services	0.0
Utilities	0.0
Cash	1.3

Source: WCM Investment Management, as of 30 September 2017

Companies held in the portfolio are assessed by the Investment Adviser to have strong qualities of wide and growing competitive economic advantages supported by high returns on invested capital, superior growth prospects and low or no debt.

These qualities help to protect the company from competition and maintain pricing power in their products, assisting them to continue to generate growing profits across a variety of market conditions. Companies held in the final portfolio feature strong long-term track records of generating profits for shareholders and stable management teams that provide sound cultures to support the business.

The top 5 best stock contributors to performance for the month of September on an absolute basis were:

- **Core Laboratories** (AMS code: CLB) +13.1%. One of the world's largest service providers of rock core and fluid analysis in the petroleum industry. It provides analytical services to characterise the properties of crude oil. Based in the Netherlands.
- **Schlumberger** (NYSE code: SLB) +11.9%. A French company that is the world's largest oilfield services company. It supplies the most comprehensive range of products and services, from exploration through to production and integrated drilling to pipeline solutions for oil recovery.
- **Atlas Copco** (OMX code: ATCO) +9.2%. A globally diversified manufacturer of heavy duty industrial equipment based in Sweden. Some of their products include drill rigs, underground trucks and loaders, road construction equipment and portable compressors.
- **Boston Scientific** (NYSE code: BSX) +7.0%. A global developer and seller of medical devices used to diagnose and treat various medical conditions, based in the USA. It is known for the development of the Taxus stent, a drug-eluting stent which is used to open clogged arteries.
- **Amphenol** (NYSE code: APH) +6.0%. An American company that is a major global producer of electronic and fiber optic connectors, cable and interconnect systems used in diverse electronics markets, including military-aerospace, industrial, automotive, information technology, mobile phones, broadband, and medical.

The bottom 5 stock detractors to performance for the month of September on an absolute basis were:

- **Crown Castle** (NYSE code: CCI) -5.9%. A US based company that operates a real estate investment trust to provide infrastructure for broadcasting, mobile telephony and wireless broadband.
- **The Cooper Companies** (NYSE code: COO) -4.5%. A US based, multinational company operating in the medical specialties sector. It consists of two subsidiaries, CooperVision that manufactures contact lenses and CooperSurgical that provides specialist products for women's health care and fertility treatments.
- **Reckitt Benckiser** (LSE code: RB) -2.2%. A UK headquartered company that is a leading global manufacturer and marketer of household cleaning, health and personal care products.

PORTFOLIO CHARACTERISTICS

PORTFOLIO CHARACTERISTICS	CONTANGO GLOBAL GROWTH
P/E (trailing)	33.3
P/E (forward)	28.2
Dividend Yield %	1.0
EPS Growth (LT) %	13.9
Return on Equity %	19.8
Wt. Ave. Market Cap (AUD bill.)	115.8

Source: WCM Investment Management, as of 30 September 2017

TOP 10 HOLDINGS

STOCK	CONTANGO GLOBAL GROWTH (%)
The Cooper Companies	3.7
HDFC Bank Ltd	3.6
Techtronic industries Co Ltd	3.5
Keyence Corp	3.4
Amphenol Corp	3.4
Canadian Railway Co	3.3
Visa Inc-class a share	3.3
Costco Wholesale Corp	3.3
Boston Scientific Corp	3.2
Tencent Holdings Ltd	3.2

Source: WCM Investment Management, as of 30 September 2017

COUNTRY ALLOCATIONS

COUNTRY	CONTANGO GLOBAL GROWTH (%)
United States	50.9
China	5.9
United Kingdom	5.9
Switzerland	5.3
India	3.6
Hong Kong	3.5
Japan	3.4
Canada	3.3
Taiwan	3.1
Sweden	2.7
Denmark	2.6
Argentina	2.6
Italy	2.3
Netherlands	1.9
France	1.7
Cash	1.3

Source: WCM Investment Management, as of 30 September 2017

- **Ecolab** (NYSE code: ECL) -2.2%. Headquartered in America, Ecolab is a global provider of water, hygiene technologies and services to the food, energy, healthcare, industrial and hospitality markets.
- **Ferrari** (NYSE code RACE) -2.2%. Based in Italy, Ferrari manufactures luxury super sports cars for the global market and operates a Formula 1 racing team.

PORTFOLIO OUTLOOK

The Investment Adviser looks to invest in companies that can sustainably compound their cashflows for long periods of time. This is a simple starting definition of a great company. The sustainability aspect is important as it implies the existence of a durable competitive advantage or 'moat' that allows great companies to protect high returns and hence benefit from this compounding over multi-year time horizons.

The world's leading consumer goods companies are especially good at generating and protecting high rates of return thanks to ownership of great brands with heritage, resonance and customer loyalty. Reckitt Benckiser is a particularly good example of this. There are very few companies that can boast a heritage that dates back to the 1840s, or rival their collection of 19 "power brands" which earn revenues of over USD 13.4 billion annually and delivered shareholders a total return of 111.5% over 10 years to September 2017. Ownership of businesses with intellectual property rights brings similar characteristics of customer loyalty, which deepens moats and amplifies returns. Examples of companies held in the portfolio that have these attributes include Amazon (on-line and voice shopping), Visa (global payments system), Ferrari (luxury sports cars), The Cooper Companies (contact lenses) and Essilor (prescription lenses and sunglasses).

There is a strong resemblance between the best consumer goods and intellectual property rights companies as both have legally protected intellectual property that helps to differentiate, add value and fend off commoditisation for their products and services. This gives the companies long term pricing power to protect their cashflows from inflation and provides benefits of high barriers to entry to grow profits.

On a look through basis, the portfolio's emerging market exposure is more than the 15.1% via companies listed on local exchanges but via companies listed in developed markets, that have a good amount of their sales to emerging markets. As much as 29% of sales by companies in the portfolio originate from emerging markets. The Investment Adviser is positive on the growth prospects of emerging markets driven by population growth and the rise in consumer wealth. The demand of these billions of consumers for everyday products, from detergents, to luxury cars and to quality healthcare will grow.

30 September 2017

KEY DETAILS

Report Date:	30 September 2017
ASX Code (Shares / Options):	CQG / CQGO
Listed on ASX:	23 June 2017
Fund Manager:	Contango International Management Pty Limited
Investment Adviser:	WCM Investment Management
Benchmark:	MSCI All Country World Index ex-Australia with gross dividends reinvested reported in Australian dollars and unhedged
Number of stocks:	20 – 40
Maximum cash position:	7%
Stock universe:	Global (ex-Australia)
Portfolio size:	\$94.92 million
Shares on issue:	90.98 million
NTA (Pre-tax):	\$1.042
NTA (Post-tax):	\$1.059
Share Price:	\$1.03

WHO MANAGES THE PORTFOLIO?

Contango Global Growth Limited (ASX:CQG) has appointed Contango International Management Pty Limited as manager of the portfolio. The manager has appointed WCM as adviser to provide portfolio investment and management services. The role of the manager is to supervise the adviser.

Contango International Management Pty Limited is a wholly owned subsidiary of Contango Asset Management Limited, an ASX listed funds management company (ASX:CGA). CGA is a dedicated active funds manager, covering the entire spectrum of Australian equities of large, mid, small and micro capitalisation companies. CGA has a large and experienced investment team led by George Boubouras (Managing Director & Chief Investment Officer).

WCM is an established and independent funds manager of globally listed companies. The firm is based in Laguna Beach, California and is 100% owned by active employees. WCM has more than 40 team members, 26 of whom are equity owners, including all portfolio managers responsible for managing the CQG portfolio. This ensures alignment of interests between investors and WCM. WCM's Investment Strategy Group is responsible for construction of the final portfolio of 20 to 40 globally listed companies.

HOW DOES WCM MANAGE THE CQG PORTFOLIO?

WCM's investment strategy is to have a high conviction, actively managed, long only global equities portfolio invested in listed securities of developed markets (ex-Australia) and emerging markets companies. The portfolio construction process is based on rigorous bottom-up company analysis to identify quality global growth businesses with high returns on invested capital, superior growth prospects and low debt. It also requires the company to maintain a durable and growing competitive advantage, or growing economic moat. The focus on quality companies helps to protect capital in weak markets. The final portfolio is diversified across individual stocks (20 to 40), sectors (including information technology, consumer sectors of staples and discretionary, healthcare, financials and industrials) and countries, both developed (including USA, UK, Europe, Japan) and emerging (including China, India, Brazil).



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BENEFITS FROM INVESTING IN CONTANGO GLOBAL GROWTH LIMITED

Specialist Management. Provides access to the investment philosophy and process of WCM, a specialist active manager of global equities with a successful long-term track record of generating total returns above the benchmark index.

Growing Businesses. WCM's investment philosophy requires global companies to maintain durable and growing competitive advantages, or growing economic moats, high returns on invested capital, superior growth prospects and low debt.

Invest in Global Companies. Opportunity to gain diversified exposure to leading global companies, outside of the limited opportunity afforded on the Australian equities market. The portfolio's exposures to the high growth sectors of technology, healthcare and consumer, complements the Australian equity market's exposures to resources and financials.

High Conviction Approach. Disciplined research of the global listed company universe to assess the relative attractiveness of each sector, coupled with rigorous bottom up analysis of individual companies. The final portfolio of 20 to 30 stocks comprises WCM's best stock ideas. The portfolio is not diluted with inferior stock holdings.

Active Strategy. The strategy offers a value added total return approach to investing in global equities, an asset class that has historically been characterised by strong investment returns.

Seasoned Investment Team. WCM employs a dedicated, stable and experienced investment team to provide research coverage of global listed companies.

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NOTES:

* Gross performance does not reflect the impact from fees, taxes and charges. Past performance is not a predictor of future returns.

DISCLAIMER: This update has been prepared for information purposes only related to the underlying investment portfolio. The NTA figures provided in this document are unaudited and approximate. This document does not contain investment recommendations nor provide investment advice. Investors in LICs should understand the distinction between Investment Portfolio Performance, NTA Performance and Share Price return. Contango International Management Pty Limited (CIM) ACN 617 319 123 AFSL No. 237119 is the investment manager of CQG. Neither CQG, CIM nor their respective related entities, directors or officers guarantees the performance of, or the repayment of capital or income invested within CQG or any associated product. You are strongly encouraged to obtain detailed professional advice and to read any relevant offer document in full before making any investment decision. CQG may not be suitable for your investment needs. This is not an offer to invest in any security or financial product.