

# CONTANGO GLOBAL GROWTH LIMITED (ASX:CQG)

## NTA STATEMENT AND PORTFOLIO UPDATE

### MONTHLY PORTFOLIO UPDATE

The Contango Global Growth portfolio (ASX code: CQG) returned a solid 3.1% (after fees) for the month of November 2017. The return was modestly below the benchmark index, the MSCI All Country World Index ex-Australia return. Impressively, the portfolio returned 10.1% (after fees) for the 3 months to November. All returns are reported in Australian dollars and unhedged.

The Company's investment strategy is managed actively by the Investment Adviser and provides investors with exposure to a high conviction, actively managed global portfolio of leading quality high growth companies. The portfolio is invested in both developed markets and emerging markets companies and has a bias to be invested in companies in the technology (e-commerce), healthcare (medical devices) and consumer sectors (household goods). The portfolio's allocations to developed markets, emerging markets and cash are 83.8%, 12.9% and 3.3% respectively.

Currency movements had a positive impact on the portfolio's value for November as the AUD depreciated by 1.2% against the USD, to end the month at USD 0.757.

It was another good month for investors, with global equity markets generating a solid return of 3.4% in November. Returns from major individual global equity markets were mixed. US equities performed the best returning 3.8%, followed by Japan that returned 3.2% but Europe was down 2.8%. Within Europe, the markets of Germany, France and UK all returned negative returns of -1.6%, -2.4% and -2.2% respectively. Uncertainty around ongoing Brexit negotiations plagued European markets.

The portfolio is well diversified being invested in 15 countries around the world and invested in 9 industries. The largest single country exposure is the USA with a holding of 51.8% and 44.9% is spread across Europe, Canada, Asia and South America. The portfolio maintains significant investments in the growing industry sectors of technology 24.9%, healthcare 17.9% and consumer discretionary 14.2%. The portfolio has nil allocations to telecom services and utilities - the lowest returning sectors.

### NET TANGIBLE ASSETS

NET TANGIBLE ASSETS	30 NOV 2017	31 OCT 2017
<b>NTA of investments before tax</b>	<b>\$1.118</b>	<b>\$1.086</b>
NTA of investments before tax on unrealised gains	\$1.138	\$1.104
<b>NTA after tax</b>	<b>\$1.112</b>	<b>\$1.090</b>
Month-end closing share price (CQG.ASX)	\$1.030	\$1.010
Month-end closing option price (CQGO.ASX)	\$0.024	\$0.012

### PERFORMANCE (after fees)

PERFORMANCE	CONTANGO GLOBAL GROWTH (%)	MSCI ACWI (ex-Aust) (%)	VALUE ADD (%)
1 Month	3.1	3.4	-0.3
3 Months	10.1	11.4	-1.3
Since 1 Jul 2017	9.7	11.4	-1.7

### ASSET COMPOSITION

ASSET COMPOSITION	30 NOV 2017		31 OCT 2017	
<b>Investment Type</b>	<b>\$m</b>	<b>%</b>	<b>\$m</b>	<b>%</b>
Listed shares	98.42	97.3	97.69	98.5
Liquidity	3.26	3.2	1.08	1.1
Tax asset (liability)	(0.48)	(0.5)	0.39	0.4
<b>Net Assets After Tax</b>	<b>\$101.20</b>	<b>100.0%</b>	<b>\$99.16</b>	<b>100.0%</b>
Ordinary Shares on Issue	90.982m		90.982m	
Options on issue	90.871m		90.871m	

The top three stock contributors to performance for the month of November on an absolute basis were:

- **Costco Wholesale Corporation** (+14.8%). Sells goods through a membership warehouse concept. Offers members low prices on a limited selection of branded and private-label products in a range of consumer merchandise categories.
- **MercadoLibre Inc.** (+14.5%). Engages in the provision of internet trading services through an online e-commerce platform. Operates through the following South American geographical segments: Brazil, Argentina, Mexico and Venezuela.
- **Tractor Supply Company** (+13.7%). Engages in the retail sale of farm and ranch products. Operates retail farm and ranch stores and focuses on supplying the lifestyle needs of recreational farmers and ranchers, as well as tradesmen and small businesses. Headquartered in Brentwood, Tennessee.

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

- **Ferrari NV.** (-9.3%). Manufactures super luxury sports cars and participates in car racing such as Formula One.
- **Compass Group Plc.** (-7.6%). Engages in the provision of food and support services to customers in the workplace, including schools and colleges, hospitals, at leisure and in remote environments.
- **Boston Scientific Corp.** (-6.6%). Engages in the development, manufacture and marketing of medical devices used in interventional medical specialties. Its products and technologies are used to diagnose or treat medical conditions, including heart, digestive and chronic pain conditions.

#### CONTANGO GLOBAL GROWTH LIMITED

ACN 617 281 268

Level 27, 35 Collins Street MELBOURNE VIC 3000

T: +61 3 9222 2333 W: [contangoglobalgrowth.com.au](http://contangoglobalgrowth.com.au)

E: [info@contangoglobalgrowth.com.au](mailto:info@contangoglobalgrowth.com.au)

**DISCLAIMER:** Past performance is not a predictor of future returns. 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. © 2017 Contango Asset Management Limited

#### TOP 10 HOLDINGS

STOCK	CONTANGO GLOBAL GROWTH (%)
Tencent Holdings Ltd	3.7
Techtronic Industries Ltd	3.6
The Cooper Companies	3.6
Keyence Corporation	3.6
Amphenol Corp	3.5
Costco Wholesale Corp	3.5
HDFC Bank Ltd	3.5
Visa Inc.	3.4
IQVIA Holdings	3.2
Taiwan Semiconductor	3.1

Source: WCM Investment Management, as of 30 November 2017

#### MARKET ALLOCATIONS

DEVELOPED & EMERGING MARKETS ALLOCATION	CONTANGO GLOBAL GROWTH (%)
Developed Markets	83.8
Emerging Markets	12.9
Cash	3.3

Source: WCM Investment Management, as of 30 November 2017

KEY DETAILS	
Report Date:	30 November 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:	\$101.84 million
Shares on issue:	90.98 million
Share Price:	\$1.03