

Wednesday, 8 July 2020

The Manager
ASX Market Announcements
Australian Securities Exchange Limited

Dear Sir/Madam,

Market Update

WCM strategies significantly outperform over FY2020

The Company is delighted to announce that the WCM Investment Management (**WCM**) large cap and small cap strategies have significantly outperformed their respective benchmarks for the year ended 30 June 2020 (**FY2020**).

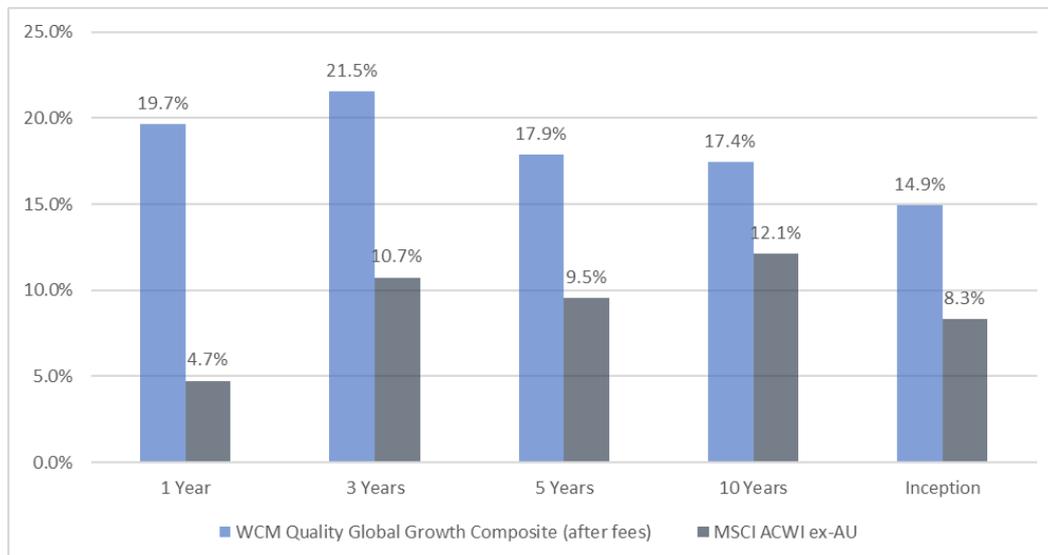
The WCM large cap strategy, WCM Quality Global Growth, delivered a return of 19.7% for the year, outperforming its benchmark by 15.0%. The WCM International Small Cap Growth strategy delivered a return of 33.4% outperforming its benchmark by 35.7%.

WCM is a California-based investment management firm specialising in active global and emerging market equities. WCM's investment process is based on the belief that corporate culture is the biggest influence on a company's ability to grow its competitive advantage or 'moat'.

Contango has an exclusive retail distribution arrangement to promote WCM's strategies in Australia.

Large cap track record

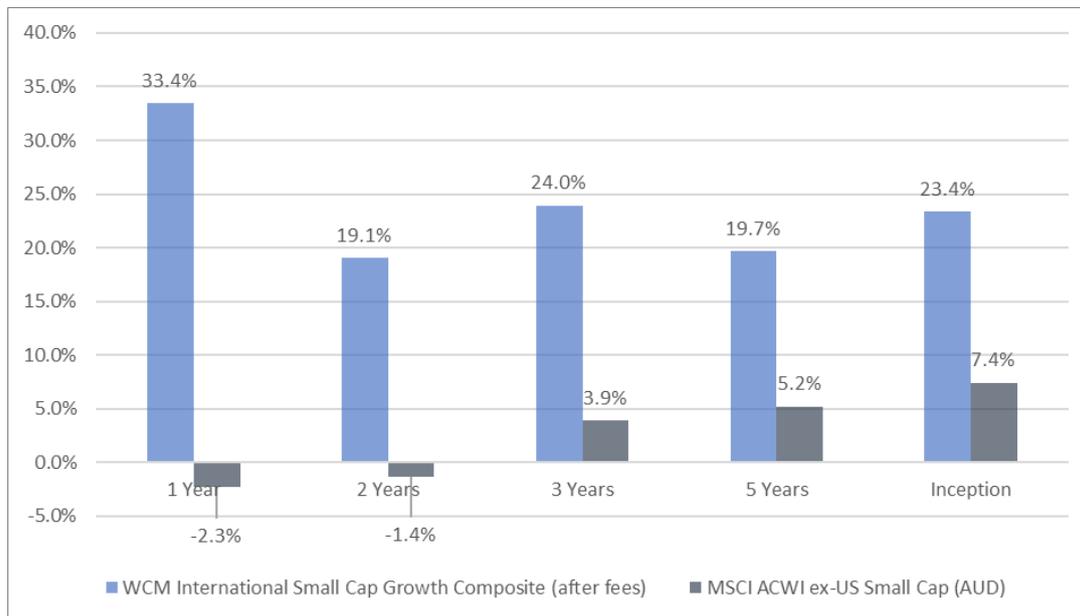
Annualised returns of the WCM Quality Global Growth Strategy versus its benchmark are shown below:



WCM applies the same investment principles, philosophy and execution approach of its WCM Quality Global Growth Composite (QGG), which was created on 31 March 2008, to WCM Global Growth Limited, the WCM Quality Global Growth Fund (Quoted Managed Fund) and the WCM Quality Global Growth Fund (Managed Fund). It should be noted that due to certain factors, there may be variances between the investment returns demonstrated by each portfolio in the future. Past performance is not indicative of future performance. The benchmark for QGG is the MSCI ACWI ex-Australia Index. For further information please refer to contango.com.au.

Small cap track record

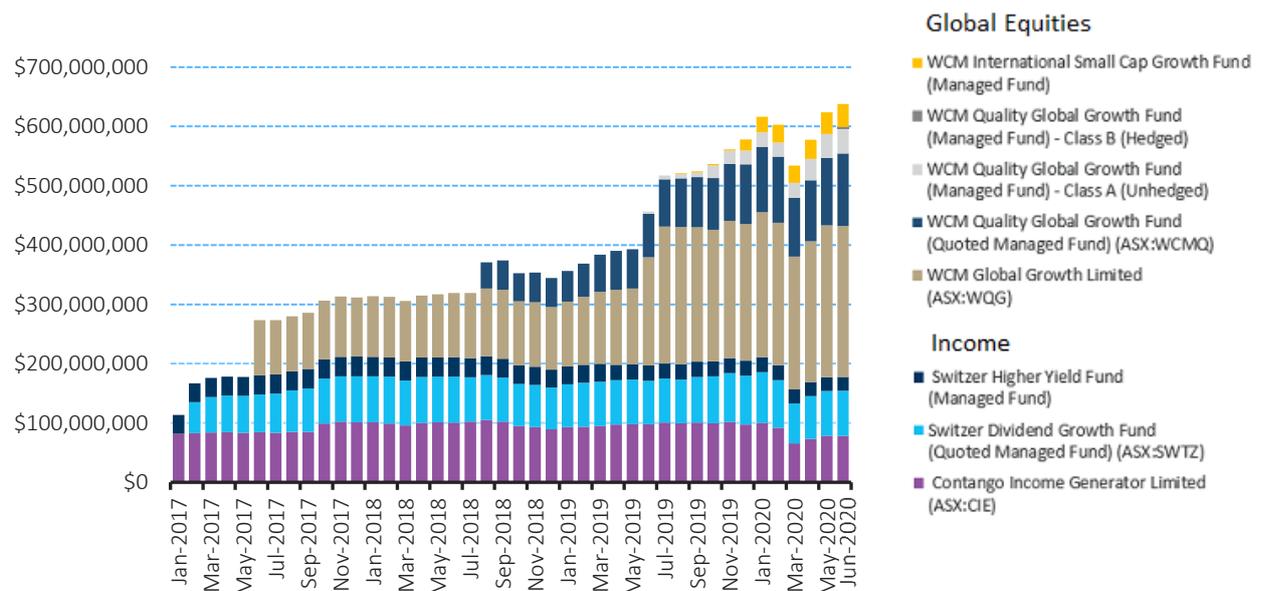
Annualised returns of the WCM International Small Cap Growth Strategy versus its benchmark are shown below:



WCM applies the same investment principles, philosophy and execution approach of its International Small Cap Growth Composite (SIG), which was created 31 December 2014, to the WCM International Small Cap Growth Fund (Managed Fund). It should be noted that due to certain factors, there may be variances between the investment returns demonstrated by each portfolio in the future. Past performance is not indicative of future performance. The benchmark for SIG is the MSCI ACWI ex-US Small Cap Index. For further information please refer to contango.com.au.

FUM update

The Board is pleased to advise that Contango's funds under management (FUM) has grown strongly since its previous report on 7 April 2020, increasing from \$524 million at that date to a total of \$638 million as at 30 June 2020.



NB: Excludes Contango Microcap management rights reassigned in October 2017

The 22% increase in FUM in this period has resulted from the superior investment returns of the suite of funds managed by WCM, together with positive net inflows. The Company recorded net inflows in every month throughout FY2020, including during the COVID-19 market downturn, and net inflows of \$13 million in the month of June 2020.

The Company launched the hedged version of the WCM Quality Global Growth Fund (Managed Fund) in June 2020 which has been well received.

Strong financial position

In June 2020, Contango received a further payment of \$1.67 million relating to the assignment of an investment mandate to NAOS Asset Management Limited. A total amount of \$3.3 million remains payable to the Company in relation to this transaction, payable in two annual instalments in June 2021 and 2022.

The Company also received its first meaningful performance fee in June 2020 relating to its WCM Quality Global Growth and International Small Cap Growth portfolios totalling \$0.17 million.

As at 30 June 2020, the Company had cash and receivables of \$7.3 million and debt of \$1.25 million.

Yours faithfully,

Marty Switzer

CEO and Managing Director
Contango Asset Management
M: 0407 297 702

This announcement is authorised for release to the market by the Board of Directors of Contango Asset Management Limited.