

Investment Report

Company Profile

Stock Code	ASX:GC1
Share Price	\$0.90
Market Capitalisation	\$42.4m

Investment Objectives

To own sustainable businesses with superior management that:

- Operate in industries with barriers to entry and growth prospects
- Are undervalued

Investment Strategy

- Active portfolio management
- Concentrated portfolio
- Long only
- Ungearred

Company Overview

Glennon Small Companies Ltd is an ASX listed investment company. The Company invests in a concentrated portfolio of high quality small cap and microcap companies outside the S&P/ASX 100.

The Company is managed by Glennon Capital, a specialist small and microcap investment manager.

Top 5 Holdings

NVL	National Vet Care	4.9%
SGM	Sims Metal	3.8%
SKB	Skydive the Beach	3.6%
CWY	Cleanaway Waste	3.5%
SIQ	Smartgroup	3.4%

Portfolio Characteristics

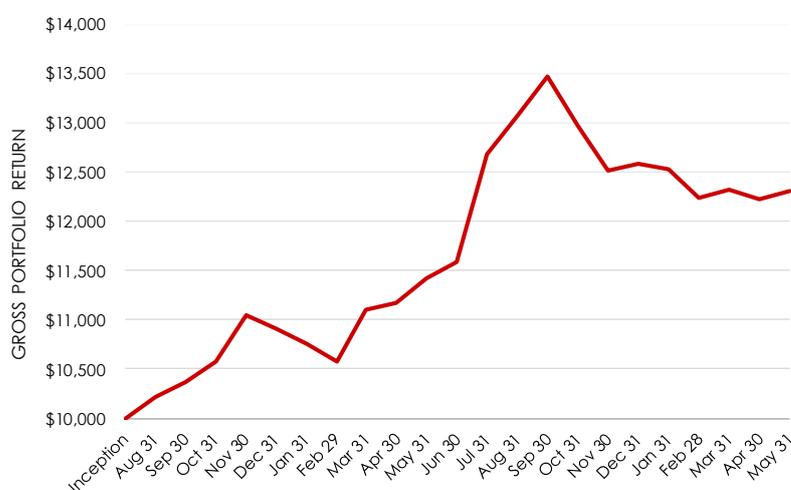
Number of Equity Holdings	37
Median Market Cap	\$162m

Net Tangible Assets (NTA)

	Cents
NTA before tax	97.88
NTA after tax	96.93

During the month to 31 May 2017 Glennon Small Companies Ltd delivered a gross portfolio return of 0.62%, while the S&P/ASX Small Ordinaries Accumulation Index fell -2.05%. Since inception Glennon Small Companies Ltd has delivered a 23.02% gross portfolio return while the S&P/ASX Small Ordinaries Accumulation Index has risen 24.74%. At the end of the month the portfolio held 25.2% cash.

Performance



31 st May 2017	1 Month	3 Month	6 Month	1 Year	Since Inception
Glennon Small Companies Ltd	0.62%	0.56%	-1.66%	7.70%	23.02%

Performance is shown on a gross basis, before expenses and taxes. Past performance is not a reliable indicator of future performance. Inception date is 21 August 2015.

Commentary

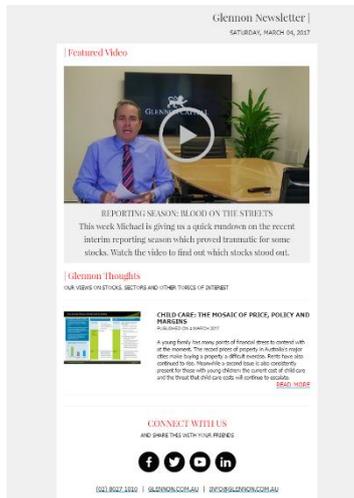
Markets were broadly lower during May, with large caps dropping 2.8% and small caps dropping 2.1%. While small resources were up 1.6% over the month, small industrials dragged down the index, finishing down 2.8%. Small resources remain up 13% over the year, but down 5.1% for the quarter.

Apollo Tourism contributed positively during the month, as the company acquired the 80% of Canadian listed CanaDream it did not already own and bought the assets of the Kratzmann caravan and motorhome retail businesses. Both were accretive acquisitions. Apollo also confirmed that it is on track to beat prospectus NPAT forecasts by 5-10%.

Glennon Capital held a live Half-Yearly Update for investors during the month, with a presentation of some areas of focus at the moment followed by an interactive question and answer session. Current and future investors are encouraged to view the update [here](#).



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Contact

P (02) 8027 1000

E info@glennon.com.au

A Level 17
25 Bligh Street
Sydney NSW 2000

W www.glennon.com.au



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Articles

Published May 2017

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Stocks That Stood Out Towards The End of May 2017

This week we are looking at Qantam (ASX:QIP), OFX Group (ASX:OFX) and Sigma Health (ASX:SIG).

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