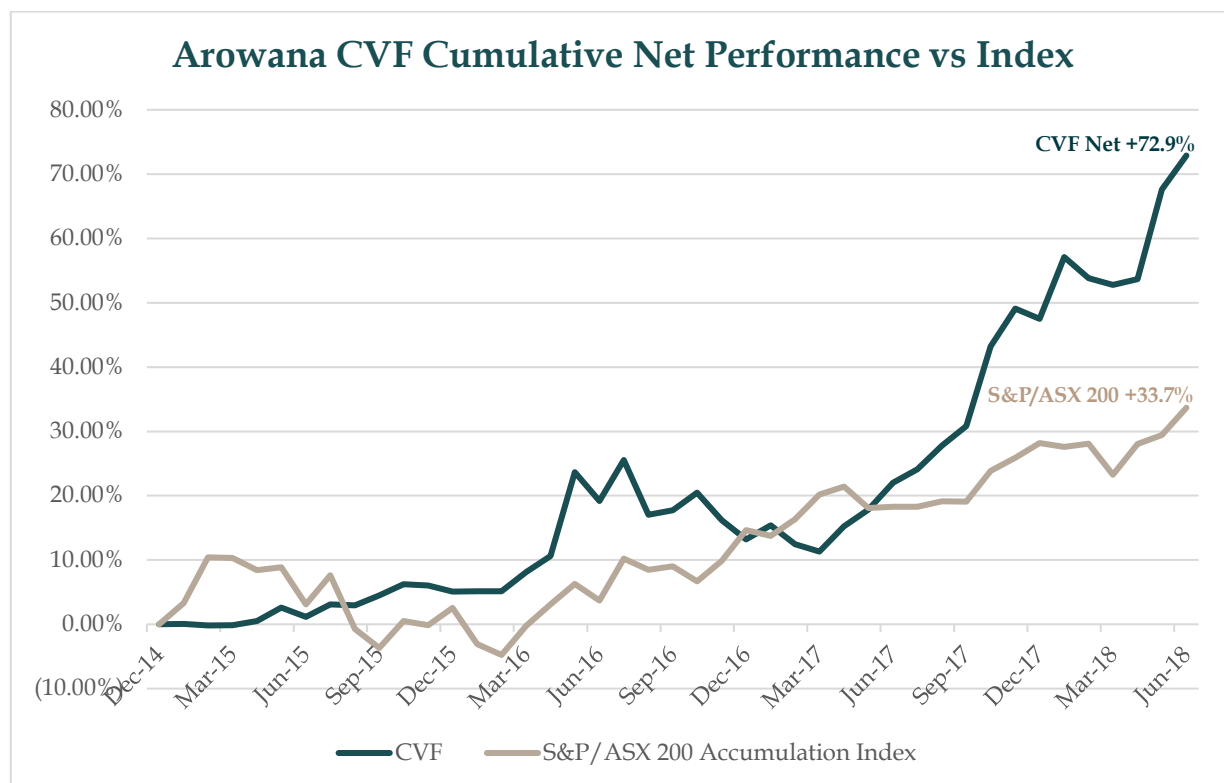


## Fund Performance



At 30 June 2018	Since inception (5 Jan 2015)					
	1 mth	3 mths	6 mths	12 mths	Annualised	Cumulative
Arowana CVF Gross performance	4.0 %	16.8 %	22.4 %	52.1 %	21.3 %	96.5 %
S&P/ASX200 Accumulation Index	3.3 %	8.5 %	4.3 %	13.0 %	8.6 %	33.7 %
Gross outperformance	0.7 %	8.3 %	18.1 %	39.1 %	12.7 %	62.8 %
Arowana CVF Net performance*	3.2 %	13.2 %	17.2 %	41.7 %	16.9 %	72.9 %
S&P/ASX200 Accumulation Index	3.3 %	8.5 %	4.3 %	13.0 %	8.6 %	33.7 %
Net outperformance	(0.1) %	4.7 %	12.9 %	28.7 %	8.3 %	39.2 %

\* Net of all fees and expenses, pre-tax

## Net Tangible Assets (NTA) per Share

At 30 June 2018	\$
NTA pre-tax on unrealised gains	1.33
NTA after tax on unrealised gains <sup>1</sup>	1.22

1. The Company is required to estimate the tax that may arise should the entire portfolio be disposed of on the above date and show the result per share after deducting this theoretical provision. Any such tax would generate franking credits, whose value would not be lost but rather transferred to shareholders on payment of franked dividends.

## Top 5 Holdings (% of Gross Portfolio Value)

Ticker		%
APT	Afterpay Touch Group Limited	15%
TSGL.CA	Stars Group Inc	9%
FB.US	Facebook Inc Class A	9%
EAF.US	Graftech International Ltd	8%
ZG.US	Zillow Group Inc Class A	5%
Top 5 as % of Gross Portfolio		46%



## Monthly Newsletter

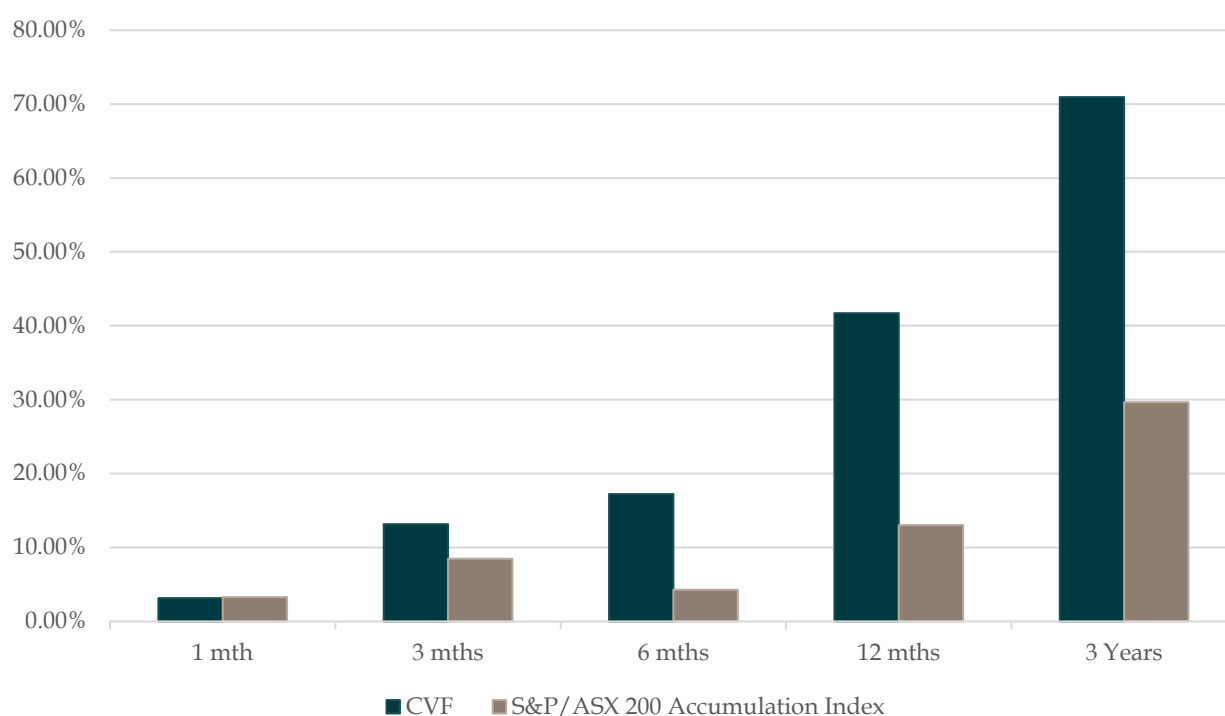
In June the Fund recorded +3.2% performance, net of all costs and fees, versus the S&P/ASX Accumulation 200 Index return of +3.3%. For the financial year ended 30 June 2018, the Fund recorded net performance of +41.7%, significantly outperforming the Fund's benchmark.

NTA per share was \$1.33 at 30 June 2018. Twelve months ago, NTA per share was \$1.03.

Dividends paid for the financial year, inclusive of franking, add to \$0.11 per share.

The Fund had an exceptional year in financial year 2018. For that matter, the Fund has also been a significant outperformer since its inception on 5 January 2015.

### CVF Net Performance vs Index as at 30 June 2018



## What's working?

There are a few things that are driving consistently better investment performance but if we had to name one thing, it would be **data**. *Data has been a massive enabler of our ability to monitor positions.*

In the course of developing an investment thesis for a particular stock or industry sector we have always availed ourselves of relevant data, so that we can test the idea in question.

What really differentiates CVF is our ability to find public data that allows us to actively *monitor* positions. The value of this data is driven by not only its relevance, but also its frequency and usage. Data is like wealth in this respect; it is decidedly relative. Which is why we don't describe in any real detail our current data sets. To do so would be to give away part of our investment IP.

The best historical data example we have enumerated is how we developed a novel and high frequency data set to monitor our position in Infogen Energy Limited (IFN.AU), a wind farm operator.



In the case of Infigen, via two different methods, we were able to monitor electricity production by site on a daily basis. This allowed us to then model revenue with a high degree of accuracy, on a daily basis.

When we considered the Infigen position, we were bullish for various reasons. However, the key initial constraint on our ability to make the position size large was the downside risk of a production miss, which might be protracted. Historically, some wind farms had experienced systematic equipment failures in turbine gear boxes and blades. Knowing this, it seemed it would be difficult to make the position size large, despite our view that the stock price would most likely double.

The game changer was our use of data in monitoring, on a daily basis, production and thus production and equipment risk. In turn, this allowed us to make the Infigen position 13% of Fund capital at inception. Armed with the knowledge that we would be able to exit the position should downside risks crystalise, we were comfortable sizing the position up. Having a 13% position that doubles in price is very different to having a 2% position that doubles in price from an overall portfolio return perspective. You really only need 2 investments like this a year to drive outperformance. In the 2018 June financial year, we've had 4 positions double and another 3 rise by more than 60%. Such is the power of novel data embedded in a robust investment process.

Mathematically, we think our use of data has both increased our strike rate as well as the magnitude of returns from our winning positions. In baseball parlance, we are getting on base more often and hitting more home runs. In a sense, creative data usage has materially changed our realised risk asymmetry, to the material benefit of our shareholders.

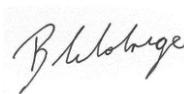
We would like to thank our shareholders for their continued support and trust.



---

Gary Hui

Portfolio Manager & Lead Analyst



---

Ben Wolrige

Co-Manager & Senior Analyst



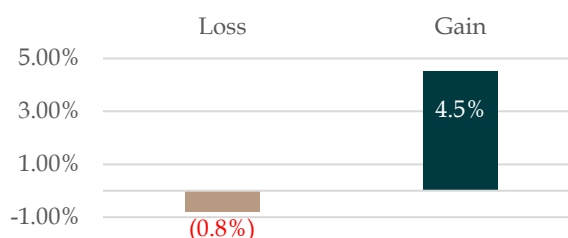
## Fund Information

ASX ticker	CVF	INVESTMENT PERFORMANCE (Pre-tax, net of all costs)				
Net Month's performance	3.2%		2015	2016	2017	2018
Last price (at 30 June 2018)	\$1.18	Jan	0.1%	0.0%	1.9%	6.5%
Pre-tax NTA	\$1.33	Feb	(0.3)%	0.0%	(2.6)%	(2.1)%
Premium/ (Discount) to pre-tax NTA	(11.3)%	Mar	0.0%	2.9%	(1.0)%	(0.7)%
Fund AUM	A\$101.7m	Apr	0.7%	2.3%	3.5%	0.6%
Market capitalisation	A\$82.2m	May	2.1%	11.8%	2.2%	9.1%
Shares on issue	69,672,141	Jun	(1.4)%	(3.6)%	3.5%	3.2%
Interim dividend (100% franked)	\$0.04/share	Jul	2.0%	5.3%	1.7%	
Current dividend yield (fully franked)	9.1%	Aug	(0.2)%	(6.8)%	3.0%	
Gross/Net equities exposure	85%/68%	Sep	1.5%	0.6%	2.4%	
Geographic mandate (Equities)	Global (45% ex Aust.)	Oct	1.7%	2.3%	9.5%	
Fund Inception	5-Jan-15	Nov	(0.2)%	(3.5)%	4.1%	
		Dec	(0.9)%	(2.5)%	(1.1)%	
		Total	5.1%	7.7%	30.3%	17.2%

## About Arowana Contrarian Value Fund (CVF)

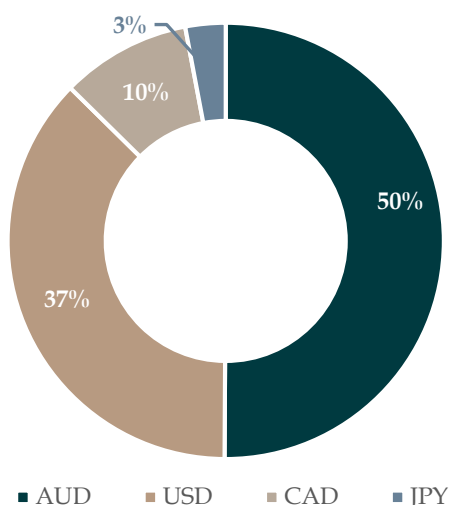
- Focussed on identifying and quantifying **large asymmetrical risk/return situations**
- Monitor stocks by attaining high frequency public **data of critical company drivers**
- Concentrated portfolio of ASX and international stocks;
- Ability to hedge;

Avg position contributions since inception:  
Realised Asymmetry



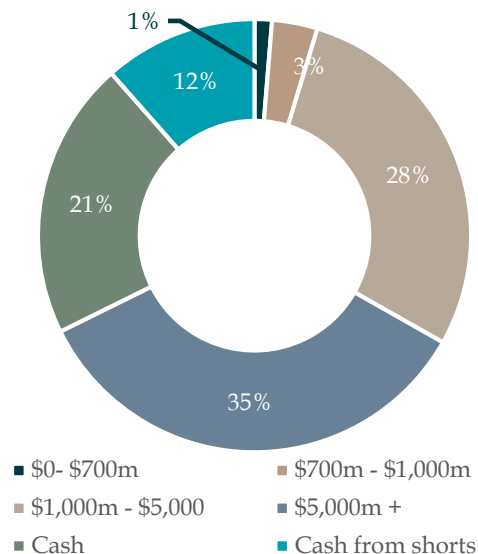
## Portfolio Information

### Currency Mix

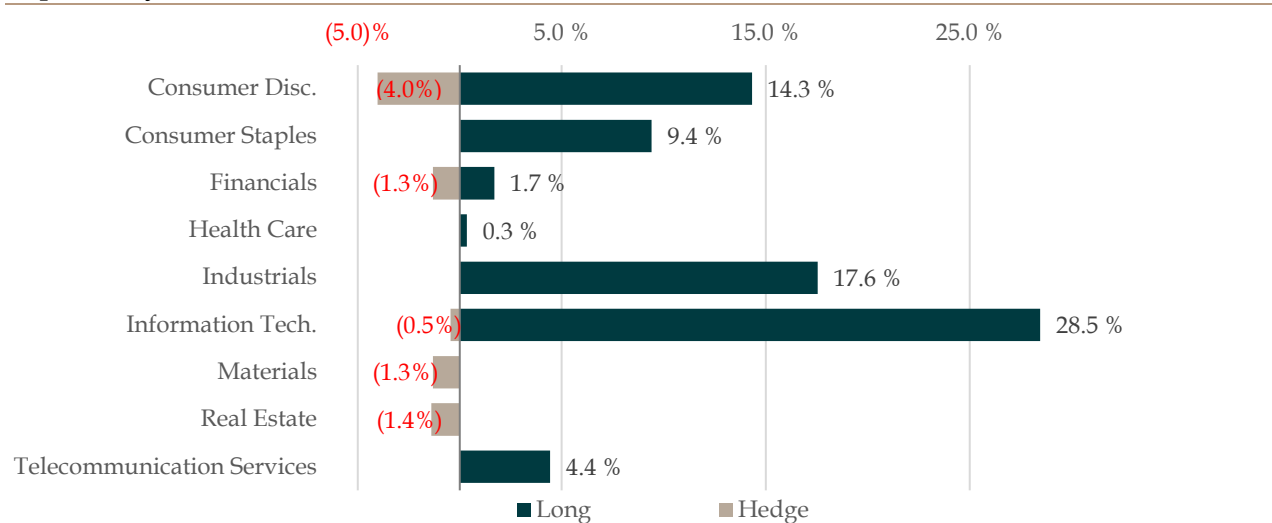


Currency mix includes cash and equities

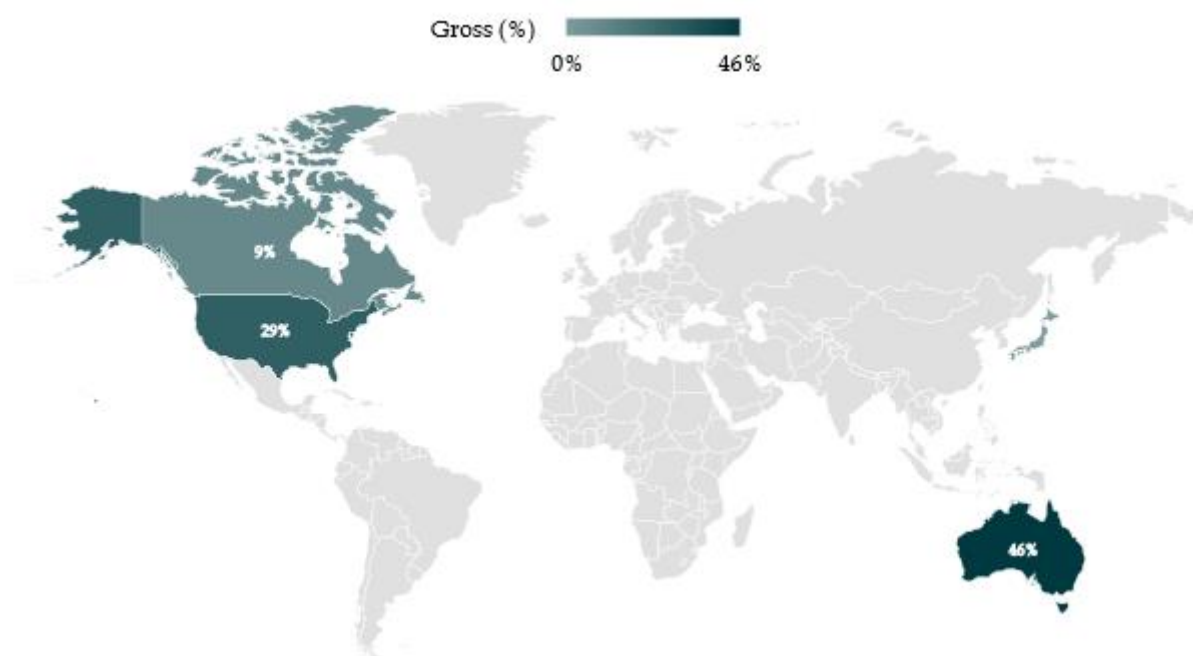
### Market Cap Mix



### Exposure by Sector



### Equities Exposure by Country



Country	Long	Hedge	Gross	Net
Australia	37.9 %	(8.5)%	46.4%	29.4 %
United States of America	28.9 %	- %	28.9%	28.9 %
Canada	9.2 %	- %	9.2%	9.2 %
Japan	0.2 %	- %	0.2%	0.2 %
<b>Total</b>	<b>76.2 %</b>	<b>(8.5)%</b>	<b>84.7%</b>	<b>67.7 %</b>

### Important information and disclaimer

While all reasonable care has been taken in the preparation of this monthly update, neither Contrarian Value Fund Limited ("Fund") nor AAVOF Management Pty Ltd ("Fund Manager") is responsible for any errors nor misstatements. To the full extent permitted by law, no representation or warranty is made, and any and all liability is disclaimed, in relation to the accuracy or completeness of any statement, opinion, forecast or information contained in this monthly update.



This monthly update has been prepared for the purposes of providing general information only and does not constitute an offer, solicitation or recommendation with respect to the purchase or sale of any securities in the Fund or in which the Fund has invested, nor does it constitute financial product or investment advice, nor take into account your investment objectives, financial situation or needs. Past performance is not indicative of future performance. Returns can be volatile. Potential investors should seek independent advice as to the suitability of a particular investment to their investment need.

