

Monthly NTA Statement

as at 31 July 2018

Overview and Investment Philosophy

VG1, the Company, provides investors with access to a concentrated portfolio, predominately comprised of Long and Short positions in global listed securities; and the investment expertise of VGI Partners, the Manager.

The Manager's risk-adjusted return philosophy is implemented through three key tenets:

- Capital preservation** - The Manager believes that risk comes from not properly understanding your investments and places a great deal of importance on assessing downside risk.
- Superior long-term compound growth** - The Manager believes that great businesses purchased with a 'margin of safety' held for the long term are best placed to provide superior compound returns.
- Concentration** - The Manager aims to be concentrated enough in its best ideas so as not to dilute overall returns but hold enough Long positions in order to provide an appropriate level of diversification. The Top 5 Long positions typically represent 40-50% of the portfolio NAV.

Key Details

| | |
|------------------------------|-------------------|
| ASX Code | VG1 |
| Share Price | \$2.35 |
| Listing Date | 28 September 2017 |
| Portfolio Size | \$604.8 million |
| Shares on Issue | 275.3 million |
| Market Capitalisation | \$646.9 million |

Net Tangible Asset (NTA) Per Share

| | |
|---------------------|--------|
| NTA Pre-Tax | \$2.19 |
| NTA Post-Tax | \$2.20 |

Source: Citco Fund Services. 'NTA Pre-Tax' is calculated before all taxes. 'NTA Post-Tax' is calculated after tax on realised gains/losses, deferred tax assets and deferred tax liabilities, but before allowing for deferred tax liabilities/deferred tax assets on unrealised gains/losses. The NTA after including deferred tax liabilities/deferred tax assets on unrealised gains/losses is \$2.13 per share.

Investment Guidelines

| | |
|-------------------------------|-----------------------------------|
| No. of Long Positions | Typically, 10 to 25; currently 18 |
| No. of Short Positions | Typically, 10 to 35; currently 22 |

Month End Exposures

| | |
|------------------------------|-------|
| Long Equity Exposure | 68% |
| Short Equity Exposure | (25)% |
| Gross Equity Exposure | 93% |
| Net Equity Exposure | 43% |
| Cash Weighting | 57% |

Net Performance

| | Pre-Tax NTA | Post-Tax NTA | Share Price |
|-------------------------------|-------------|--------------|-------------|
| 1 month | 0.6% | 0.6% | 3.5% |
| 3 months | 4.5% | 4.7% | 7.3% |
| 6 months | 9.9% | 10.5% | 10.8% |
| Financial YTD | 0.6% | 0.6% | 3.5% |
| Since Inception | 9.3% | 9.9% | 17.5% |
| Compound Annual Return | N/A | N/A | N/A |

Source: Citco Fund Services. Pre-Tax Performance is defined as the movement in NTA Pre-Tax. Post-Tax Performance is defined as the movement in NTA Post-Tax. NTA Performance is shown after all applicable fees and charges. Share Price Performance is defined as the movement in the VG1 Share Price at the end of the period.



Top Five Long Positions

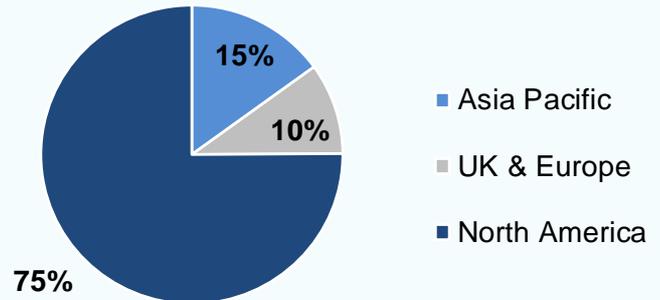
| | |
|-----------------------------|----|
| 1. CME Group Inc. | 9% |
| 2. Medibank Private Limited | 7% |
| 3. Colgate Palmolive Co. | 6% |
| 4. Praxair Inc. | 5% |
| 5. The Coca-Cola Co. | 5% |

Total Top 5 Long Positions 32%

Net Currency Exposures

| | |
|---|-------------|
| USD | 100% |
| % Portfolio NAV Un-hedged to AUD | 100% |

Long Portfolio by Location of Exchange Listing



Commentary

The portfolio's return (net of all fees and expenses) for the month of July 2018 was **+0.6%**. The portfolio's Long positions added **+1.1%** to performance for the month of July 2018 and the Short portfolio, consisting of single stock Short positions, detracted **-0.3%** from performance during the month. The Australian Dollar appreciated against the US Dollar during July which detracted **-0.2%** from the return.

The Manager has been patiently and steadily deploying the portfolio such that as at 31 July 2018 the portfolio was approximately 80% of targeted individual stock weightings, on average, across the entire portfolio. Given the Manager's focus on preservation of investors' capital, the Manager may take several more months to fully deploy the portfolio, depending on market conditions.

Board of Directors

| | |
|-----------------------|---------------------------------------|
| David Jones | Chairman |
| Robert Luciano | Executive Director, Portfolio Manager |
| Douglas Tynan | Executive Director, Head of Research |
| Lawrence Myers | Independent Director |
| Noel Whittaker | Independent Director |
| Jaye Gardner | Independent Director |

Key Contacts

| | |
|---------------------------|---|
| Company Secretary | Ursula Kay, CA |
| Investor Relations | Victoria Arthur, CA |
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| Share Registry | Boardroom Pty Limited Phone: 1300 737 760 (inside Australia) +61 2 9290 9600 (outside Australia) Email: enquiries@boardroomlimited.com.au |