

# NTA & Investment Update

AS AT 31 OCTOBER 2019

## NET TANGIBLE ASSET (NTA) BACKING PER SHARE

	31 Oct	30 Sept
<b>NTA per share<sup>1</sup></b>	<b>\$2.58</b>	<b>\$2.62</b>
<b>NTA per share after unrealised tax provision<sup>2</sup></b>	<b>\$2.45</b>	<b>\$2.49</b>

<sup>1</sup> After all costs, including any tax payable.

<sup>2</sup> As required under the ASX Listing Rules, theoretical NTA per share after providing for estimated tax on unrealised gains/losses in the portfolio. That is, after tax that may arise if the entire portfolio was sold.

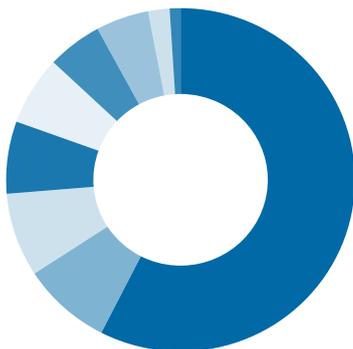
## PORTFOLIO PERFORMANCE

	3 mths	1 year	3 years (p.a.)	Since incept. (p.a.)
Portfolio	3.7%	24.3%	16.0%	11.2%
Benchmark*	3.6%	24.2%	14.3%	11.1%
S&P/ASX 200**	-0.9%	19.3%	12.6%	8.8%

\*FTSE Global Core Infrastructure 50/50 Index (in A\$) \*\*Accumulation Index

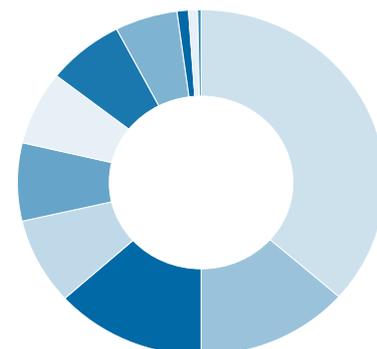
## PORTFOLIO

### Geographic diversification



- United States 57.5%<sup>^</sup>
- Europe 8.3%
- Canada 7.9%
- Asia Pacific 6.8%
- Australia 6.5%
- Japan 5.1%
- Latin America 4.9%
- United Kingdom 2.0%
- Cash 1.0%

### Sector diversification



- Electric 36.5%
- Midstream Energy 13.5%
- Communications 13.3%
- Railways 8.1%
- Airports 7.3%
- Gas Distribution 6.9%
- Toll Roads 6.8%
- Water 5.5%
- Cash 1.0%
- Diversified 0.8%
- Marine Ports 0.3%

<sup>^</sup>Many large infrastructure companies are listed in the United States, although their operations and earnings are often global.

## Argo Global Listed Infrastructure

ASX code	ALI
Listed	July 2015
Portfolio Manager	Cohen & Steers
Shareholders	9,400
Market cap.	\$339m
Management fee	1.2%
Performance fee	Nil
Hedging	Unhedged
Dividend yield <sup>^</sup>	2.7%

<sup>^</sup> Fully franked yield 3.9% based on dividends over the last 12 months.

## Company overview

Provides exposure to a diverse portfolio of 50-60 global listed infrastructure companies. Argo Infrastructure has no debt.

## Company objective

Provide a total return for long-term investors consisting of capital growth and dividend income, from a global listed infrastructure portfolio which provides diversification benefits for Australian investors.

## About the Portfolio Manager

A leading specialist global real assets fund manager listed on the New York Stock Exchange, Cohen & Steers manages funds of approximately US\$60 billion from offices around the world on behalf of institutional clients and sovereign wealth funds.

## Key personnel

<b>Jason Beddow</b>	Managing Director
<b>Benjamin Morton</b>	Senior Portfolio Manager
<b>Robert Becker</b>	Portfolio Manager
<b>Tyler Rosenlicht</b>	Portfolio Manager

## HOW TO INVEST

Argo Infrastructure is listed on the Australian Securities Exchange (ASX) under the ASX code 'ALI'.

To become an Argo Infrastructure shareholder, simply buy shares through your stockbroker, online broker, financial adviser or platform.

## MARKET COMMENTARY

In October, global infrastructure stocks (-1.3%) underperformed broader global (+0.4% in A\$) and domestic (-0.3%) equities as investors showed a preference for riskier assets amid receding concerns of a US recession. Increased optimism of a US/China trade agreement bolstered the more positive outlook, as did the continued easing bias of the world's major central banks.

Despite this short-term underperformance, over the last year the asset class has strongly outperformed both broader global and domestic equities.

With signs of increased economic stability in some regions of the globe, economically sensitive infrastructure sectors, such as airports, were the top performing stocks in October. In contrast, the more defensive sectors underperformed, such as electric utilities, some of which were also impacted by Californian bushfires.

Elsewhere in the portfolio, our out-of-index position in Canada's Altagas benefited greatly from a takeover bid. Encouragingly, the bidders were a pension fund and a private equity fund, highlighting that large investors seeking infrastructure exposure are increasingly turning to listed stocks when direct, unlisted asset opportunities are scarce or too expensive.

During October, Argo Infrastructure's share price increased +2.6%. Over the 12 months to 31 October 2019 the share price is up a remarkable +30.5%.

## ARGO INFRASTRUCTURE SHAREHOLDER BENEFITS



### Global diversification

Exposure across various geographies and both emerging and developed economies



### Proven investment approach

Experienced and senior investment team with a long and successful track record



### Specialist global fund manager

Access to a world-leading, specialist infrastructure fund manager



### Enhance risk-adjusted returns

Less volatile than broader equities providing some relative downside protection



### Access infrastructure opportunities

New opportunities offshore through government privatisations



### Administratively simple global investing

Exposure to a large and complex asset class through one simple ASX trade

## CONTACT US

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## SHARE REGISTRY ENQUIRIES

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