

The Monash Absolute Investment Company Ltd

ASX Code: MA1

CIO Update

AGM

5 November 2020



Presentation outline

- 1) Company Snapshot
- 2) 2020 Financial Year Highlights
- 3) Performance Review
- 4) Portfolio Structure
- 5) Proposed Restructure into an ETMF



Monash Absolute Investment Company Ltd

Snapshot at 31 October 2020

| Feature | Description |
|---------------------|--|
| ASX Code | <ul style="list-style-type: none"> MA1 |
| Shares on issue | <ul style="list-style-type: none"> 44,853,003 shares |
| Total NAV (pre-tax) | <ul style="list-style-type: none"> \$54,979,219 (estimate) |
| NTA Pre Tax | <ul style="list-style-type: none"> \$1.2258 (estimate) |
| Share Price | <ul style="list-style-type: none"> \$1.16 |
| Dividends payable | <ul style="list-style-type: none"> Yes |
| ASX Listing date | <ul style="list-style-type: none"> 12 April 2016 |
| Investment Manager | <ul style="list-style-type: none"> Monash Investors Pty Ltd (AFSL 417201) |
| Board | <ul style="list-style-type: none"> Paul Clitheroe, Independent Chairman Suvan de Soysa, Independent Director Paul Jensen, Independent Director Simon Shields, Non Independent Director |



2020 financial year highlights

Portfolio Return

+6.12%

Net Profit After Tax

\$2.1m

Fully Franked Dividend

\$0.01 Per Share

Fully Franked Dividend Yield

1.02%

Share Price at 30 June

\$0.9850

Pre-tax NTA at 30 June

\$1.1043

2020 WINNER
Best Listed Alternative Investment Product



Recent performance has been very strong

After fee returns to 31 October 2020

| | MA1 NTA | Peer Rank Prior Month | MA1 Price Including Dividends | ASX200 | Small Ords |
|---|---------|--------------------------|----------------------------------|--------|------------|
| CYTD | 9.06% | 2/18 | 14.71% | -9.09% | -3.62% |
| FYTD | 11.91% | 2/18 | 18.78% | 1.48% | 6.15% |
| 3 Months | 10.12% | 2/18 | 20.62% | 0.98% | 4.69% |
| 1 Year | 8.85% | 3/18 | 21.88% | -8.15% | -2.40% |
| 2 Years pa | 15.40% | 1/18 | 22.19% | 4.67% | 5.67% |
| 3 Years pa | 9.57% | 3/18 | 13.37% | 4.09% | 4.63% |
| 4 Years pa | 6.59% | 4/16 | 6.79% | 6.98% | 7.04% |
| Inception pa From 12 April 2016 | 6.28% | | 4.26% | | |

Sources

MAIF : Monthly Performance Report & Unit Prices www.monashinvestors.com MA1: Announcements www.asx.com.au

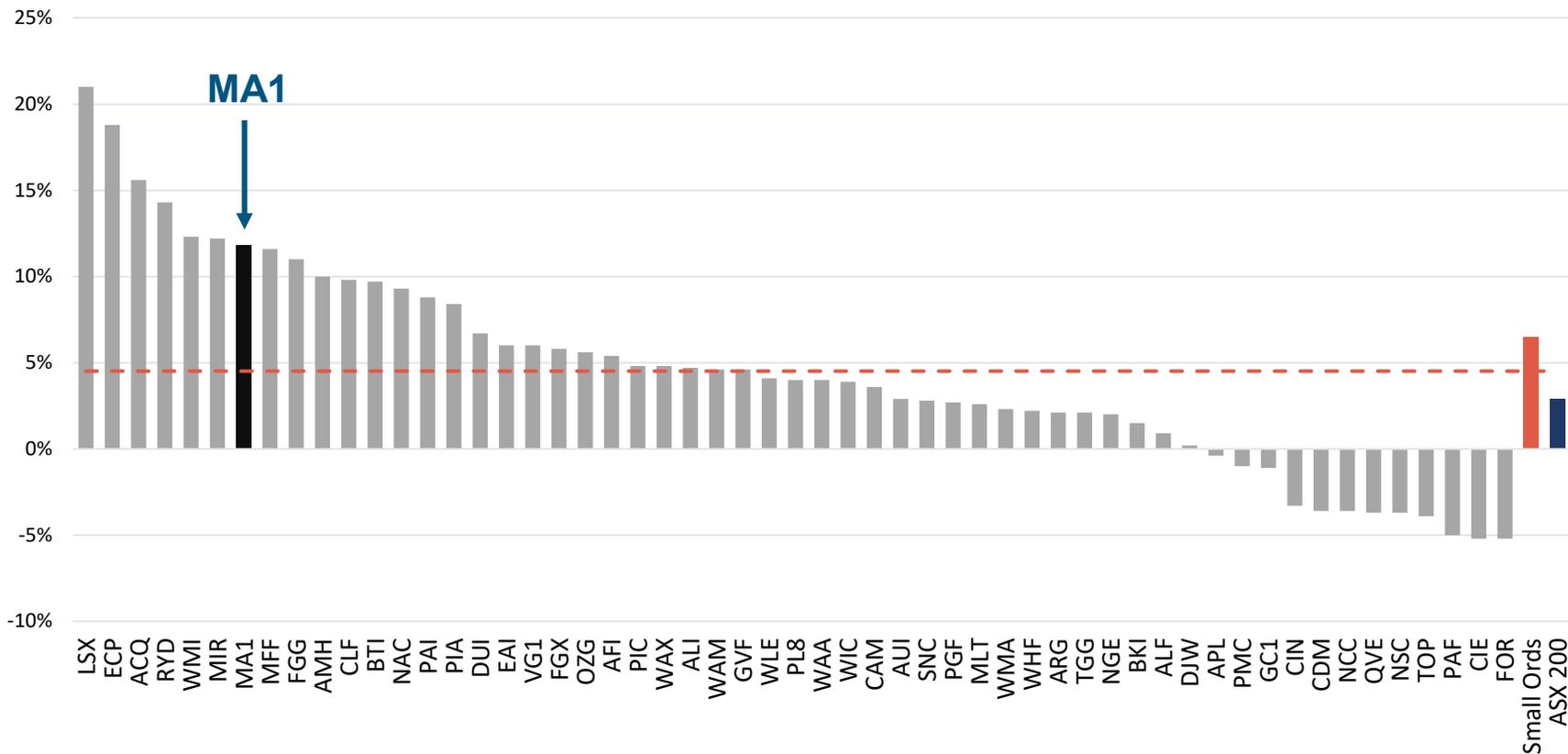
Peer Rank: Source SQM Research, Rank for MAIF vs Lonsec determined peers, data as at 30 September 2020

ASX Indices: S&P Dow Jones Indices



MA1's 3 year NTA growth is in the top 10 of all LICs and over double the average of all LICs

NTA performance – %pa return over 3 years to 30 September 2020



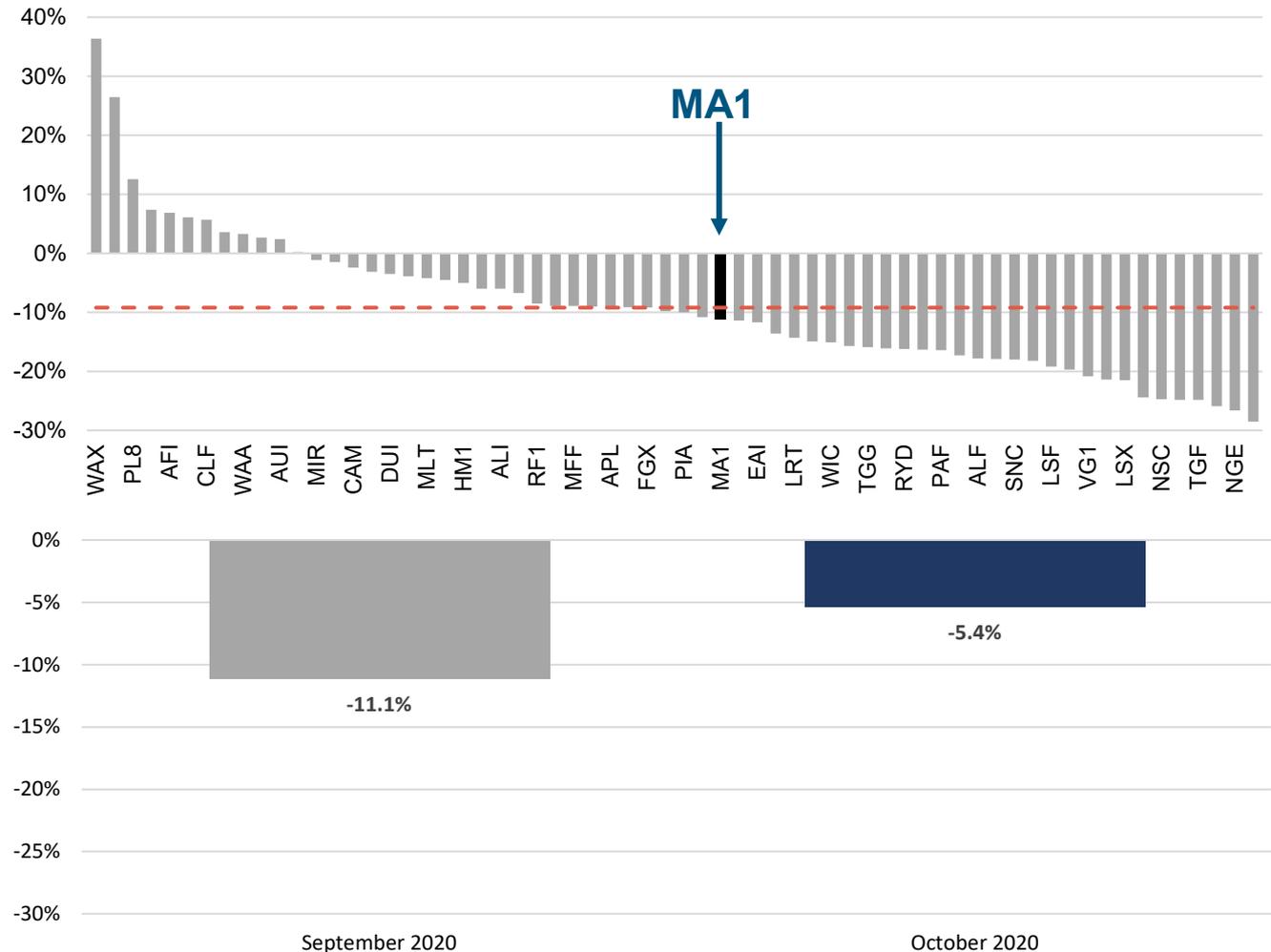
Source: E.L. & C. Baillieu – October 2020



MA1 Discount to NTA has closed substantially

All LICs Discount
Average -9.2%
At 30 Sep 2020

MA1 Discount
dropped further
in October 2020
to -5.4%



Source: EL&C Balillieu – October 2020



Portfolio structure – 31 October 2020

| Stock | Number of Positions | (%) |
|-------------------------------|---------------------|------|
| Outlook Stocks (Long Stocks) | 15 | 68% |
| Outlook Stocks (Short) | 0 | 0% |
| Event, Pair and Group (Long) | 5 | 17% |
| Event, Pair and Group (Short) | 1 | -2% |
| Cash | | 17% |
| Total | 21 | 100% |
| Gross Exposure | | 87% |
| Net Exposure | | 83% |



Top holdings as at 31 October 2020

| Company | Business | ASX Code | Portfolio Weight (%) |
|-----------------------|--|----------|----------------------|
| People Infrastructure | Workforce Management | PPE | 8.4% |
| Citadel | Software & Services – Under Cash Take-over | CGL | 7.6% |
| Electro Optic Systems | Laser Targeting Applications | EOS | 6.2% |
| Lovisa | Jewellery Retailer | LOV | 5.6% |
| Healthia | Physiotherapy and Podiatry | HLA | 5.1% |
| Telix | Cancer Imaging & Therapy | TLX | 4.8% |
| EML Payments | Transaction Cards and Payments Processing | EML | 4.5% |
| Jumbo Interactive | On-line Lottery Platform | JIN | 4.4% |
| Altium | Printed Circuit Board Design Software | ALU | 4.0% |
| Afterpay | Buy Now Pay Later | APT | 4.0% |



MA1 Restructure

Our objectives are simple

1. Continue to provide access to our strategy
 - that is unique, and
 - has an excellent track record
2. Do so without the persistent discount to NTA
3. Make it easy to buy/sell additional units
4. Provide regular income to investors

“Invest with confidence”



MA1 Restructure

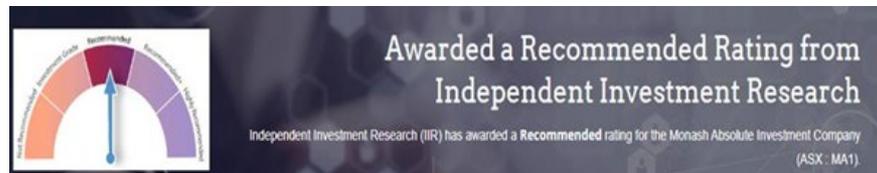
- ASX are reviewing the application for the new Fund to be admitted as an ETMF
 - The Monash Absolute Active Trust (MAAT)
- Key agreements have been negotiated
 - Market maker
 - Prime broker
 - Administrator
 - Responsible Entity
- Notice of Meeting will be scheduled after ASX approval granted
- A detailed timetable will be provided with the Notice of Meeting



About the Investment Manager



- Founded in 2012
- 60+ Years of founders combined investment experience
- Portfolio managers own the firm and have large holdings in the strategy
- Absolute return focus: active - benchmark unaware - stock size agnostic
- Strong absolute and relative track record since inception
- Lower beta than the market since inception
- One of the highest performers over multiple time periods in the variable beta Australian equity peer group



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