



ASX Announcement

Market Announcements Office
ASX Limited
20 Bridge Street
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2 NOVEMBER 2021

MARKET UPDATE – STRONG TRADING PERFORMANCE IN OCTOBER

Microequities Asset Management Group Limited (Microequities or the Company) (ASX:**MAM**) wishes to provide the following financial update.

A resurgence of M&A activity within our investment funds delivered strong absolute and relative outperformance for the month of October. This strong investment performance boosted our October operating profit from investment management* to approximately \$4.8m and the 1H22 year to date operating profit (totalling four operating months) from investment management to approximately \$13.6m (based on unaudited management accounts), compared to the half year 1H21 operating of \$5.4m (the six month period to 31 December 2020). These figures include a dominant component of income generated from performance fees which are volatile, unpredictable, and non-recurring in nature.

Importantly the investment management team continues to see material undervaluation gaps within many investee constituents within our managed funds, providing potential future wealth creation for our clients.

This announcement has been authorised for release by the Board

* Operating profit from investment management excludes share based payments and revaluation of investments held on the balance sheet.

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About Microequities (ASX:MAM): Microequities is a boutique value driven Fund manager specialised in exchange listed industrial microcaps and small caps. Established in 2005 as an investment research house, the company expanded into funds management in early 2009 by launching its flagship fund - the Deep Value Fund. Today Microequities manages a range of investment funds for both wholesale and retail investors. For further information visit www.microequities.com.au