

# Intelligent Investor Australian Equity Growth Fund

(Managed Fund) (ASX:IIGF)

Issued by  
InvestSMART Funds  
Management Limited  
ACN 067 751 759  
AFSL 246441

Managed by  
Intelligent Investor  
Holdings Pty Ltd  
ACN 109 360 983  
CAR 1255 838

ARSN 630 396 691  
ASX Code: IIGF

**“Investing isn’t about beating others at the game, it’s about controlling yourself at your own game.”**

— Arnold Van Den Berg, Century Management CEO

The market is off to a flyer this year, increasing 6.2% in January compared to the Fund’s 3.7% return. The market’s big dogs are barking, including the iron ore miners and banks, which in our view offer dim long-term prospects at current valuations.

January is always quiet in the lead up to reporting season in February. The gloss came off our coal stocks as coal prices have likely peaked, though the dividend bonanza has only just begun.

On the final day of the month, **Frontier Digital Ventures** reported a good if not excellent fourth quarter result with great early signs that new management of the Latin American business can increase profitability rapidly in the years ahead.

Although Frontier’s stock price initially increased, by the next day those gains had evaporated. Mr Market is clearly concerned about sovereign debt and currency risks, but without a widespread crisis we expect to make multiples of our current investment over time.

## Performance (after fees)


	1 mth	3 mths	6 mths	1 yr	S.I. (p.a)
II Australian Equity Growth Fund	3.7%	2.0%	6.2%	14.0%	18.2%
S&P ASX 200 Accumulation Index	6.2%	9.6%	10.3%	12.2%	14.5%
Excess to Benchmark	-2.5%	-7.6%	-4.1%	1.8%	3.7%


Inception (S.I.): 5 October 2020





## Fund overview


The Intelligent Investor Australian Equity Growth Fund is a concentrated portfolio of 10 - 35 Australian-listed stocks. The Portfolio invests in a mix of large, mid and small cap stocks, focusing on highly profitable industry leaders that have long-term opportunities to reinvest profits at high rates of return.


 **5+ yrs**  
Suggested investment timeframe

 **10 - 35**  
Indicative number of securities

 **Risk profile: High**  
Expected loss in 4 to 6 years out of every 20 years

 **S&P/ASX 200 Accumulation Index**  
Benchmark

 **Investment fee**  
0.97% p.a.

 **Performance fee**  
Nil

**James Hardie Industries'** share price increased 25% as investors bet that the worst is over for US home builders and the broader residential real estate industry. Remarkably, US homebuilder share prices are within a whisker of their record highs.

On the first day of February **Credit Corp** reiterated its full year forecast, with new ledger purchases in the US offsetting other costs mostly associated with restructuring and investments that require immediate write-offs. After the company's share price initially fell, investors changed their view overnight and increased the share price 5%.

**Pinnacle Investment Management** followed the day after with an unsurprising fall in profits for the six months ending last December. The frightful performance by some of its growth funds and fall in performance fees had already

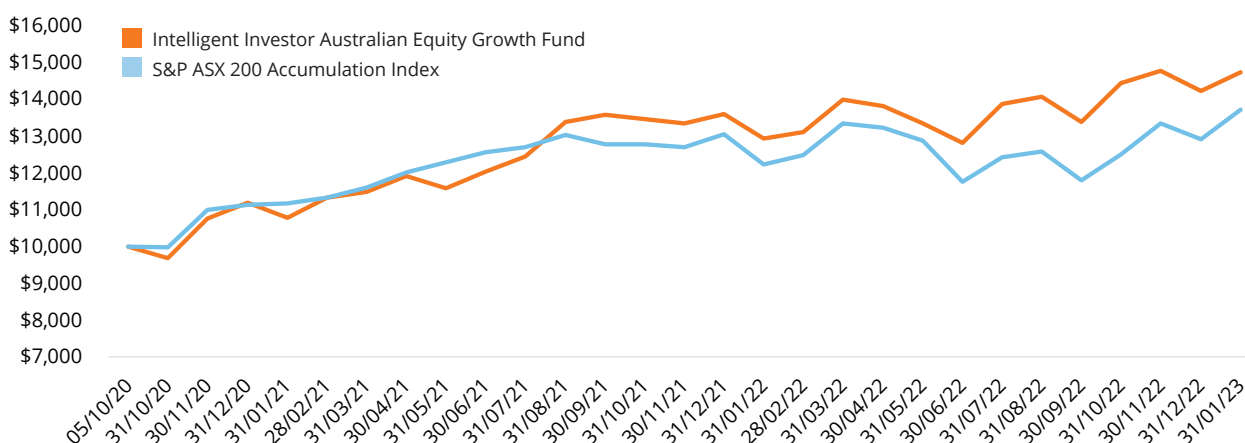
been flagged, but the company's prospects remain undimmed. Mixed performance by its increasing family of funds should be expected in the absence of zero interest rates.

*If you have not already done so, please provide your tax file number and bank details to the registry to ensure you receive your distributions correctly.*

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Please get in touch if you have any questions on **1300 880 160** or at **[info@intelligentinvestor.com.au](mailto:info@intelligentinvestor.com.au)**

## Performance since inception



Inception (S.I.): 5 Oct 2020

### Asset allocation

Cash	25.2%
Materials	14.4%
Information Technology	14.2%
Financials	13.4%
Consumer Discretionary	13.1%
Energy	6.8%
Industrials	5.5%
Real Estate	3.2%
Health Care	2.4%
Utilities	1.8%

### Top 5 holdings

RPMGlobal Holdings (RUL)	6.3%
Auckland International Airport (AIA)	5.5%
New Hope Corporation (NHC)	5.1%
Alumina (AWC)	4.3%
Domino's Pizza Enterprises	3.9%

### Fund Stats

Net asset value	\$3.09
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### Important information

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All tables and chart data is correct as at 31 January 2023