



ACORN CAPITAL

ACORN CAPITAL INVESTMENT FUND LIMITED

JUNE 2017 QUARTER UPDATE

ASX : ACQ



INNOVATION



EFFICIENCY



GROWTH



DIVERSITY



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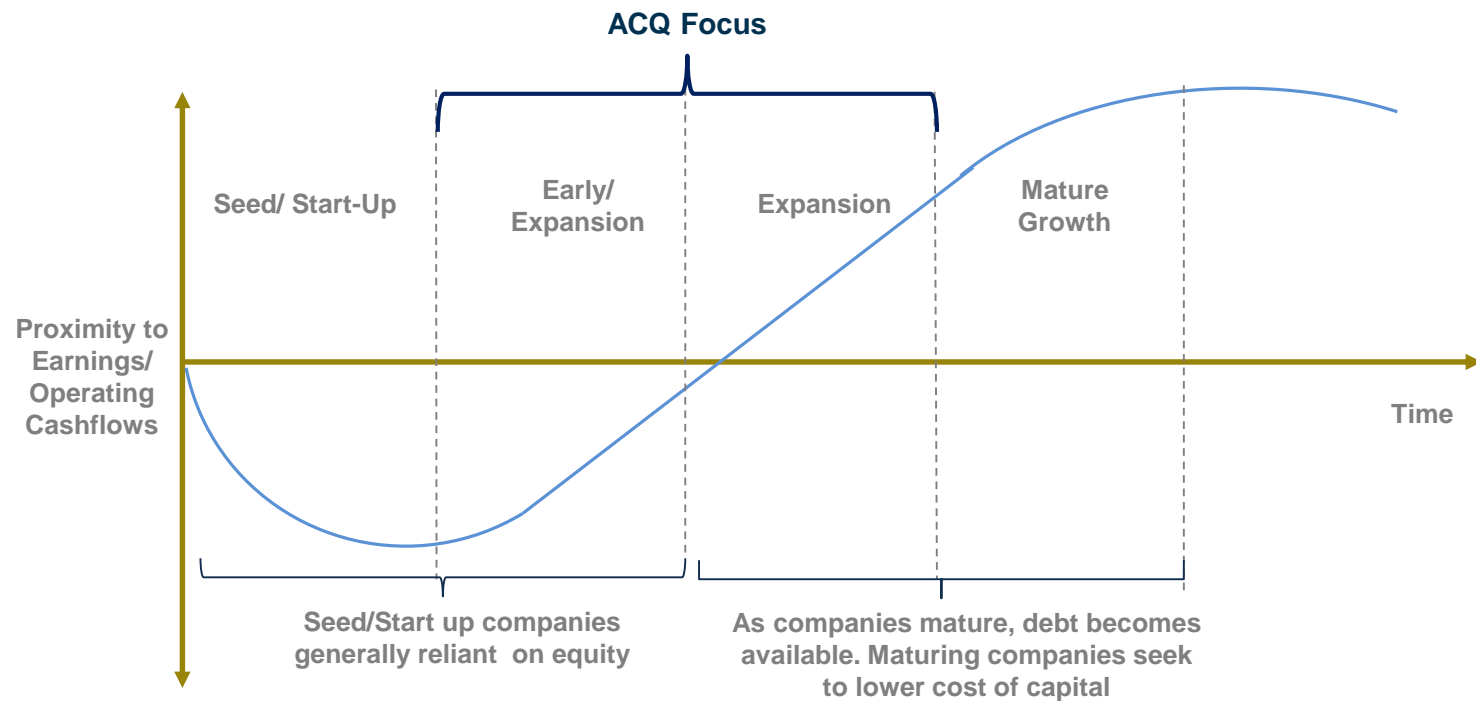
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ACQ gives investors access to listed and unlisted companies distinguished by their smaller size and stage of development through a single diversified portfolio



ACQ provides investors with access to innovation and entrepreneurialism through developing companies



Key highlights



- ACQ Pre-Tax NTA as at 30 June 2017 was \$1.1076 ⁽¹⁾
- Investment portfolio returned -2.53%⁽²⁾ for the June 2017 quarter as compared to the S&P/Small Ordinaries Accumulation Index of -0.35%
- Full year performance of +6.34%⁽²⁾
- In the last 12 months 3.3 cents per share fully franked has been paid, equating to a cash yield of 3.6% ⁽³⁾
- Dividend guidance of at least 3% of the 30 June Pre-Tax NTA reconfirmed
- Launched new website for ACQ, www.ACQfund.com.au

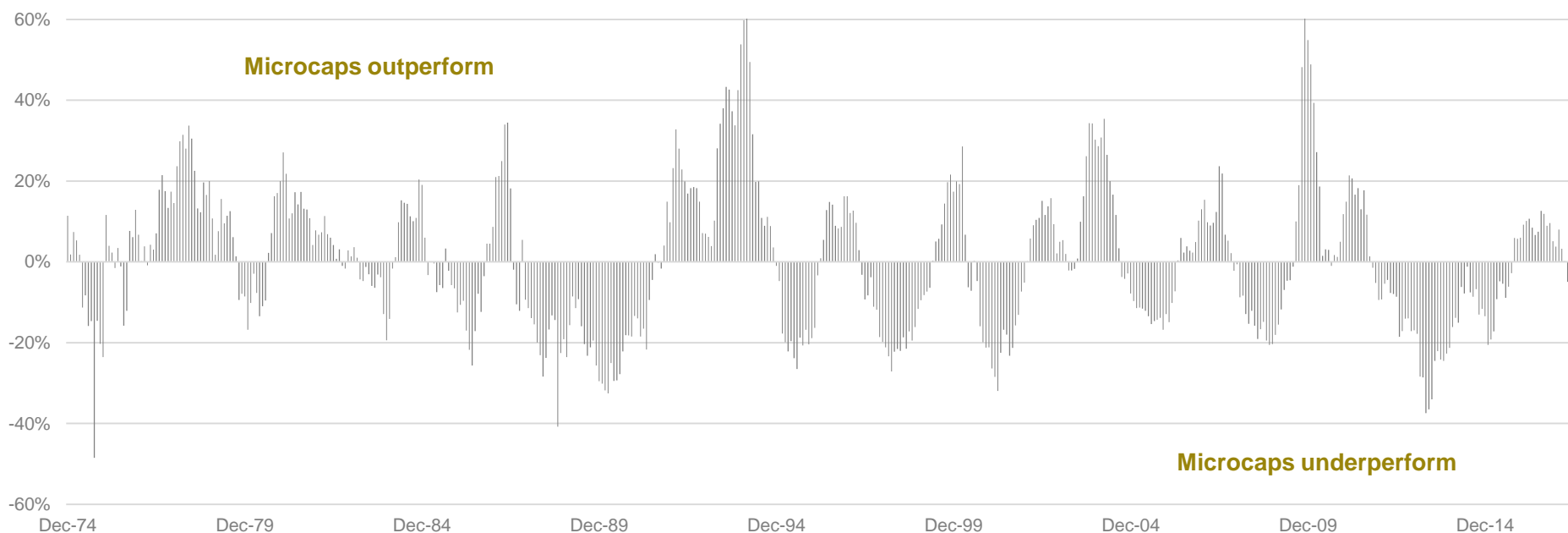
1. Unaudited

2. Portfolio performance is unaudited and calculated as the movement in NTA before tax effects, which is post all management fees, performance fees and operating costs. Performance includes dividends paid and payable but has not been grossed up for franking credits received by shareholders. All figures are unaudited, and unlisted valuations are performed by Acorn Capital in accordance with ACQ Board approved policies.

3. Calculated as at 30 June 2017



Microcap Sector has underperformed the
All Ordinaries Accumulation Index over the past 12 months to
30 June 2017, returning +7.6% vs +13.1%



Sector Observations



- During June 2017 quarter the Microcap Sector producing a return of -4.6%⁽¹⁾ as compared to the S&P/Small Ordinaries Accumulation Index of -0.35%
- Materials – ex Resources, Materials – Resources, Industrials - ex Capital Goods and Telecommunication Services in aggregate contributed 3% to the Microcap sector underperformance
- Best performing sectors in the Microcap Sector AREITS, Information Technology and Financials

1. Acorn Capital / SIRCA Microcap Accumulation Index data is verified three months in arrears by SIRCA ('Securities Industry Research Centre of Asia-Pacific')



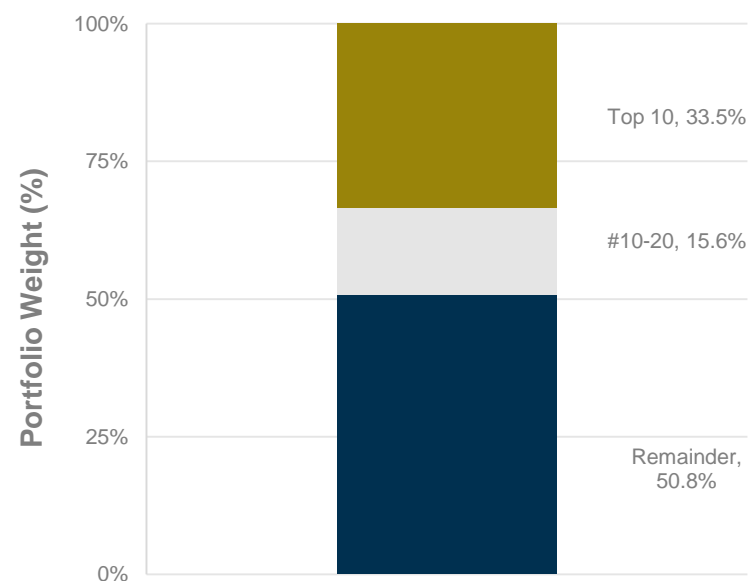
ACQ investment portfolio has 33.5% of FUM in top 10 investments

Top 10 Holdings

% Gross Portfolio

1.	Hub24	6.9%
2.	Genea (UL)	4.6%
3.	Redbubble	3.7%
4.	Carbon Revolution (UL)	3.4%
5.	MSL Solutions	3.1%
6.	Innovative Asset Solutions Group (UL)	2.8%
7.	Lifestyle Panel Holdings (UL)	2.6%
8.	Fiducian	2.4%
9.	AROA Biosurgery (UL)	2.3%
10.	Integrated Payment Technologies	1.9%
Top 10 Positions		33.5%

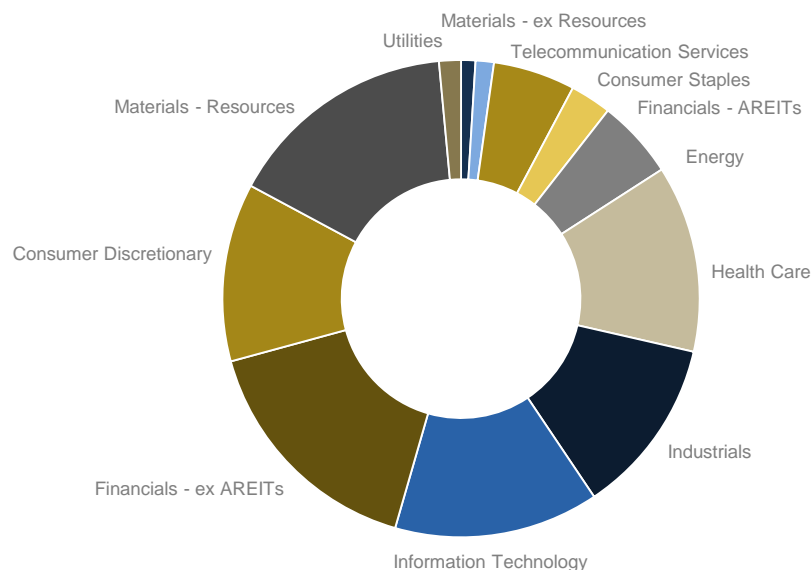
Distribution of holdings by weight



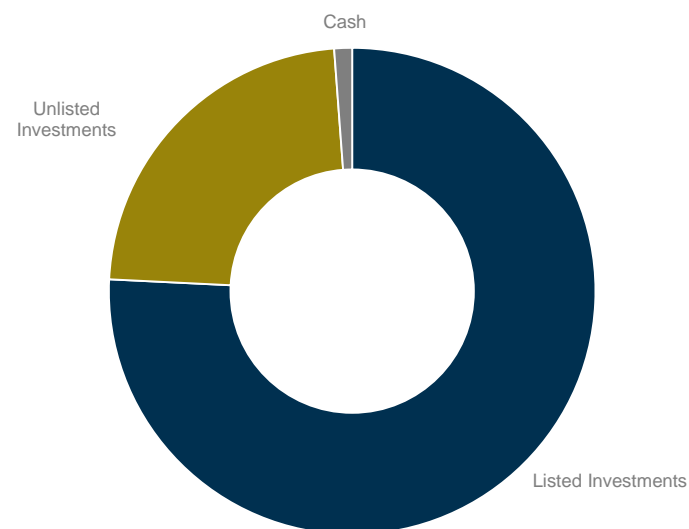


ACQ provides investors with a diversified exposure to Australian Emerging Growth Companies

ACQ Sector Diversification



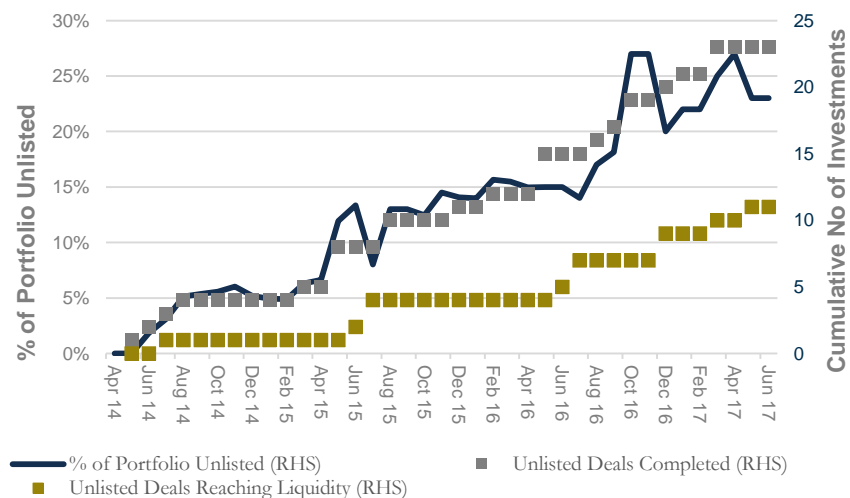
ACQ Portfolio Composition



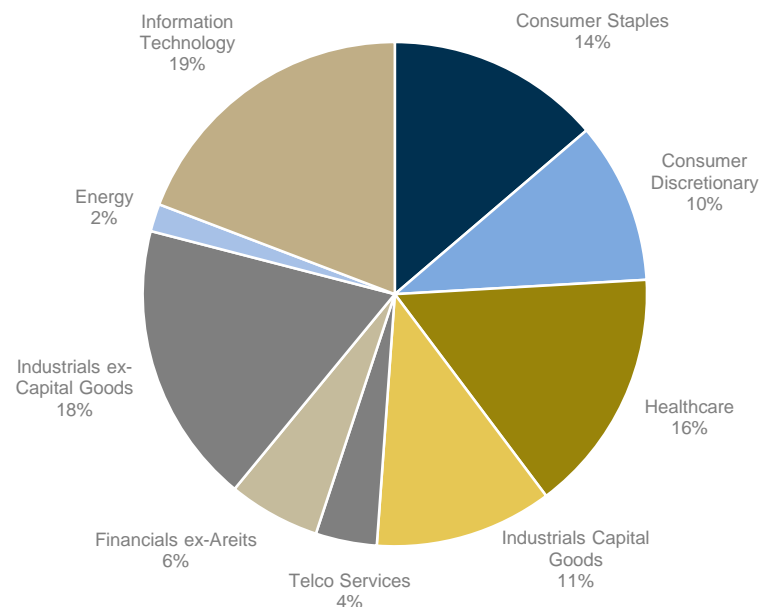


ACQ has invested \$25.5m in 23 unlisted opportunities⁽¹⁾,
10 of which have reached liquidity events

Unlisted Investment Rate



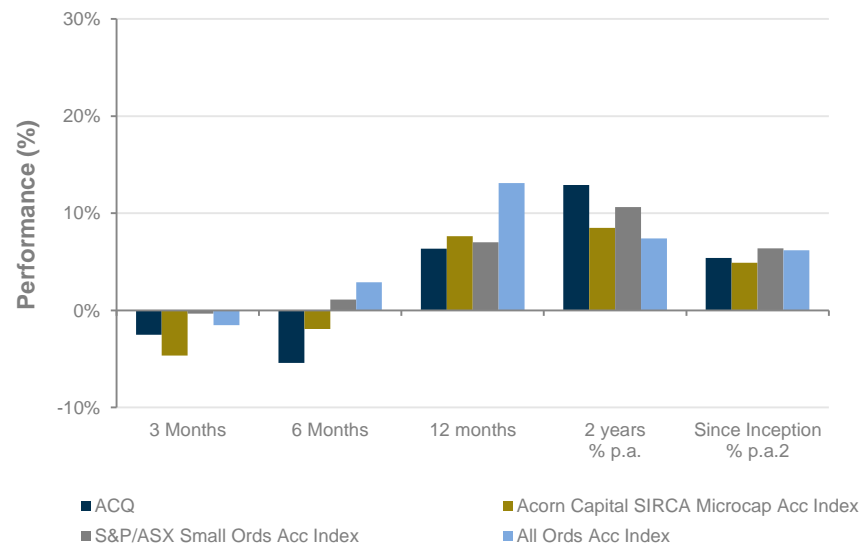
Sector Composition of Unlisted Investments⁽¹⁾





ACQ generated a post fee return of 6.3% over the past 12 months

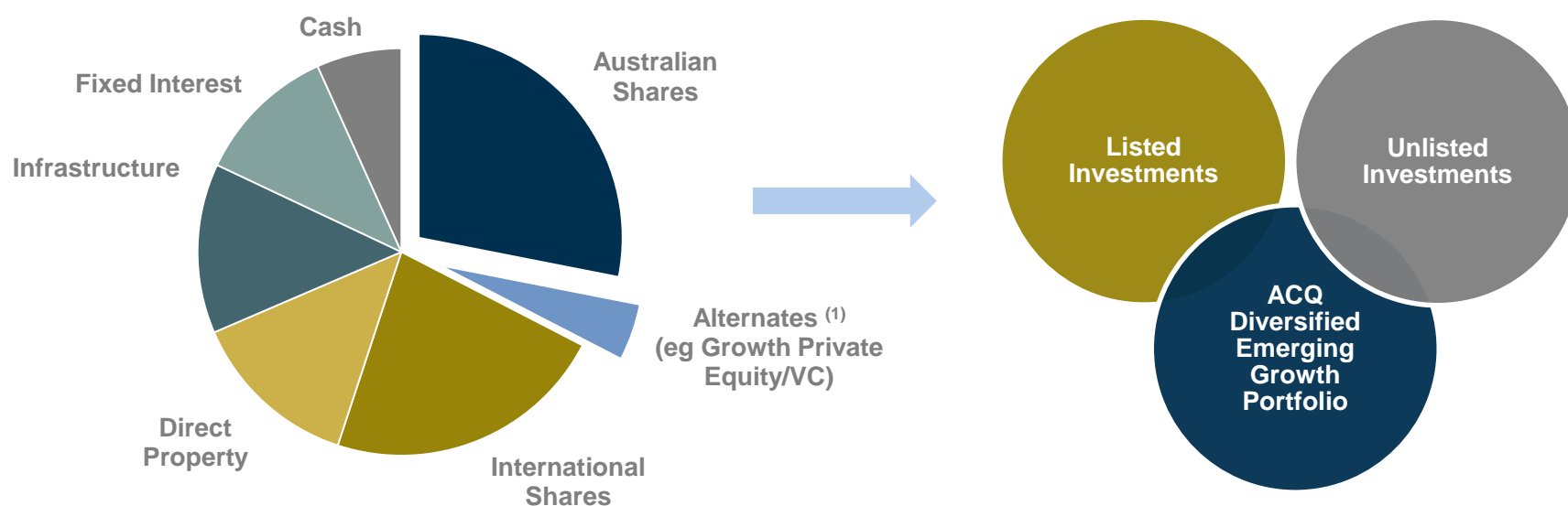
Periods to 30 June 2017	3 months	6 months	1 year	2 years p.a.	Since inception p.a. ²
ACQ ¹	-2.53%	-5.42%	+6.34%	+12.91%	+5.40%
Acorn Capital / SIRCA Microcap Acc. Index ³	-4.64%	-1.93%	+7.62%	+8.49%	+4.89%
S&P/ASX Small Ords Acc. Index	-0.35%	+1.11%	+7.01%	+10.65%	+6.40%
S&P/All Ords Accumulation Index	-1.54%	+2.89%	+13.12%	+7.42%	+6.19%



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2. Inception is 1 May 2014
3. Acorn Capital / SIRCA Microcap Accumulation Index data is verified 3 months in arrears by SIRCA ('Securities Industry Research Centre of Asia-Pacific')



ACQ provides long term investors a differentiated and efficient platform to allocate capital to small companies





Further Information

www.ACQfund.com.au