

WCM GLOBAL GROWTH LIMITED (ASX:WQG)

INVESTMENT UPDATE AND NTA STATEMENT



30 June 2019

COMPANY UPDATE

The month of June was the most significant in WCM Global Growth Limited's (WQG) history since listing on the ASX, with the successful exercise and partial underwriting of the vast majority of the company's listed options which expired on 24 June 2019.

The Board was delighted with the large percentage of shareholders who supported the company by exercising their options and the high level of interest it received from new investors.

The successful issue resulted in additional capital being raised of approximately \$96m, increasing the market capitalisation of the company to around \$230m.

The board believes the success of the issue will further enhance WQG's position in the market place by:

- significantly expanding its scale and improving the liquidity of its shares, both of which should reduce the present share price discount to NTA;
- increasing the breadth and depth of WQG's shareholder base through the introduction of a number of leading financial planning groups and high net worth investors;
- lowering WQG's fixed operating costs per share;
- increasing the relevance of WQG in the market; and
- enhancing the profile of WCM Investment Management among Australian investors.

PORTFOLIO UPDATE

The Board is also pleased to advise that the portfolio again outperformed the broader market during June 2019. **WQG's portfolio returned 6.7%**, exceeding the 5.4% return of the benchmark MSCI All Country World (ex-Australia) Gross Total Return Index by 1.3%.

The portfolio has delivered returns in excess of the benchmark over the previous one, three, six and 12 months as well as since its inception.

Global equity markets had a strong first half in 2019 with the benchmark up 17.1% year to date. This performance is particularly remarkable given the pessimistic mood which pervaded markets towards the end of 2018.

Much of the turnaround in markets since can be attributed to the pivot by the US Federal Reserve regarding the outlook for interest rates. While expectations at the beginning of the year were for multiple rate increases, by the US spring, Federal Reserve chairman Jerome Powell was indicating the next move in rates may be lower.

PERFORMANCE ¹	PORTFOLIO (%)	MSCI ACWI (ex-Aus) (%)	VALUE ADD (%) ³
1 Month	6.67%	5.42%	1.25%
3 Months	9.36%	5.00%	4.36%
6 Months	27.38%	17.06%	10.32%
12 months	25.18%	12.12%	13.06%
Inception ² (annualised)	19.70%	12.68%	7.02%

¹ Portfolio return is calculated before expenses and after investment management and performance fees are paid. The company's operating bank account balance is excluded from the portfolio value. ² Inception date is 21 June 2017. ³ Value Add equals portfolio return minus benchmark return.

NET TANGIBLE ASSETS ¹ (PER SHARE)	30 JUNE 2019 Diluted ²	30 JUNE 2019 ³	31 MAY 2019
NTA before tax	\$1.288	\$1.347	\$1.374
NTA after tax and before tax on unrealised gains	\$1.286	\$1.344	\$1.369
NTA after tax	\$1.225	\$1.264	\$1.280
Month end closing share price	\$1.120	\$1.120	\$1.100

¹ NTA is calculated after all fees and expenses and incorporates all company assets including WQG's operating bank account. ² Diluted NTA at 30 June 2019 adjusts for the additional 41.9m shares allotted on 4 July 2019 as a result of WQG's partial option underwriting. The final shortfall was 3.8m options. ³ NTA at 30 June 2019 was the actual NTA at that date, excluding the new shares allotted on 4 July 2019 as a result of WQG's partial option underwriting.

KEY DETAILS	
Report Date:	30 June 2019
ASX Code	WQG
Investment Adviser:	WCM Investment Management
Benchmark:	MSCI All Country World Index ex-Australia with gross dividends reinvested reported in Australian dollars and unhedged
Number of stocks:	20-40
Maximum cash position:	7%
Stock universe:	Global (ex-Australia)
Portfolio size:	\$182.40m ¹
Shares on issue:	134.57m ¹

¹ Represents the actual portfolio size and number of shares on issue at 30 June 2019, excluding the additional capital raised on 4 July 2019 as a result of WQG's partial option underwriting.

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To date, investors have focused more on the positive impact of lower interest rates than the potentially negative implications for corporate earnings resulting from slowing economic growth.

The strong performance of markets in June was broad-based with all major regions and sectors posting positive returns.

The best performing stocks in the portfolio for the month included DNA sequencing firm Illumina, the world's leading oil services group Schlumberger and Swedish industrial tools and equipment manufacturer Atlas Copco. US bank and stockbroking firm Charles Schwab and communications infrastructure provider Crown Castle were the only two holdings to record a negative return in June.

FY19 has been a very rewarding one for investors in the WCM Quality Global Growth strategy. Of the three Australian vehicles offering the strategy, only WQG has a 12-month track record and over the period the portfolio delivered a return of 25.2%, outperforming the benchmark by 13.1%.

With the WCM Quality Global Growth strategy continuing its track record of strong outperformance, existing and prospective investors are right to be asking: 'how sustainable are these strong returns likely to be going forward?'

This is the same question investors have regularly asked since the inception of WCM's Quality Global Growth strategy in March 2008. The answer remains the same too. While no guarantees can be provided in terms of future market or portfolios returns, WCM remains committed to its unique and proven investment process which has delivered outstanding returns since inception. This process is based on identifying companies with expanding economic moats and corporate cultures supportive of their moat trajectory.

WHO MANAGES THE PORTFOLIO?

WCM Investment Management is a California based asset management firm specialising in active global and emerging market equities.

Founded in 1976, the business is majority employee owned and manages over A\$49 billion of assets** on behalf of institutional and retail investors around the world including Australia.

WCM GLOBAL GROWTH LIMITED

ACN 617 281 268

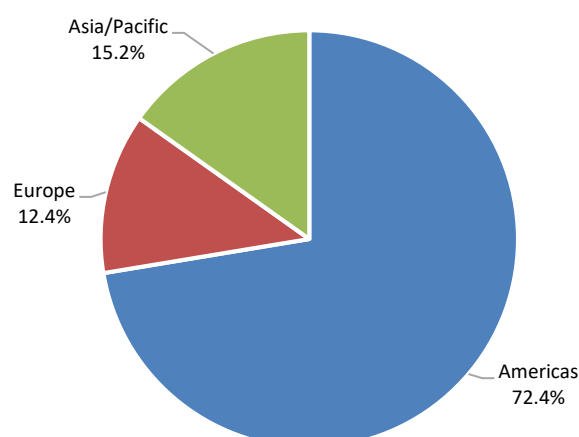
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REGIONAL MARKETS ALLOCATION



COMPANY	WCM GLOBAL GROWTH (%)
SHOPIFY INC - CLASS A	4.96
VISA INC-CLASS A SHARES	4.04
COSTCO WHOLESALE CORP	3.94
STERIS PLC	3.73
HDFC BANK LTD-ADR	3.60
BOSTON SCIENTIFIC CORP	3.53
MERCADOLIBRE INC	3.39
VERISK ANALYTICS INC	3.22
ECOLAB INC	3.20
US DOLLAR	3.11

SECTOR BREAKDOWN	WCM GLOBAL GROWTH (%)
Health Care	24.67
Information Technology	19.67
Financials	12.75
Industrials	9.20
Materials	7.47
Consumer Discretionary	6.86
Consumer Staples	6.66
Communication Services	5.20
Real Estate	2.65
Energy	0.96
Cash	3.91

DISCLAIMER: Past performance is not a predictor of future returns. This update has been prepared for information purposes only related to the underlying investment portfolio. The NTA figures provided in this document are unaudited and approximate. This document does not contain investment recommendations nor provide investment advice. Investors in LICs should understand the distinction between Investment Portfolio Performance, NTA Performance and Share Price return. Contango International Management Pty Limited (CIM) ACN 617 319 123 AFSL No. 237119 is the investment manager of WQG. Neither WQG, CIM nor their respective related entities, directors or officers guarantees the performance of, or the repayment of capital or income invested within WQG or any associated product. You are strongly encouraged to obtain detailed professional advice and to read any relevant offer document in full before making any investment decision. WQG may not be suitable for your investment needs. This is not an offer to invest in any security or financial product. © 2018 Contango Asset Management Limited. **WCM AUM data at 31 March 2019.