

# ACORN CAPITAL INVESTMENT FUND LTD

DECEMBER 2020 QUARTER

ASX: ACQ



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# ACQ investment strategy has demonstrated its ability to deliver positive investment outcomes

 ACQ investment Strategy has outperformed its benchmark since listing<sup>(1)</sup>

Investor outcomes

 Dividend income

 Capital growth

 Portfolio diversification<sup>(2)</sup>

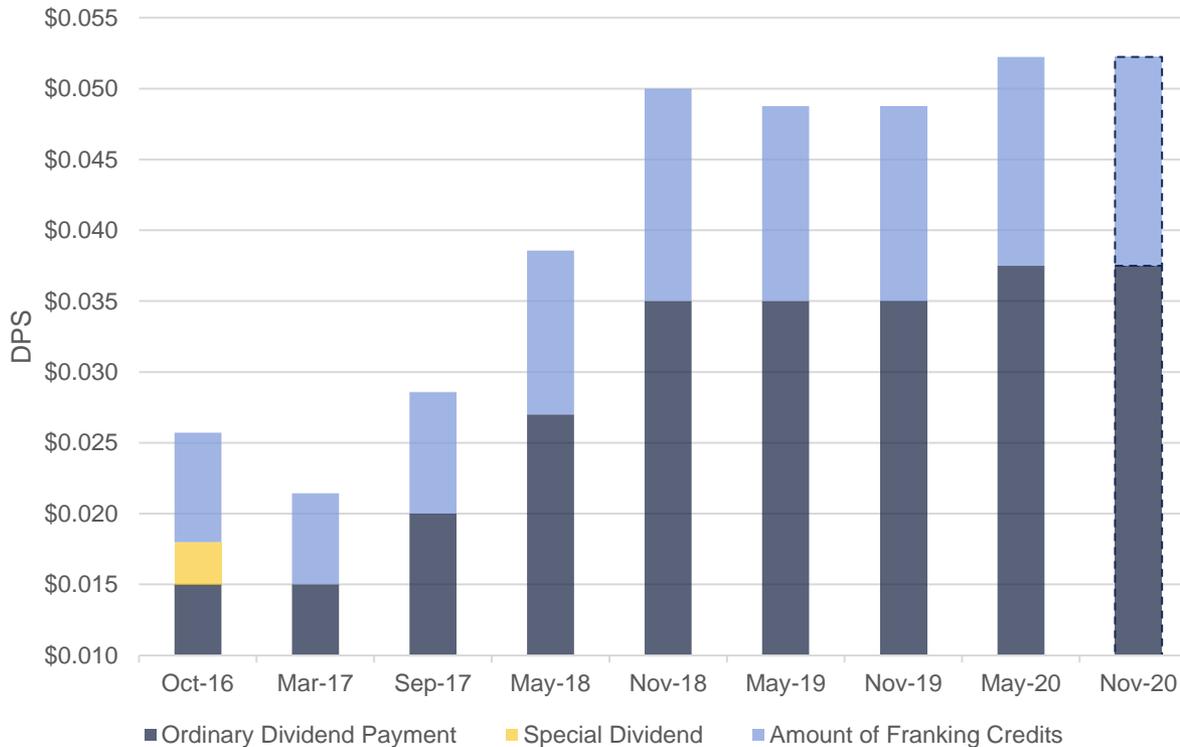
1. As at 31 December 2020 Acorn Capital estimates that the ACQ gross portfolio return has outperformed the S&P/Small Ordinaries Accumulation Index by 7.3% p.a. since ACQ listed on the ASX on 1 May 2014. Past performance is not a reliable indicator of future performance
2. Acorn Capital believes that the ACQ investment strategy should provide diversification benefits to an already diversified investment portfolio

## Key facts at a glance as at 31 December 2020

Pre-tax NTA	\$ 1.6048	Gross portfolio return since inception <sup>(1)</sup>	+16.0%p.a.
Post-tax NTA	\$ 1.4557	S&P/Small Ordinaries Accumulation Index (Benchmark) since inception <sup>(2)</sup>	+8.8%p.a.
ACQ share price	\$1.46	S&P/Emerging Companies Accumulation Index since inception <sup>(2)</sup>	+11.4%p.a.
2020 Interim + Final Dividend	7.5c	Number of Investments	91
Implied cash dividend yield (based on share price)	5.1% <sup>(3)</sup>	Number of Unlisted Investments Current in Portfolio	16
% Franked <sup>(4)</sup>	100%	% of Portfolio Unlisted	18% by value
Shares Outstanding	67.2m		

1. Acorn Capital estimates as at 31 December 2020, reported portfolio return since inception is +13.6% p.a. Refer 31 December 2020 Monthly investment update for more information.
2. Inception is the date ACQ listed on the ASX which was 1 May 2014
3. Based on the ACQ share price as at 31 December 2020 of \$1.46
4. Dividends paid are estimated to be franked at a rate of 26% (subject to availability of franking credits)

# ACQ has declared and paid 25.7 cents per share in fully franked dividends since inception<sup>1</sup>



## Dividend Reserves

34 cps <sup>(2)</sup>  
(\$22.8m) <sup>(3)</sup>

1. ASX listing date 1 May 2014
2. Cents Per Share (CPS) based on 67.2m shares outstanding as at 31 December 2020
3. As at 30 June 2020

## Recent Highlights

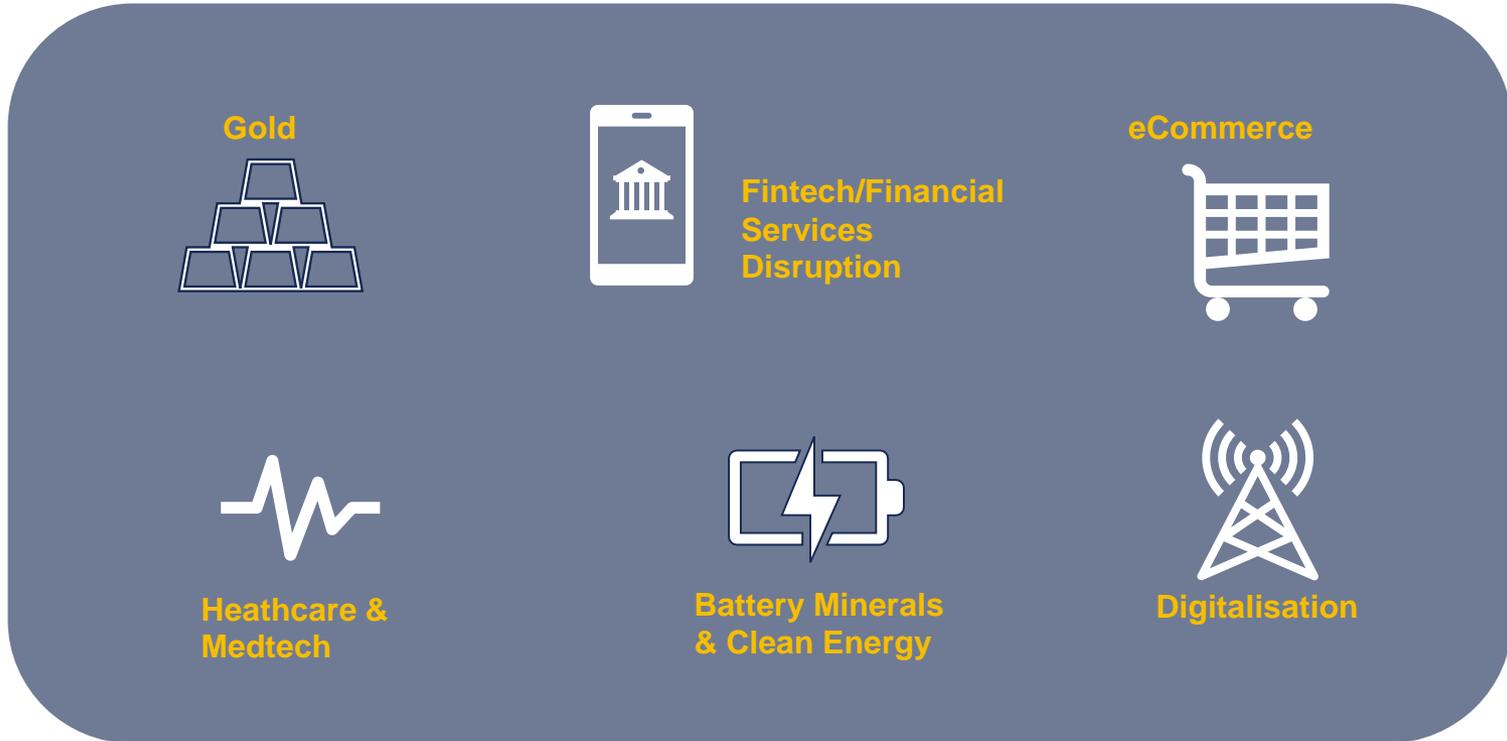
- ACQ portfolio net performance of +18.3% in December 2020 quarter
- Healthcare, Industrial ex-Capital Goods and Financials – AREITS were the strongest performing portfolio sectors
- A fully franked final 2020 dividend of \$0.0375 per share was paid
- ACQ portfolio return of +32.3%<sup>(1)</sup> for 12-months ending 31 December 2020 - +23.1% above its Benchmark (Small Ords Accumulation Index) of +9.2%
- During 4Q, Cleanspace and Cluey successfully listed on the ASX both delivering IRR's of greater than 100%
- ACQ has outperformed its Benchmark (Small Ords Accumulation index) over 1, 2, 3, 5 years and since inception<sup>(2)</sup> <sup>(3)</sup>

(1) 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.

(2) 1 May 2014

(3) Refer detailed performance information in this presentation

# Acorn Capital is investing in structural growth industries and innovative companies



**Gold**  


**Fintech/Financial Services Disruption**  


**eCommerce**  


**Healthcare & Medtech**  


**Battery Minerals & Clean Energy**  


**Digitalisation**  


Acorn Capital classifications

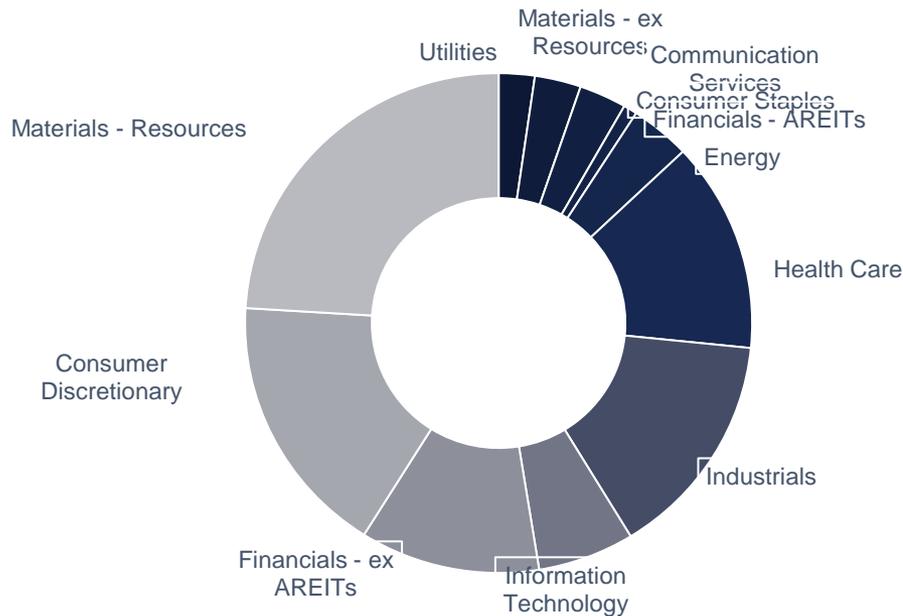
## Top 10 largest investments in alphabetical order



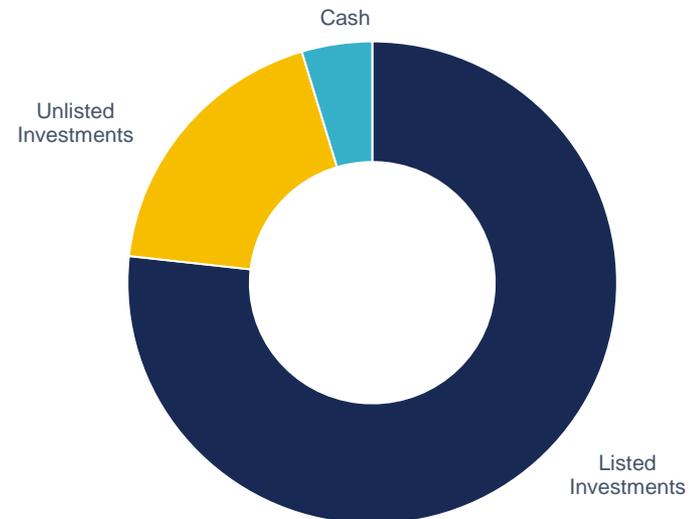
8 of the top 10 positions initiated through private investment rounds

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

ACQ Sector Diversification



ACQ Portfolio Composition



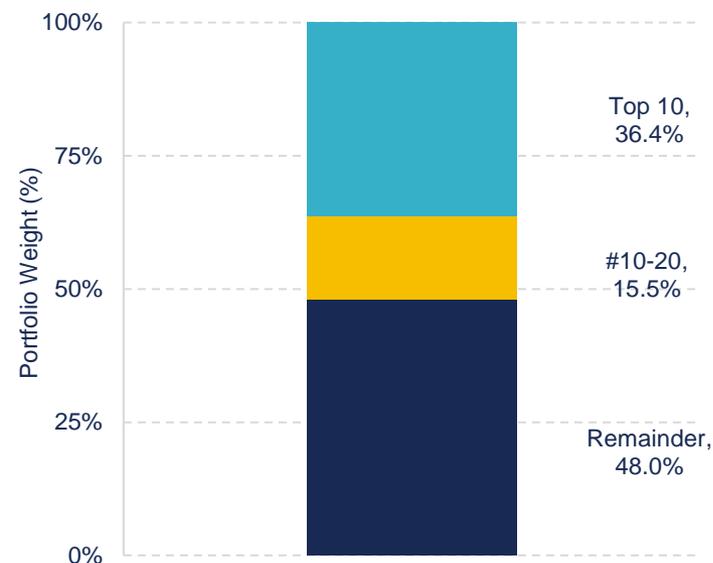
Source: Acorn Capital, as at 31 December 2020

# ACQ investment portfolio had 36.4% of FUM in top 10 investments

## Top 10 Holdings

	% Gross Portfolio
1. Cleanspace Holdings Limited	6.6%
2. Telix Pharmaceuticals Limited	5.9%
3. Moula Money Pty Ltd (UL)	5.2%
4. Redbubble Limited	4.4%
5. Aroa Biosurgery Ltd	3.5%
6. Elenium Automation (UL)	2.5%
7. Shine Justice Ltd	2.4%
8. Calix Limited	2.2%
9. Carbon Revolution Limited	1.9%
10. Stavely Minerals Limited	1.9%
<b>Total</b>	<b>36.4%</b>

## Distribution of holdings by weight



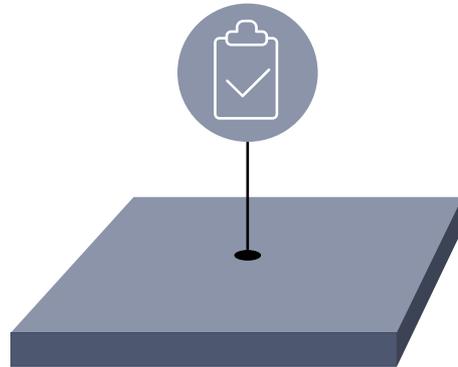
Source: Acorn Capital, as at 31 December 2020

(1) Since ACQ listing on ASX in May 2014

## ACQ generated a reported portfolio return of +18.3%<sup>1</sup> for the 3 months to 31 December 2020

Portfolio Return for Periods to 31 December 2020	3 Months	6 months	1 year	2 years p.a.	3 years p.a.	5 years p.a.	Since inception p.a. <sup>3</sup>
ACQ (Post Fees & Op Costs) <sup>1</sup>	+18.3%	+48.0%	+32.3%	+29.4%	+16.7%	+17.7%	+13.6%
Acorn Capital / SIRCA Microcap Acc. Index <sup>2</sup>	+17.3%	+39.3%	+26.4%	+25.2%	+10.2%	+13.0%	+10.1%
S&P/ASX Small Ords Acc. Index <sup>4</sup>	+13.8%	+20.3%	+9.2%	+15.1%	+6.6%	+10.5%	+8.8%
S&P/All Ords Accumulation Index <sup>4</sup>	+17.4%	+42.4%	+27.1%	+29.0%	+10.0%	+14.3%	+11.4%

- (1) 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 include unlisted valuations that are performed by Acorn Capital in accordance with ACQ Board approved policies
- (2) Acorn Capital / SIRCA Microcap Accumulation Index data is verified 3 months in arrears by SIRCA ('Securities Industry Research Centre of Asia-Pacific')
- (3) Inception is 1 May 2014
- (4) Source: Factset



### Proven strategy

- ACQ's investment strategy has outperformed its Benchmark since inception
- Strategy has delivered a return of +32.3%<sup>(1)</sup> in LTM to 31 December 2020 outperforming the S&P/Small Ordinaries Accumulation Index by +23.1%



### Attractive dividend yield

- 7.5 cents in fully franked dividends declared in past 12 months
- 3.75 cent 2020 final dividend paid on 27 November 2020
- 34 cents per share in dividend reserves<sup>(2)</sup>
- ACQ has a policy of paying a dividend of at least 5% of the 30 June Post-Tax NTA<sup>(3)</sup>



### Unique portfolio & Attractive returns

- ACQ provides investors with a unique emerging company portfolio, that is difficult to replicate
- Risk managed through bottom up stock selection and diversification – industry & stage of development
- Through ACQ's investment activities retail investors in ACQ have access to institutional placements
- Acorn Capital continues to see attractive unlisted investments for deployment of ACQ capital

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2. Estimated by Acorn Capital as at 30 June 2020 and 67.2m shares at 31 December 2020.
3. Refer ACQ ASX release dated 31 August 2020 for more information

**Further Information**  
**[www.ACQfund.com.au](http://www.ACQfund.com.au)**