

MARKET ANNOUNCEMENT

CBG Fund March 2017 Quarterly Report

The March 2017 Quarterly Report from CBG Asset Management Limited (**CBG**) on the performance of its CBG Australian Equities Fund (Wholesale) (**CBG Fund**) is attached.

As at 31 March 2017, Bentley had ~\$4.04 million (30.4% of its net assets) invested in the CBG Fund (31 December 2016: ~\$3.97 million (29.3%)).

About the CBG Fund¹

The CBG Fund is a wholesale fund not open to retail investors. The objective of the fund is to outperform the S&P/ASX 200 Accumulation Index over the medium term. The Investment Manager is “style neutral” and invests in growth stocks, value stocks, stocks with maintainable dividend yields and special situations.

CBG Fund details as at 31 March 2017:

- The equity weighting was 83.48% (31 December 2016: 83.6%);
- 87.13% of the equity portfolio is invested in companies contained within the S&P/ASX 200 Index (31 December 2016: 82.1%) with the balance of 12.87% invested in companies outside of the S&P/ASX 200 Index (31 December 2016: 17.9%); and
- The equity portfolio contained 42 holdings (31 December 2016: 47 holdings).

CBG Australian Equities Fund – Performance

Returns To:	1mth	3mths	6mths	1yr	2yrs	3yrs	Since Inception
31 March 2017	(%)	(%)	(%)	(%)	(% p.a.)	(% p.a.)	(% p.a.)
CBG Fund	2.8%	2.0%	1.3%	4.8%	-1.3%	3.7%	9.1%
ASX/ S&P 200 Accumulation Index	3.3%	4.8%	10.3%	20.5%	4.4%	7.5%	8.4%

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¹ Based on information provided by [CBG Asset Management Limited](http://www.bel.com.au).



The CBG Australian Equities Fund (Wholesale) March quarter 2017

27 April 2017

The Directors of Bentley Capital Limited
Level 2, 23 Ventnor Avenue, West Perth
Western Australia 6005

In the March quarter of 2017, the CBG Australian Equities Fund (Wholesale) returned 2.0% and over the 12 months to March the Fund returned 4.8%.

International equity markets delivered positive returns in the March quarter on the back of generally improving economic data. The Australian market performed broadly in line with international markets, despite the domestic economy lagging the global improvement. The February company reporting season was one of the better outcomes of recent years, with companies meeting expectations overall. The median stock is currently expected to deliver +4.0% earnings per share growth and with the market dividend yield at 4.5%.

Across Australian industry sectors in the quarter, health care (+14.9%), consumer staples (+10.8%) and utilities (+10.7%) led the gains, while telecommunications (-4.6%), property (-0.3%) and materials (+1.8%) underperformed.

Net performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2017	-2.1	1.2	2.8										2.0%
2016	-6.0	-4.7	3.5	0.1	4.1	-4.2	6.8	-1.6	-1.4	-3.5	1.0	1.9	-4.6%
2015	3.7	6.6	-0.3	-2.4	0.2	-6.8	5.4	-5.7	-0.3	5.0	3.4	2.5	10.4%
2014	-2.3	5.8	1.8	0.8	0.2	-1.5	3.6	1.0	-5.1	3.9	-1.2	2.2	9.3%
2013	4.9	5.6	-1.3	5.6	-3.5	-2.6	5.6	1.9	3.7	4.2	-1.1	1.3	26.6%
2012	6.2	3.5	1.6	1.2	-8.6	0.5	3.5	1.6	1.0	4.3	0.8	3.8	20.1%
2011	0.6	3.1	1.3	-1.2	-2.5	-3.7	-0.9	-3.7	-11.2	7.8	-3.6	-3.6	-17.3%
2010	-5.7	1.6	7.6	-0.4	-11.4	-3.2	7.5	-1.3	7.4	1.9	-1.0	5.2	6.4%
2009	-3.1	-0.7	4.9	2.8	2.2	2.9	7.3	6.7	7.0	0.4	1.7	4.2	42.3%
2008	-12.3	0.2	-5.4	4.1	0.8	-7.8	-5.7	1.7	-16.3	-17.7	-5.0	2.7	-48.2%
2007	3.6	0.2	3.9	4.5	2.7	2.3	-0.2	-3.2	8.7	5.0	-3.7	-3.6	21.4%
2006	1.2	3.2	3.9	4.4	-2.9	0.0	-0.3	2.9	4.8	6.1	3.3	4.6	35.5%
2005	0.8	0.7	-0.9	-3.8	2.5	1.9	5.5	2.1	4.7	-3.4	2.2	2.2	15.1%
2004	0.9	2.3	2.7	-2.8	0.6	2.6	2.1	2.3	3.9	6.3	5.4	1.5	31.2%
2003	-2.2	-6.9	0.4	4.6	-1.8	4.0	7.5	11.2	6.7	6.9	-1.4	5.4	38.3%
2002				0.7	1.2	-2.2	-4.0	2.6	-4.4	1.1	-0.6	-0.9	-6.5%



The CBG Australian Equities Fund (Wholesale)

Fund commentary

Stocks which contributed positively to performance in the quarter included Pushpay (PPH, 0.5% weight) which returned 30.3%. PPH is the clear market leader in facilitating digital payments for the church giving space in the US, where Presbyterian churches alone receive donations of over US\$100 billion per annum. During the quarter, PPH reported that run rate revenues had reached US\$42m, up 200% over the past 12 months. The company is on track to meet its target of US\$72m in run rate revenues and cash flow break even by calendar 2017 year-end.

Sirtex (SRX, exited during the quarter) also contributed positively, gaining 18.5% after a sharp fall in the previous quarter. The fund exited its position in SRX in March on a negative assessment of the prospects for the SARAH trial, following data presented by a Professor of Medicine from the University of Navarra School of Medicine in Spain. The SARAH trial was subsequently reported in April and failed to meet its primary endpoint, in line with the Fund's expectation.

Transurban (TCL, 3.9% weight) returned 13.1% during the quarter. TCL reported another solid half year result in February, with EBITDA increasing by 12.1% on the prior corresponding period on a 10.9% increase in revenue. Management also increased distribution guidance for the full year from 50.5cps to 51.5cps.

Stocks which detracted from performance in the quarter included Eureka (EGH, 0.3% weight) which returned -41.3% as the company reported earnings well below management guidance provided at the AGM in November 2016. The Fund met with the CEO and Chairman during the quarter and reduced our position given several issues with recent acquisitions for the new CEO to address.

Henderson (HGG, 3.1% weight) returned -5.0% on negative sentiment around flows into European and UK equities funds. Positively, the stock has gained 4.7% in the month of April to date after reporting a reduction in outflows towards the end of the quarter and as the first round of the French presidential election improved confidence in European equities. We note that cost synergies from the upcoming merger with Janus Capital are expected to deliver over 20% accretion in earnings per share.

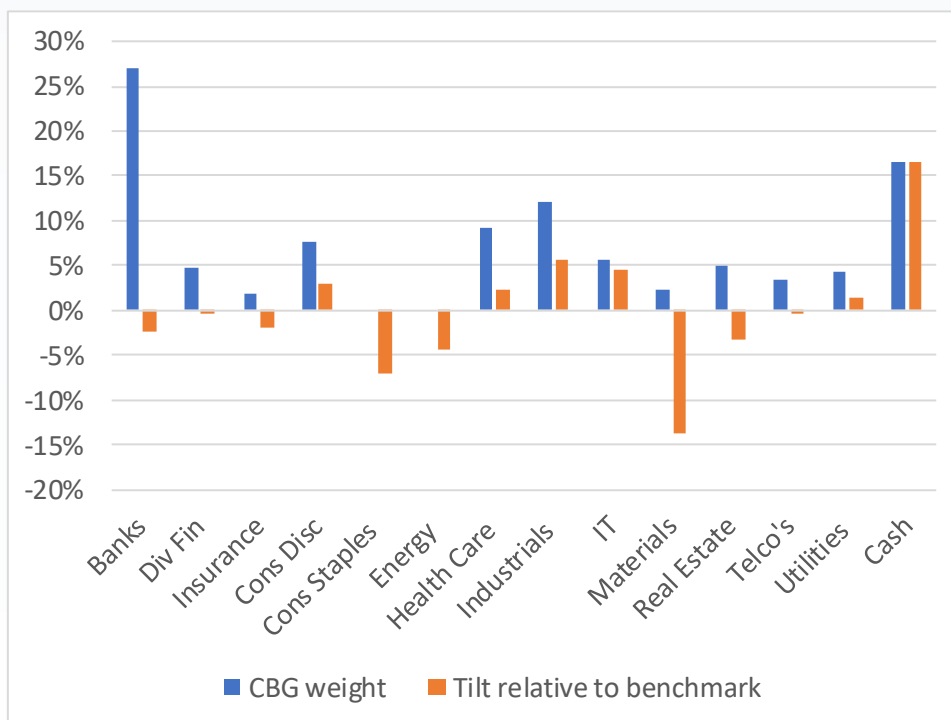


The CBG Australian Equities Fund (Wholesale)

Top 15 Holdings as at 31 March 2017

	ASX Code	Stock Name	Fund weight	FY17 yield
1	CBA	COMMONWEALTH BANK OF AUSTRALIA	9.6%	5.0%
2	WBC	WESTPAC BANKING CORPORATION	8.1%	5.5%
3	NAB	NATIONAL AUSTRALIA BANK LIMITED	5.0%	5.5%
4	ANZ	ANZ BANKING GROUP LIMITED	4.4%	5.1%
5	MQA	MACQUARIE ATLAS ROADS GROUP	4.1%	3.9%
6	LLC	LENDLEASE GROUP	4.0%	4.1%
7	TCL	TRANSURBAN GROUP	3.9%	4.2%
8	CSL	CSL LIMITED	3.9%	1.5%
9	APA	APA GROUP	3.2%	4.8%
10	HGG	HENDERSON GROUP	3.1%	4.4%
11	SDA	SPEEDCAST INTERNATIONAL LIMITED	2.7%	4.0%
12	RHC	RAMSAY HEALTH CARE LIMITED	2.4%	1.9%
13	AHG	AUTOMOTIVE HOLDINGS GROUP	2.3%	5.9%
14	REA	REA GROUP LIMITED	2.2%	1.5%
15	LNK	LINK ADMINISTRATION HOLDINGS LIMITED	2.1%	5.0%
Total			61.0%	4.2%

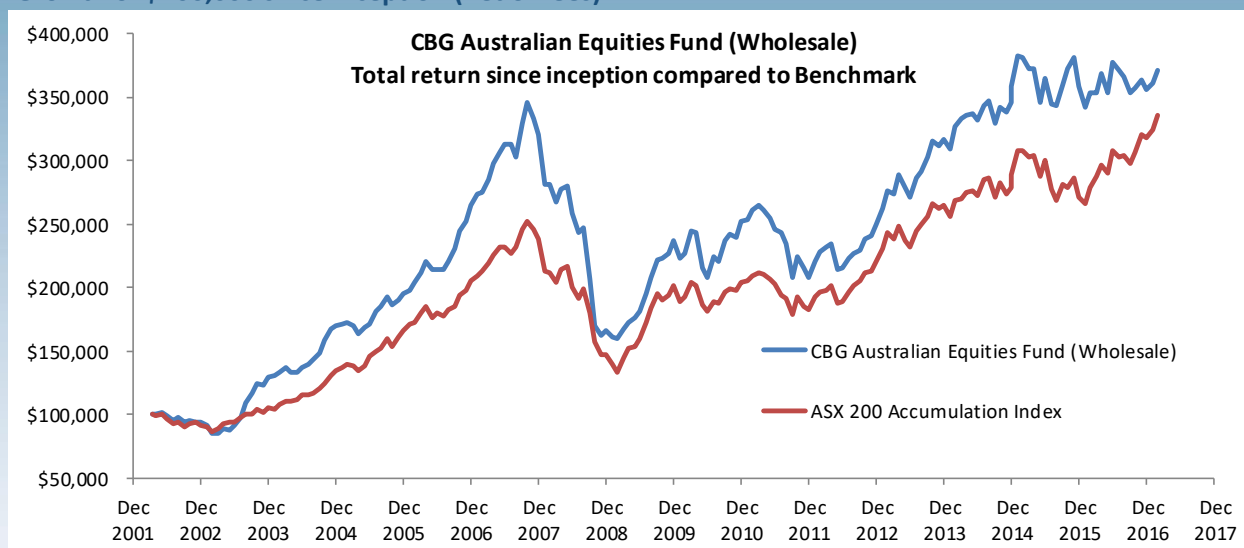
Sector allocations





The CBG Australian Equities Fund (Wholesale)

Growth of \$100,000 since inception (net of fees)



Inception date: 9 April 2002

Market commentary

The February reporting season delivered more upside than downside surprises, which supported a positive performance for the local market, broadly in line with global equities. The median stock is currently expected to deliver +4% EPS growth in the 2017 financial year. Large cap stocks are on track to outperform small caps, in a reversal of last year's trend, with cap-weighted EPS growth forecast at +6% ex-resources. Including resources, market EPS growth of +19% is expected, given the strong rally in key commodity prices. (Market forecasts based on UBS Research).

This was one of the better reporting seasons in recent years, although we note that businesses are not yet broadly reporting strong top line growth. If global macro-economic conditions continue the improvement seen over the past 12 months, this should begin to be reflected in future reporting periods.

Other notable events in the quarter included rising electricity prices, which resulted in a number of government and corporate announcements regarding the likely impact. The rising prices underpinned a strong performance from the utilities sector, which gained 10.7% in the three months to March and the Fund benefited from an overweight allocation to this sector.

Yours sincerely,

Ronni Chalmers
Investment Director



The CBG Australian Equities Fund (Wholesale)

Important information and disclaimer:

Performance is influenced by market volatility over time. Past performance is not necessarily indicative of future performance. Neither CBG Asset Management Limited nor any related corporation guarantees the repayment of capital or the performance of the CBG Australian Equities Fund (Wholesale).

The contents of this report have been prepared without taking into account your individual objectives, financial situation or needs. Because of that, before acting you should consider the appropriateness of what is included here, having regard to your own objectives, financial situation and needs and see our qualified financial adviser before making any investment decision.

This report may include statements (including opinions) about particular financial products or classes of financial products in which the CBG Australian Equities Fund (Wholesale) is or has invested – these statements are not intended to influence any person in making a decision in relation to these financial products or classes of financial products and hence do not constitute financial product advice.