

# Investor Presentation

July 2015



**OZGROWTH**  
LIMITED

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- OZG is a specialist listed investment company
- Its portfolio is managed by Westoz Funds Management Pty Ltd
- The investment focus is to generate a consistent positive return over the medium term on its portfolio of assets
- The portfolio is focused on small to mid cap listed companies, generally with a connection to Western Australia
- It will invest in smaller situations (sub \$100 mil market cap) and also consider unlisted opportunities
- It holds a concentrated portfolio of securities which may from time to time consist of large levels of cash
- It aims to benefit shareholders from share price appreciation based on growth in underlying asset values and consistent dividend payouts

## Company Details, 30 June 2015

Share Price	16.0 cents
Net Assets Per Share	17.7 cents
Shares on issue	361.0m
Options (22.5 cent strike, Aug 2015 exp)	34.5m
Market Cap	\$58m
Net Asset Value	\$64m

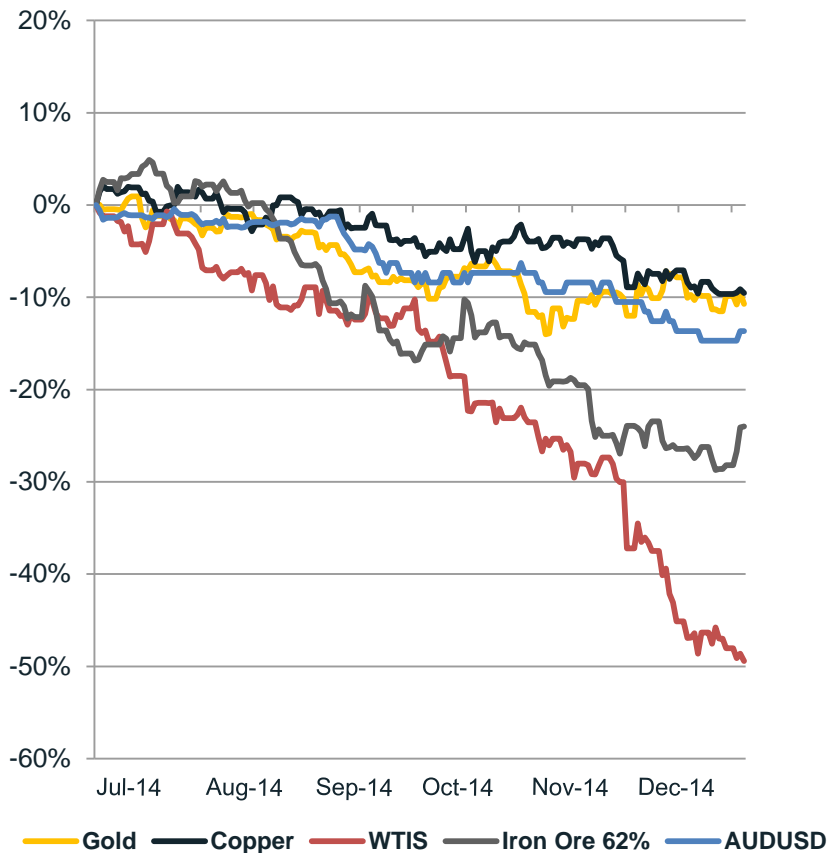
## Shareholders

Euroz Limited	38%
Cape Bouvard Equities Pty Ltd	11%
Total number of shareholders	884

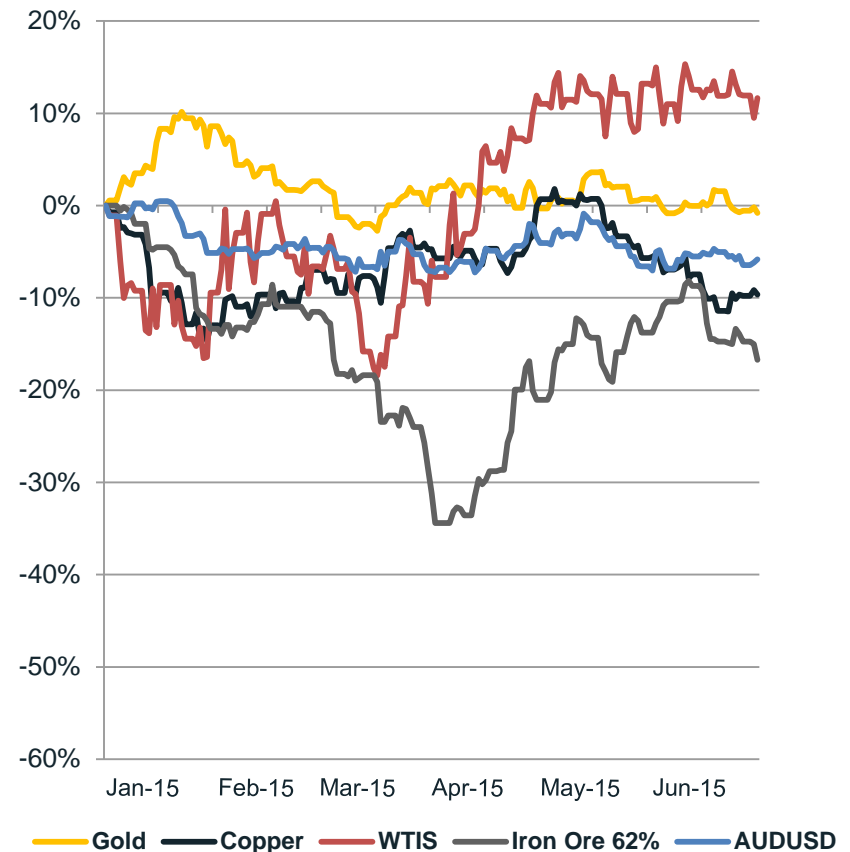
# Setting the Picture – FY 2015

## Commodity Price movements a tale of two halves:

Collapse in key commodity prices in first half...

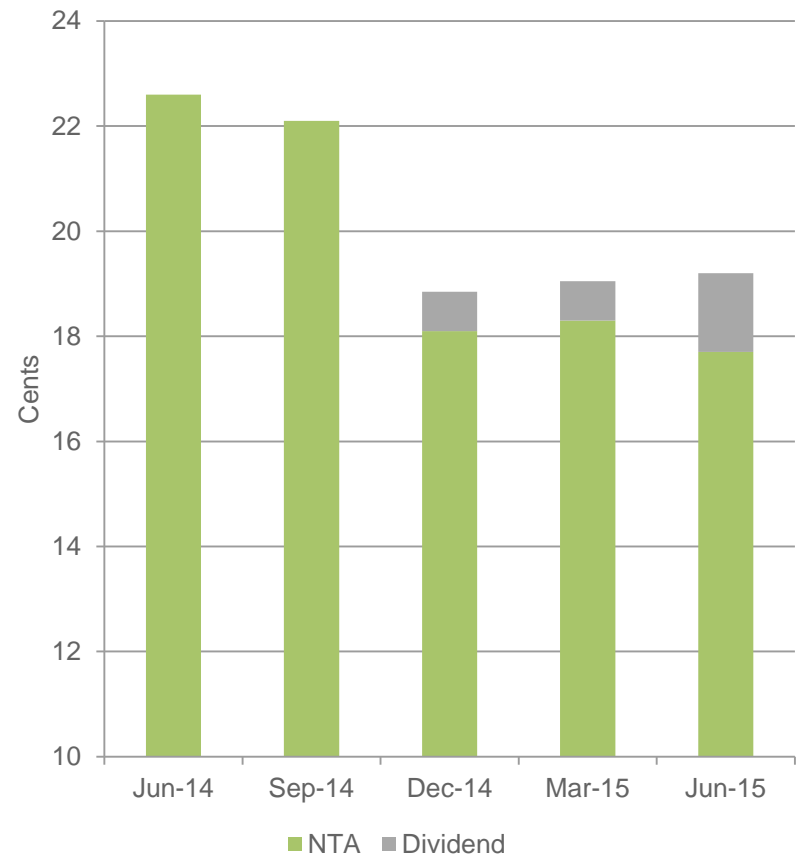


Second half mixed with less volatility...



- Portfolio performance (pre fees and taxes) stabilizes in June half; rises 2.8% versus down 23.2% in December half
- Small profit in second half; overall estimated and unaudited loss for year of \$12 million.
- Paid total of \$5.4 mil out in dividends
- Net assets at year end \$64 mil, down from \$81 mil at start
- On a per share basis, net assets after tax fell from 22.6 cents to 17.7 cents after allowance for 1.5 cents in dividends.

Quarterly After Tax NTA and Dividends



\*All numbers are estimated and unaudited.

## ■ Dividend Policy

- Intend paying a consistent stream of dividends to investors
- Will consider levels of realised profits, retained earnings and franking credits
- Estimated franking account (after allowance for final div of 0.75 cents) at 30 June 2015 would cover fully franked dividend of approximately 0.5 cents per share

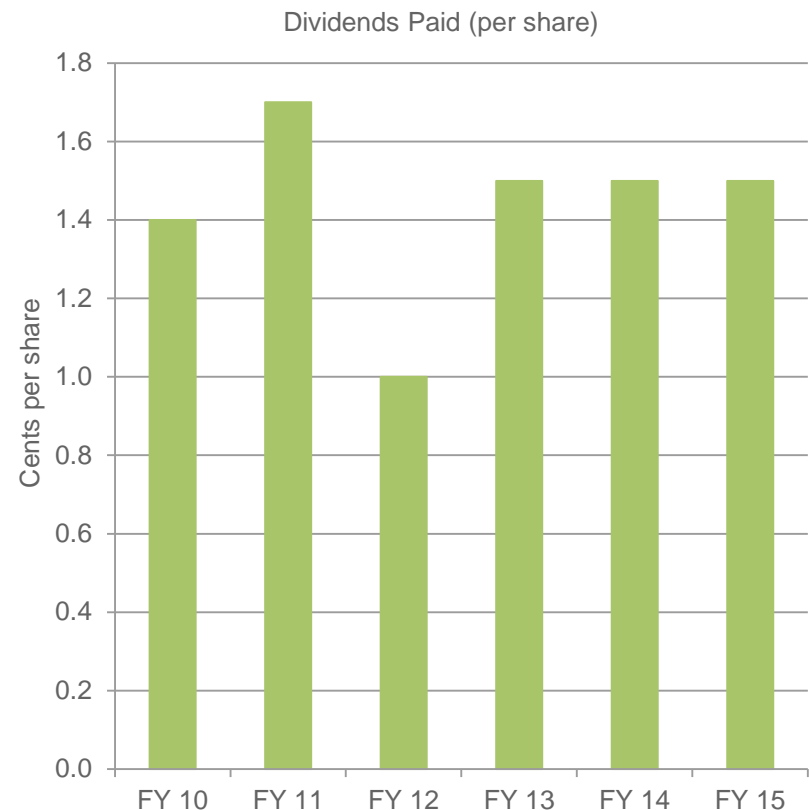
## ■ Bonus Option Issue

- 1 option to acquire a new share at 18 cents for every 10 held
- Exercisable at any time prior to 31 August 2016.

## ■ DRP

- On market buyback component

## Dividend History Since Inception



## Investment Decision considerations

- Bottom up focus, decisions made on a stock by stock basis
- Quality of Management paramount
- Potential to generate cash from operations or assets
- Balance sheets appropriately structured for delivery of equity returns
- Valuation parameters, predominately price/earnings

## Investment Environment

- A number of commodity prices have moved well down cost curves; outlook varies case by case
- Western Australian economy adversely impacted as revenues decline across a range of sectors
- AUD weakness provides some buffer
- Broader market pricing at higher end of range

Top 10	
Cedar Woods Properties Limited	20.5%
Cooper Energy Limited	5.7%
Automotive Holdings Group Limited	5.6%
Troy Resources Limited	4.5%
Western Areas Limited	4.0%
Finbar Group Limited	4.0%
Tap Oil Limited	3.9%
Energia Minerals Limited	3.6%
Mount Gibson Iron Limited	3.4%
Medusa Mining Limited	2.8%
Cash	23.0%
<b>Portfolio %</b>	<b>80.9%</b>

Next 10	
Red Hill Iron Group Limited	2.1%
Seafarms Group Limited	1.8%
Southern Cross Electrical Eng.	1.6%
Decmil Group Limited	1.4%
Skilled Group Limited	1.4%
Sandfire Resources NL	1.3%
QMS Media Limited	1.2%
Garda Diversified Property Fund	1.2%
Peet Limited	1.1%
Sino Gas & Energy Holdings Limited	1.1%
Other (9 positions)	6.9%
<b>Portfolio %</b>	<b>19.1%</b>

- Cash level elevated
- Portfolio diversification increased; taken positions in several micro caps
- Consistently evaluating new investment propositions

# Thank you

Dermot Woods  
Executive Director  
(08) 9321 7203  
[dwoods@westozfunds.com.au](mailto:dwoods@westozfunds.com.au)

Philip Rees  
Executive Director  
(08) 9321 7015  
[prees@westozfunds.com.au](mailto:prees@westozfunds.com.au)

OZGROWTH LIMITED  
Level 18, Alluvion  
58 Mounts Bay Road  
Perth, Western Australia 6000  
Telephone: +61 8 9321 7877

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