

*Argo Global Listed Infrastructure Limited (AGLI) is a listed investment company which was established in 2015 to provide investors with exposure to a diversified portfolio of securities in the global listed infrastructure sector, contained within the simple and easily tradeable structure of an ASX-listed investment company. The investment objective is to provide shareholders with a mix of long-term capital growth and dividend income.*

### Net Tangible Asset backing per share (NTA)

The NTA as at 31 January 2016 was **\$1.93** per share.

Under current Accounting Standards the Company is also required to provide an NTA figure which provides for tax that may arise should the entire portfolio be disposed of on the above date. After this theoretical provision, the above figure would be \$1.93 per share.

*NB: These NTA figures are not adjusted for any dilution due to the outstanding options which are exercisable at \$2.00. The after tax figure takes into account the provision for deferred tax on set-up costs and estimates of net tax provisions that may arise should the entire portfolio be disposed of on the above date.*

### Monthly commentary

The New Year has started in dramatic fashion, due to investor concerns about slowing global economic growth, and the MSCI World Index finished the month down 6.1%. Escalating concerns surrounding the health of the Chinese economy and their reactionary efforts to stabilise the currency, a collapsing oil price and a disappointing US corporate earnings season, further undermined global confidence. The Bank of Japan however, surprised the market with the introduction of negative interest rates.

Not surprisingly, defensive sectors outperformed both domestically and globally, led by utilities as investors sought out safe havens. Water utilities are among the least cyclical of the infrastructure subsectors, and enjoyed the strongest performance. Electric utilities were another solid performer, particularly regulated electric utilities.

The pipelines subsector showed signs of stabilization, despite continued volatility in the crude oil market, suggesting that investors may be beginning to factor well-known industry negatives into these companies' current valuations.

Airports and passenger railways declined modestly on weaker economic momentum, while the performance of toll road companies varied by region, with companies in emerging markets performing poorly for macroeconomic reasons and developed market companies proving more resilient.

Freight railways were weak, with concerns of slowing freight volumes spreading beyond weak energy related shipments to now include the intermodal segment, potentially a reflection of declining consumer activity and global trade. Marine ports felt the brunt of slowing Asian growth and global trade concerns, with the subsector's largest components, Adani Ports, China Merchants Holdings and Hutchison Port Holdings, all declining materially.

The Australian dollar depreciated 2.8% against the US dollar, and fell against most of its trading partners. Pleasingly, despite the increased turmoil, AGLI's NTA increased by 3.6% during January.

### About the Company

ASX code (shares)	ALI
ASX code (options)	ALIO
Listing date	3 July 2015
Market cap.	A\$245m
Shares on issue	143,082,314
Options outstanding	143,044,214
Option exercise price (1:1)	\$2.00
Options expiry	March 2017

### Investment strategy

AGLI invests in an actively managed global infrastructure portfolio of 50-100 stocks, including global listed infrastructure securities (80-100%); global infrastructure fixed income securities (0-20%) and cash in A\$ (0-5%).

The geographical and infrastructure subsector splits of the portfolio at month end are illustrated on the next page.

There is no debt and the portfolio is unhedged for currency.

### About the Manager

AGLI is managed by Argo Service Company Pty Ltd (ASCO), which is a wholly owned subsidiary of Argo Investments Limited. ASCO provides management, administrative and financial services to AGLI under AFSL no. 470 477.

### About the Portfolio Manager

The day to day active management of the portfolio is outsourced to the New York based specialist fund manager, Cohen & Steers.

Cohen & Steers is listed on the New York Stock Exchange and manages funds of approximately US\$50 billion from offices around the world.

### Argo Global Listed Infrastructure Limited

Website [www.argoinfrastructure.com.au](http://www.argoinfrastructure.com.au)  
 Email [invest@argoinfrastructure.com.au](mailto:invest@argoinfrastructure.com.au)  
 Telephone 08 8210 9555  
 Postal Address GPO Box 2692 Adelaide SA 5001  
 Registered Address 19 Grenfell Street Adelaide SA 5000

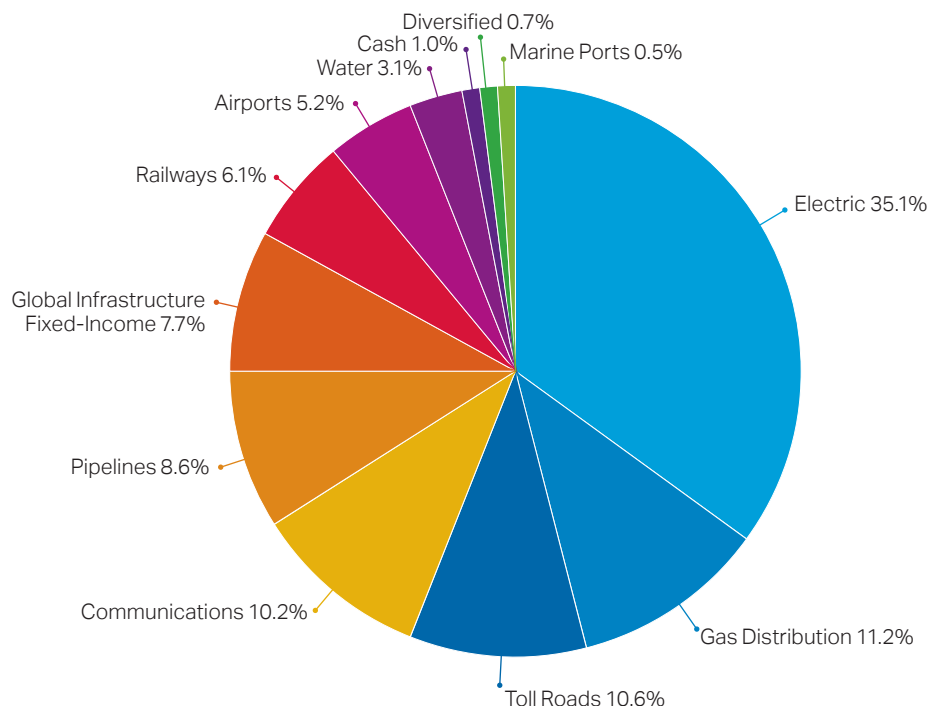
Share Registry  
 Website  
 Telephone  
 Postal Address

Computershare Investor Services  
[www.investorcentre.com](http://www.investorcentre.com)  
 1300 389 922 (in Australia)  
 +61 3 9415 4610 (outside Australia)  
 GPO Box 2975 Melbourne VIC 3001



## Subsector diversification

as at 31 January 2016



## Geographic diversification by country of listing

as at 31 January 2016

