

GLENNON SMALL COMPANIES LTD

INVESTMENT REPORT | MARCH 2016



Net Tangible Assets (NTA) at 31 Mar 2016	Cents
NTA before tax	104.12
NTA after tax	101.31

During the month to 31 March 2016 Glennon Small Companies Ltd delivered a gross portfolio return of 4.95%, while the S&P/ASX Small Ordinaries Accumulation Index rose 5.47%. Since inception Glennon Small Companies Ltd has delivered a 10.98% gross portfolio return while the S&P/ASX Small Ordinaries Accumulation Index has risen 12.32%. At the end of the month the portfolio held 19.3% cash.



Performance at 31 Mar 2016	1 Month	3 Months	6 Months	Since Inception
Glennon Small Companies	4.95%	1.70%	7.11%	10.98%

Performance is shown on a gross basis, before expenses and taxes. Past performance is not a reliable indicator of future performance. Inception date is 21 August 2015.

Commentary

March was a strong month for Australian equities, with the S&P/ASX Small Ordinaries Accumulation Index again outperforming the larger cap indices. While small resources have been driving the small cap index over the past few months, March saw industrials also perform strongly. Small industrials actually fell 2.4% for the March quarter, while small resources were up 17%.

March also marked the payment of Glennon Small Companies' first dividend. The board was pleased to be able to pay 1.07 cents including franking, despite only listing in August 2015.

While we are not optimistic on the overall economic outlook or on the outlook for larger cap stocks, we continue to evaluate many small and micro cap companies. After month end we have reduced our cash weighting by taking advantage of market volatility and selectively deploying capital into both existing holdings and new positions.

Stock Code	ASX:GC1
Share Price ^(13/4/16)	\$0.955
Market Capitalisation	\$23.8m
Option ASX Code	GC1O
Option Expiry Date	18 August 2016
Option Exercise Price	\$1.00

Investment Objectives

To own sustainable businesses with superior management that:

- operate in industries with barriers to entry and growth prospects
- are undervalued

Investment Strategy

- Active portfolio management
- Concentrated portfolio
- Long only
- Ungeared

Company Overview

Glennon Small Companies Ltd is an ASX listed investment company. The Company invests in a concentrated portfolio of high quality small cap and microcap companies outside the S&P/ASX 100.

The Company is managed by Glennon Capital, a specialist small and microcap investment manager.

For more information on our portfolio holdings, insights and research please visit www.glennon.com.au and sign up to our newsletter.

Top Five Holdings

APO	APN Outdoor	4.5%
SXY	Senex Energy	3.8%
VOC	Vocus	3.2%
BWX	BWX Limited	3.2%
MYX	Mayne Pharma	3.0%

Portfolio Characteristics

Number of Equity Holdings	39
Median Market Capitalisation	\$248

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SUBSCRIBE TO OUR WEEKLY NEWSLETTER AT
WWW.GLENNON.COM.AU**

Important Information

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