

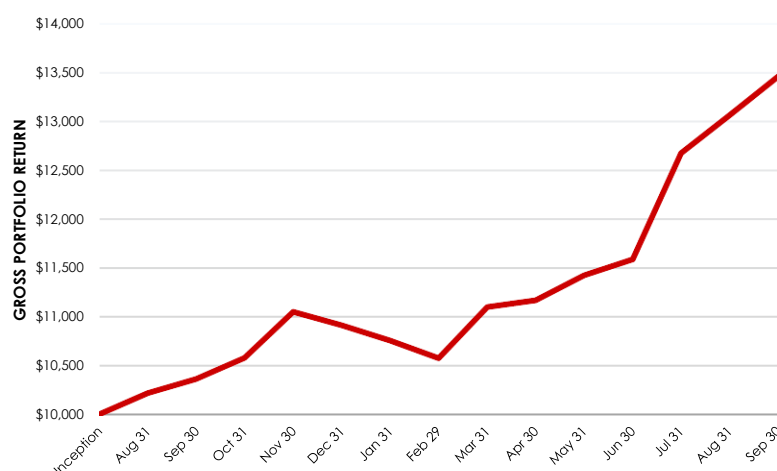
# GLENNON SMALL COMPANIES LTD

## INVESTMENT REPORT | SEPTEMBER 2016

### Net Tangible Assets (NTA) at 30 September 2016 Cents

NTA before tax and final dividend	112.50
NTA before tax	109.50
NTA after tax	105.16

During the month to 30 September 2016 Glennon Small Companies Ltd delivered a gross portfolio return of 3.03%, while the S&P/ASX Small Ordinaries Accumulation Index rose 1.53%. Since inception Glennon Small Companies Ltd has delivered a 34.62% gross portfolio return while the S&P/ASX Small Ordinaries Accumulation Index has risen 29.00%. At the end of the month the portfolio held 37.14% cash.



Performance at 30 Sep 2016	1 Month	3 Months	6 Months	1 Year	Since Inception
Glennon Small Companies	3.03%	16.19%	21.30%	29.92%	34.62%

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

Small caps continued their strong performance over the month, outperforming large caps by just over 1%. Resources again drove performance for both small caps and large caps, with the small cap resources index up 5% on the strength of both gold and energy sectors.

Strong performance from some of our acquisitive portfolio companies during the month added to performance. National Veterinary continued to acquire practices and rose 23% during the month. Skydive the Beach acquired adventure tourism company Raging Thunder Adventures in an accretive deal, expanding their offering to whitewater rafting and hot air ballooning; the stock rose 11%. Meanwhile BigAir Group, another portfolio holding, was bid for by Superloop at a 43% premium.

As the 3 cent fully franked final dividend was accrued for in September, the NTA table above also shows the before tax, before dividend NTA. The final dividend was paid on 4 October 2016.

Stock Code	ASX: GC1
Share Price (12/10/16)	\$1.00
Market Capitalisation	\$47.0m

### 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](http://www.glennon.com.au) and sign up to our newsletter.

### Top Five Holdings

RCR	RCR Tomlinson	4.4%
MYX	Mayne Pharma	4.3%
ALU	Altium	4.0%
RFG	Retail Food Group	3.9%
SIV	Silver Chef	3.6%

### Portfolio Characteristics

Number of Equity Holdings	35
Median Market Capitalisation	\$278m

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## Glennon Small Companies Ltd (GC1)

Investment Report | September 2016

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### Investor communication update

Glennon Capital is committed to communicating with our investors. In the videos and articles below, released to newsletter subscribers during September, we share our views on stocks, sectors and other topics of interest.

#### Videos

What we look for when valuing a company – [view](#)

On the road: CML Group (ASX:CGR) – [view](#)

Insight: BigAir Acquired by Superloop – [view](#)

On the road: Ellex Medical Lasers (ASX:ELX) – [view](#)

#### Articles

Mining Services: utilisation, restraint and recovery – [read](#)

The reporting season wrap-up – [read](#)

Reporting season result highlights (VTG, ASB, WLD) – [read](#)

GC1 Annual Report | Manager letter – [read](#)

**IF YOU WOULD LIKE FURTHER INFORMATION PLEASE SUBSCRIBE TO OUR WEEKLY NEWSLETTER AT  
[WWW.GLENNON.COM.AU](http://WWW.GLENNON.COM.AU)**



### Important Information

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