

Investment Report

Company Profile

Stock Code	ASX:GC1
Share Price	\$0.91
Market Capitalisation	\$42.8m

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
- Ungearred

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.

Top 5 Holdings

NVL	National Vet Care	6.3%
ATL	Apollo Tourism	5.3%
SKB	Skydive the Beach	4.0%
SIQ	Smartgroup	3.5%
PGC	Paragon Care	3.4%

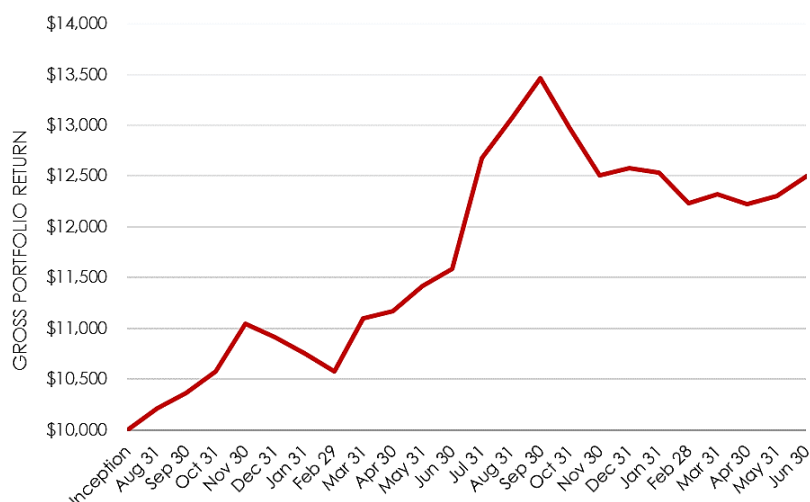
Portfolio Characteristics

Number of Equity Holdings	29
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Net Tangible Assets (NTA)

	Cents
NTA before tax	98.50
NTA after tax	98.01

Performance



30 th June 2017	1 Month	3 Month	6 Month	1 Year	Since Inception
Glennon Small Companies Ltd	1.62%	1.45%	-0.65%	7.90%	25.02%

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

In June, the small cap market recovered the ground it lost in May, returning 1.99% for the month while GC1 returned a gross portfolio return of 1.62%. While holding a reasonable amount of cash for the period after we reduced some of our better performing positions on valuation grounds. The quarter ending 30 June 2017, the portfolio outperformed the index by 0.26%.

During the month, the GC1 portfolio benefited from a strong performance by Apollo Tourism (+7.55%) as the market continues to appreciate the quality of the business and the impact its two recent acquisitions will have for FY18 earnings.

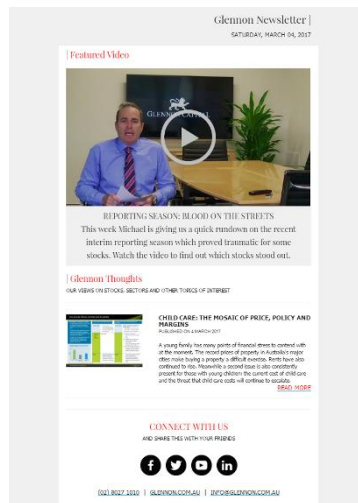
A2 Milk (+21.7%) was another strong contributor to portfolio performance in the month. We took the opportunity to exit our position in A2 on valuation grounds as we see it as overvalued in the short term.

We still see that there is value in small caps and are optimistic about the outlook for the sector. In particular we believe that microcaps will perform strong over the next 12 months and as such we will look to deploy capital in those sectors over time.



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