

## 8iP Small Companies Fund

We focus on growing your wealth through core and high conviction small companies

### FUND SNAPSHOT

The 8iP Australian Small Companies Fund ("Fund") provides diversified exposure to Australian small companies.

The Fund aims to deliver outperformance above the S&P/ASX Small Ordinaries Accumulation Index with a diversified portfolio of equities across a range of industry sectors within the Australian small companies segment. It holds between 25 and 75 undervalued companies with quality businesses and management.

The Fund is rated Recommended by Lonsec Research - please contact the 8iP team for more information.

### OUTLOOK

By the end of April 2019, the Small Ords was back to where it was at the end of September 2018. The fund has substantially outperformed over what has been an exceptionally volatile period. The fund also beat the index in April, by just short of one percent.

Jumbo International is classified as a consumer company but its financials are those of a technology business. Having originally re-rated on the back of a substantial revenue beat in the period reported in February, the stock rose 33% in April as some of these characteristics began to be recognised. Other strong performers were Megaport (+39%), Austal (+19%), Integrated Diagnostics (+23%) and Nanosonics (+13%).

On the negative side, Splitit eased back to \$1.04 (-18%). Having had a very large position in the stock, we have been selling down to crystallize profits after an extraordinary run. We continue to like the company and to hold a position. Most of our resources holdings eased somewhat during the month. This was a broad sector-based phenomenon, driven by concerns about global growth.

### PERFORMANCE

**\$100,000 Invested On 1/10/2012**

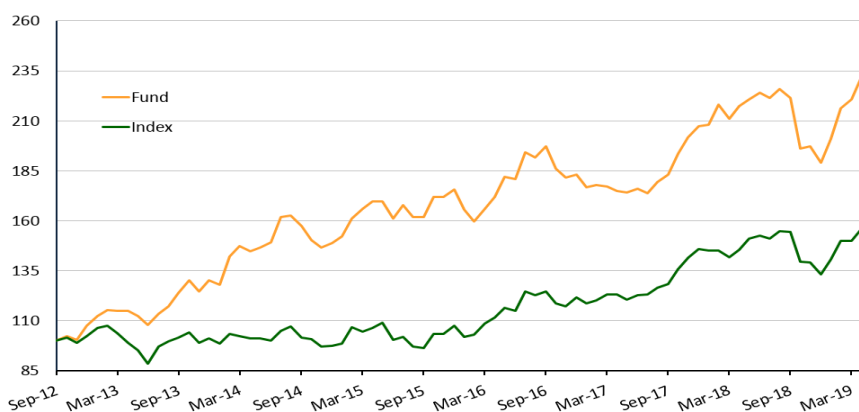


Chart Footnotes: Returns sourced from 8iP and S&P/ASX as on 30/04/2019 in Australian dollars. Fund returns are gross returns.

\*The inception date is the date that Kerry Series took responsibility for investing this Fund.

### KEY FACTS

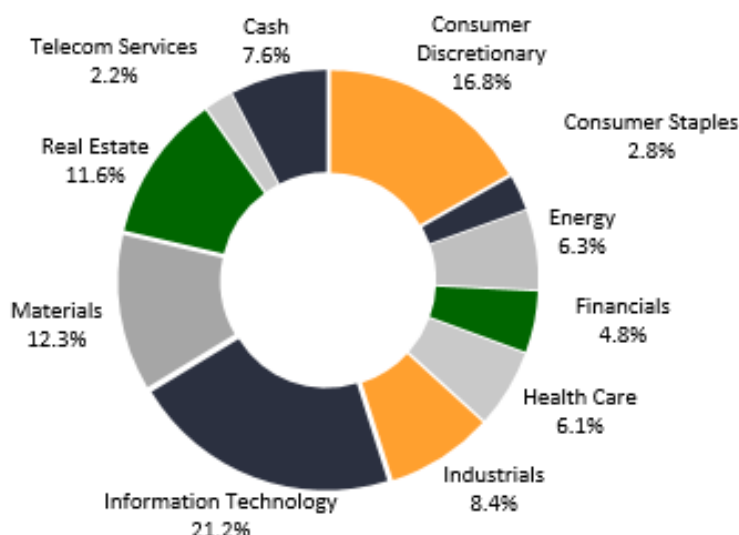
<b>Inception Date</b>	Current Portfolio Team commenced 1/10/2012
<b>No of Stock Holdings</b>	50
<b>Fund Size</b>	\$11.5m
<b>Liquidity</b>	Daily
<b>Benchmark</b>	S&P/ASX Small Ordinaries Accumulation Index.
<b>Domicile &amp; Status</b>	Registered Managed Investment Scheme domiciled in Australia
<b>Base Currency</b>	Australian dollars
<b>Distributions</b>	Paid annually, shortly after 30 June; reinvested unless otherwise instructed
<b>Unit Prices at 31/03/2019</b>	Buy Price: \$1.0745 Sell Price: \$1.0659

### DISTRIBUTIONS (LAST 5 YEARS)

Date	Cents per unit
30/06/2018	11.24c
30/06/2017	5.00c
30/06/2016	0.79c
30/06/2015	4.9145c
30/06/2014	-

8iP Small Companies Fund vs Benchmark	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
8iP Small Companies Fund (gross of fees)	+5.02%	+15.32%	+18.14%	+6.66%	+10.47%	+9.88%	+13.61%
S&P/ASX Small Ordinaries Accumulation Index	+4.11%	+11.04%	+11.91%	+7.18%	+11.79%	+9.11%	+6.99%
Active Return (gross of fees)	+0.91%	+4.27%	+6.23%	-0.52%	-1.32%	+0.77%	+6.62%
8iP Small Companies Fund (net of fees)	+4.92%	+15.00%	+17.46%	+5.31%	+8.95%	+8.27%	+11.44%

Past performance is not an indicator of future performance. All returns are shown to two decimal places. Returns for periods of more than one year are annualised. Total returns include realised and unrealised gains and losses plus income and are time-weighted rates of return that adjust for external cash flows. Valuations are computed and performance reported in Australian dollars. Gross-of-fees performance returns are presented before management and performance fees but after all trading expenses. Net-of-fees performance returns are presented after management and performance fees.

**SECTOR ALLOCATION****ABOUT 8IP**

We are a long-term investor that seeks to benefit from changes in the fundamental value of a company over time. We aim to identify companies characterised by:

- A market-leading multi-year competitive advantage;
- A turnaround opportunity, either within the business as a whole or within a critical element of the business; or
- A specific catalyst expected to generate short-medium term capital

**PORTFOLIO MANAGERS****KERRY SERIES****Chief Investment Officer and Portfolio Manager**

Founder of 8IP, Kerry has more than 30 years of experience in equity markets. He's previously held senior roles with AMP Capital where he was Head of Asia Pacific Equities, Investment Director at HSBC Asset Management and co-founder of Perennial Investment Partners that grew to \$20 billion within 7 years.

**STEPHEN WALSH****Portfolio Manager**

Over more than 30 years in Australia and overseas, Stephen has held director level roles in equities research and investment banking at Macquarie, Wilson HTM and Credit Lyonnais. Stephen has also worked in senior strategy roles for LEK Consulting and Standard Chartered Bank.

**IMPORTANT INFORMATION**

Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298), AFSL 240975, is the Responsible Entity for the 8IP Small Companies Fund. Equity Trustees is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT). This document has been prepared to provide you with general information only. In preparing this document, we did not take into account the investment objectives, financial situation or particular needs of any particular person. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Neither Equity Trustees nor any of its related parties, their employees or directors, provide and warranty of accuracy or reliability in relation to such information or accepts any liability to any person who relies on it. Past performance should not be taken as an indicator of future performance. You should consider the Product Disclosure Statement ("PDS") before making a decision about whether to invest in this product. The PDS can be obtained by visiting [www.eqt.com.au/insto](http://www.eqt.com.au/insto) or request a copy by calling the Investment Manager Eight Investment Partners Pty Ltd on +61 2 8274 2088 or emailing them at [enquiry@8ip.com.au](mailto:enquiry@8ip.com.au). Past performance is no indication of future performance.

**TOP HOLDINGS**

Top 5 Holdings	Portfolio Weight
Cooper Energy Limited	4.1%
Corporate Travel Mgmt Limited	3.9%
Altium Limited	3.8%
Appen Limited	3.6%
Ingenia Communities Group	3.3%

Source: 8IP and Bloomberg.

Please note that 8IP may reallocate stocks' sector classifications where in 8IP's view it is appropriate to do so.

**KEY FUND INFORMATION**

<b>Investment Manager:</b>	Eight Investment Partners Pty Ltd (8IP)
<b>Risk and Operations:</b>	Sanlam Private Wealth (Pty) Ltd. ABN: 18 136 960 775
<b>Responsible Entity:</b>	Equity Trustees Limited ABN: 46 004 031 298 AFSL: 240975
<b>Fund Regulator:</b>	Australian Securities and Investments Commission
<b>Fund Domicile:</b>	Australia
<b>Fund Administrator:</b>	Link Fund Solutions
<b>Custodian:</b>	Link Fund Solutions

**FUND IDENTIFIERS**

<b>APIR:</b>	FHT0012AU
<b>ARSN:</b>	143 454 013
<b>Bloomberg Ticker:</b>	EIPASMC AU
<b>Morningstar Ticker:</b>	16197

**FEES**

<b>Management Costs:</b>	1.20% p.a. including GST
<b>Performance Fee:</b>	20% over hurdle
<b>Minimum Investment:</b>	\$5,000
<b>Exit penalties:</b>	None