

# 8IP AUSTRALIAN SMALL COMPANIES MODEL PORTFOLIO

## QUARTERLY REPORT



30 June 2018

The 8IP Australian Small Companies Model Portfolio is a Managed Discretionary Account (known as a Separately Managed Account).

### MARKET AND PORTFOLIO REVIEW

The Model portfolio returned -1.19% (net of fees) for the June quarter with the portfolio delivering a strong 22.72% p.a. since inception (25 June 2014).

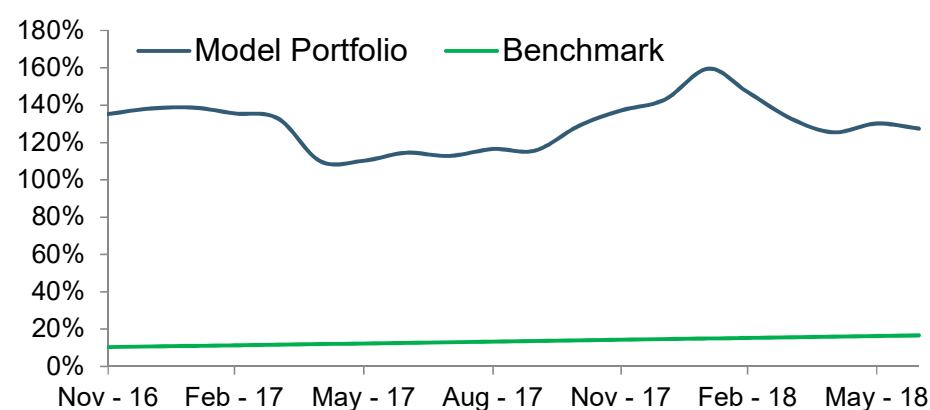
Oncosil Medical was the largest contributor to returns during the quarter with the stock rallying by over 70% during the quarter spurred on by a positive update on clinical trials for their Oncosil device for the treatment of pancreatic cancer.

The model portfolio has a 1.8% position in Big Un (BIG) at 31 March which during June we re-valued at zero given the outlook for the Company.

### PERFORMANCE SUMMARY<sup>^</sup>

Period	Model Portfolio	Benchmark*	+/- Return
1 month	-1.19%	0.29%	-1.47%
3 months	-2.32%	0.88%	-3.19%
1 year	6.02%	3.56%	2.46%
Annualised return since inception (pa)	22.72%	3.91%	18.81%

### Performance Since Inception<sup>^</sup>



### Top Five Holdings

Security	%
Cash	21.7
Megaport Ltd (MP1)	5.7
Galena Mining (G1A)	5.4
Oncosil Medical (OSL)	5.4
Cooper Energy (COE)	5.1

\*The Model Portfolio Benchmark is the RBA Cash Rate + 2% per annum. <sup>^</sup>Returns are calculated net of management, performance, administration/custody and transaction fees, but excluding any adviser fees from the Model Portfolio's inception date of 25/06/14, and assumes reinvestment of all income (but not franking credits). +Not annualised. Returns are based on the theoretical performance of a portfolio which implemented the Model Portfolio based on simplifying assumptions and stock weightings. Actual individual returns of each client's portfolio will differ depending on factors such as date of initial investment, timing of transactions, contributions and withdrawals, fees and any customisations. Past performance is not a reliable indicator of future performance and may not be achieved in the future. Each client should also take into account their own taxation situations. All information provided in this Report is correct as at the date of this Report.

## INVESTMENT OBJECTIVE & STRATEGY

The 8IP Australian Small Companies Model Portfolio (Model Portfolio) aims to deliver a high absolute return over rolling three to five years by investing in Australian small companies, while at the same time attempting to minimise the risk of permanent loss of capital by having the ability to hold up to 50% in cash.

The Model Portfolio offers the opportunity to invest in a selection of Australian Securities Exchange listed companies that have been identified by the investment team as having under-recognised growth potential.

The Model Portfolio follows a concentrated, long-only strategy that results in typically 10 - 30 investments. Eight Investment Partners is a bottom-up stock investor that seeks to deliver absolute returns over the medium to long term (3 to 5 years).

## KEY FEATURES

FEATURE	DETAIL
Investment universe	Securities listed on the Australian stock exchange, or due to be listed in the next six months, with a focus on companies outside the S&P ASX 100 Index, and Cash.
Benchmark	RBA Cash Rate + 2% p.a.
Maximum number of investments	30
Min. cash weighting	2%
Max. equity weighting	98%
Rebalancing	Program Adviser discretion
Minimum investment	\$100,000
Suggested timeframe	3-5 years

Further information about the Model Portfolio including fees and costs are outlined in the 8IP Australian Small Companies Model Portfolio Investment Mandate.

## PORTFOLIO MANAGEMENT

Mason Stevens Limited, as the Managed Discretionary Account Provider, will administer and implement the Model Portfolio on the instructions of Eight Investment Partners (8IP) as the Program Adviser.

## ABOUT 8IP

8IP is a specialist manager based in Sydney that is owned by its staff. Established in 2009, 8IP is focused on managing equity portfolios for retail and institutional investors, including a specific capability managing portfolios of Australian small companies securities.

## ABOUT MASON STEVENS

Mason Stevens provides a multi-asset and multi-currency investment administration and managed account service to help produce tailored investment outcomes for Advisers and their clients.

Clients benefit from efficient portfolio administration, secure online access to their investments, as well as comprehensive reporting.

## CONTACT INFORMATION

### Investors

Speak to your Adviser

### Advisers

Call 1300 988 878 or email [info@masonstevens.com.au](mailto:info@masonstevens.com.au)  
[www.masonstevens.com.au](http://www.masonstevens.com.au)

## Important Information

This Report is provided by Mason Stevens Limited (ACN 141 447 207, AFSL 351578) (Mason Stevens) as the Managed Discretionary Account (MDA) Operator of the Model Portfolio. Portfolio commentary has been provided by the Program Adviser. Any content provided in this Report is for the purpose of providing general advice and information only. It does not take into account your or your client's personal objectives, financial situation and needs. Please seek specific advice before making a decision in relation to any investment. The information is provided in good faith and we do not make any representation or warranty as to its accuracy, reliability or completeness. To the extent permissible by law, we do not accept any responsibility for any error, omission, indirect or consequential loss or damages (whether arising in contract, tort, negligence or otherwise, in any case whether foreseeable or not). Please refer to the relevant Investment Mandate for further information. Any information contained in this Report is subject to change without prior notice by Mason Stevens and Mason Stevens is not obliged to update any information. References made to any third party or their data is based on information that Mason Stevens believes to be true and accurate as at the date of this Report but without independent verification. All information provided in this Report is correct as at the date of this Report.