

FUNDAMENTALS



PERPETUAL PURE MICROCAP FUND

The Perpetual Pure Microcap Fund leverages the growth potential of smaller and emerging companies through a proprietary stock selection process.

It aims to provide long-term capital growth and income by investing in companies with a market capitalisation of less than \$250 million on acquisition.

FUND AT A GLANCE

INVESTMENT OBJECTIVE

The Fund aims to provide investors with long-term capital growth via an investment in a portfolio of quality Australian microcap companies. Microcap companies are defined as companies with a market capitalisation of less than \$250 million on acquisition.

INVESTMENT GUIDELINES

 Australian smaller company shares 70-100%

 Cash 0-30%

Inception date September 2013

Distributions Half-yearly

APIR Code PER0704AU

Management fee (% pa)* 1.28%

Performance fee* 20.50%
of outperformance

Number of stocks 30-50

Active stock limit +/-12%

Buy spread 0.17%

Sell spread 0.17%

PLATFORM AVAILABILITY

Macquarie Wrap

BENCHMARK

Whilst the Fund has no formal benchmark, for reporting purposes the Fund is measured against the S&P/ASX Small Ordinaries Accumulation Index.

PORTFOLIO MANAGER



JACK COLLOPY
Portfolio Manager
Perpetual Investments



ABOUT THE FUND

The Perpetual Pure Microcap Fund is an actively managed portfolio of quality Australian microcap companies aiming to provide investors with long-term capital growth. Microcap companies are defined as companies with a market capitalisation of less than \$250 million on acquisition.

Many microcaps are lightly covered by analysts. This means these companies can trade at significant discounts to their intrinsic value – increasing the potential upside for investors.

Perpetual's investment philosophy focuses on rigorous bottom up research and engagement with management of a company. This is particularly valuable in smaller companies. We concentrate on the quality of a company not just value, aiming for long-term capital growth and to minimise the downside risk in this sometimes volatile asset class.



HOW DOES THE FUND FIT INTO A WELL-BALANCED PORTFOLIO?

The Perpetual Pure Microcap Fund has been designed for investors seeking the high growth potential of smaller, emerging companies with room to grow, managed within a rigorous risk management process.

Microcap companies are typically focused on a niche market or product and are driven by different industry and financial dynamics to those that influence larger stocks.

Perpetual's strict quality and value investment philosophy is designed for investors seeking the typical downside protection this style and process is accustomed to delivering.



WHY INVEST WITH PERPETUAL?

Perpetual Investments is one of Australia's most highly regarded and awarded investment managers, with an enduring passion for protecting and growing our clients' wealth and extensive experience in investing in Australian shares. Our disciplined process of identifying high-quality, attractively valued investment opportunities, has been tested and proven for 50+ years.

We actively manage the investments of our clients, based on fundamental research and analysis. To augment this process, we constantly invest in the quality and depth of our team.

Today we have a large, dedicated and highly regarded team, with extensive investment management experience.

FIND OUT MORE

Financial advisers: contact Adviser Services on 1800 062 725 or email investments@perpetual.com.au

Investors: contact Investor Services on 1800 022 033 or email investments@perpetual.com.au

WHAT ARE THE RISKS?

All investments carry risk and different strategies may carry different levels of risk. The relevant product disclosure statement or offering document for a fund should be considered before deciding whether to acquire or hold units in that fund. Your financial adviser can assist you in determining whether a fund is suited to your financial needs.

*Information on Management Costs (including estimated indirect costs) is set out in the Fund's PDS.

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