

# Westoz Investment Company Limited

August 2018



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# Westoz Funds Management Difference

- Western Australian based and investment focused
- Paid \$156m of dividends and franking credits
- Manager aligned with investors
- Stable investment process in place for 14 years

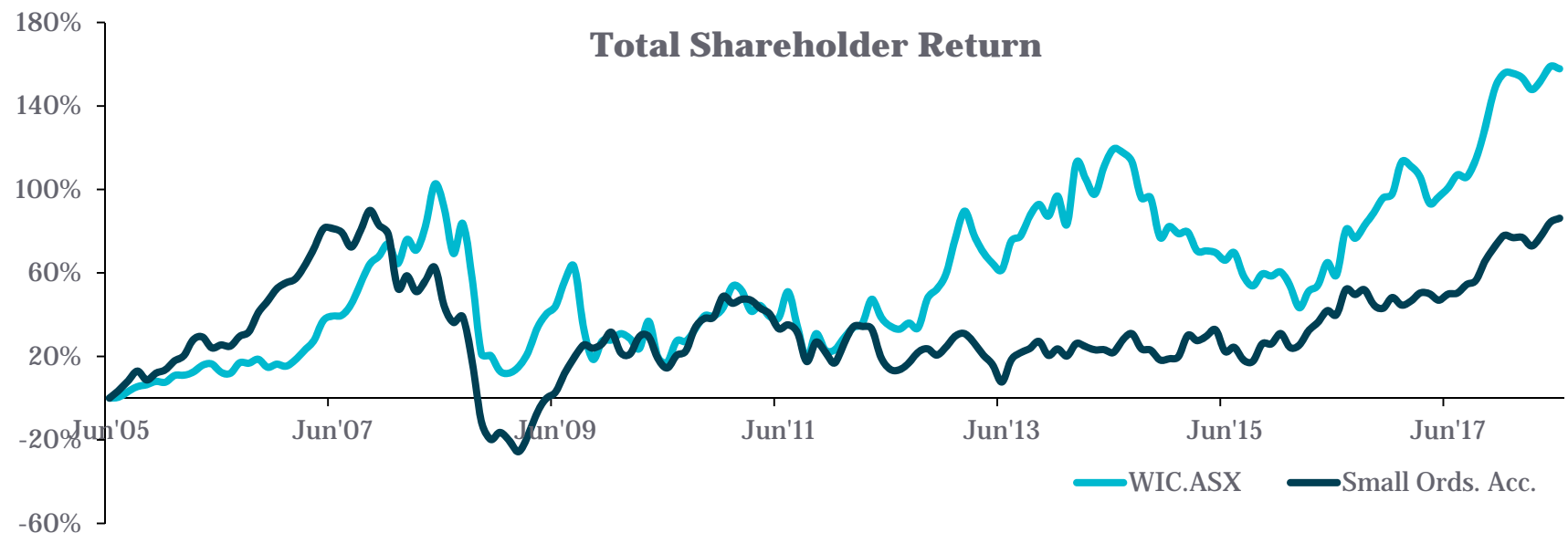
# Westoz Investment Company (WIC.ASX)

## Company

Market Cap	\$153m
Last Price	\$1.15
Net Assets Per Share (July)	\$1.26
Share price discount	9%
Shares on issue	133m
Options (\$1.06 strike, Aug 19 expiry)	9m

## Shareholders

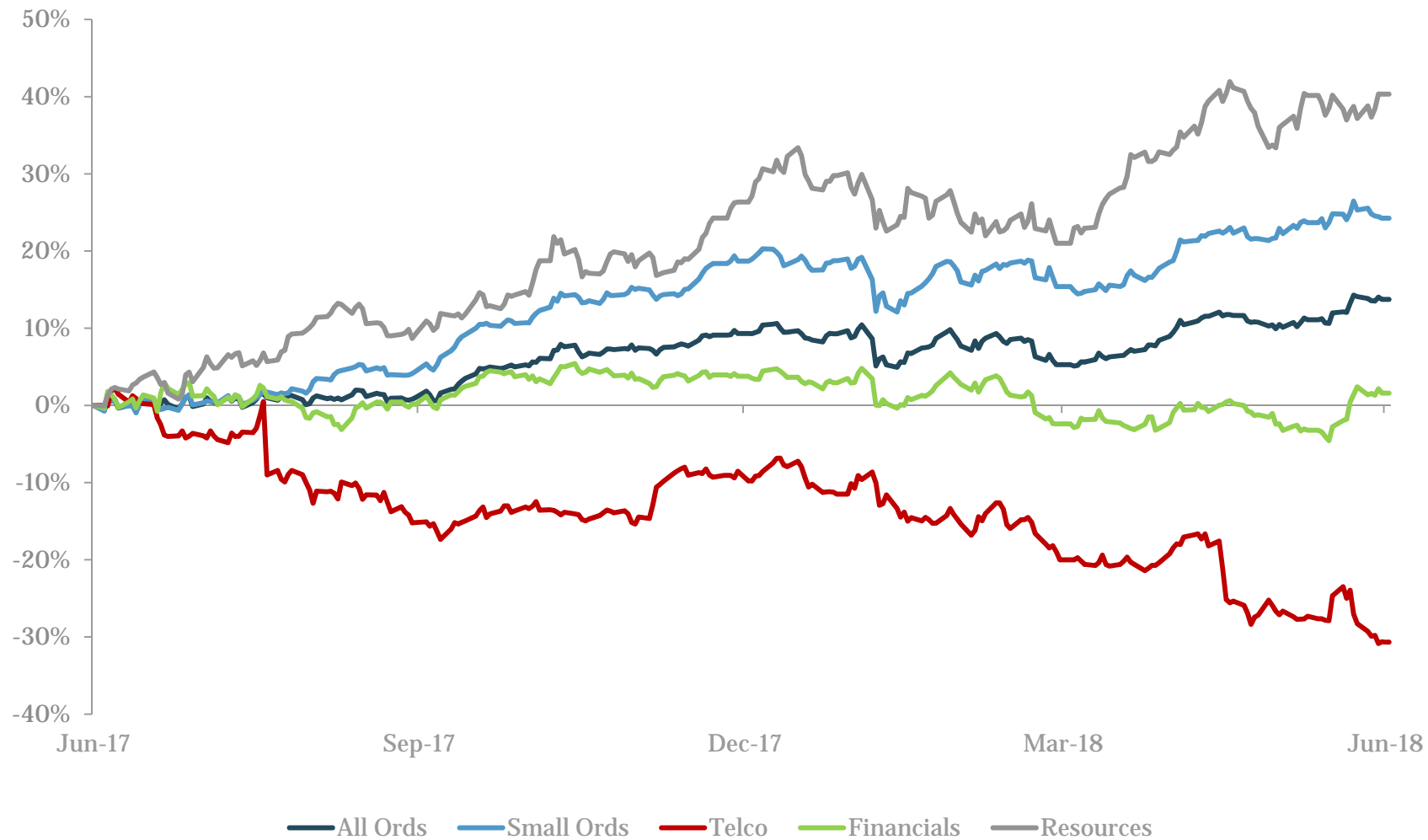
Euroz Limited	27%
Wilson Asset Management	8%
Ice Cold Investments	7%
Number of shareholders	1,597



Source: IRESS, Westoz Funds Management. WIC shares listed on ASX in September 2009.

# ASX in 2018 – Everyone a Winner (Except TLS)

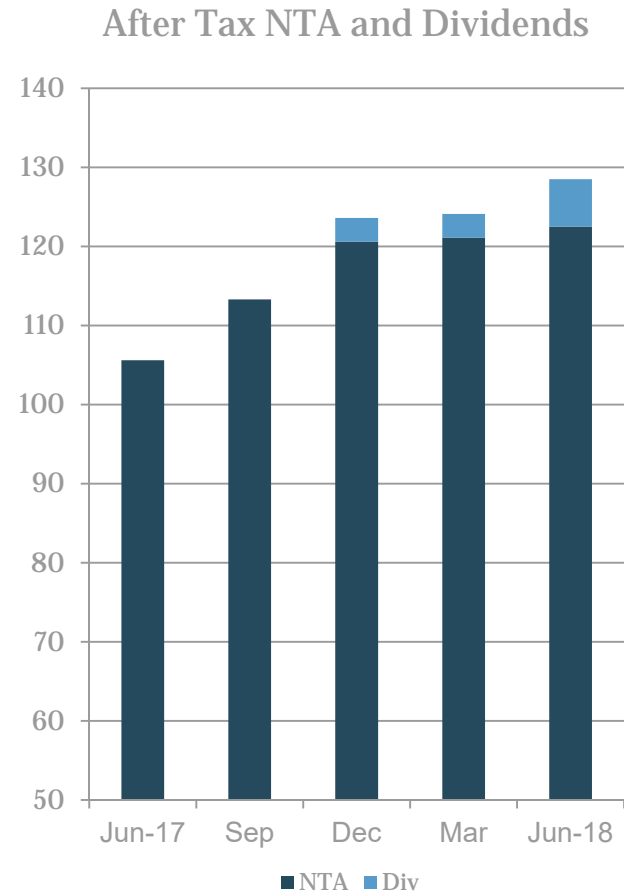
## ASX Sectors – FY 2018



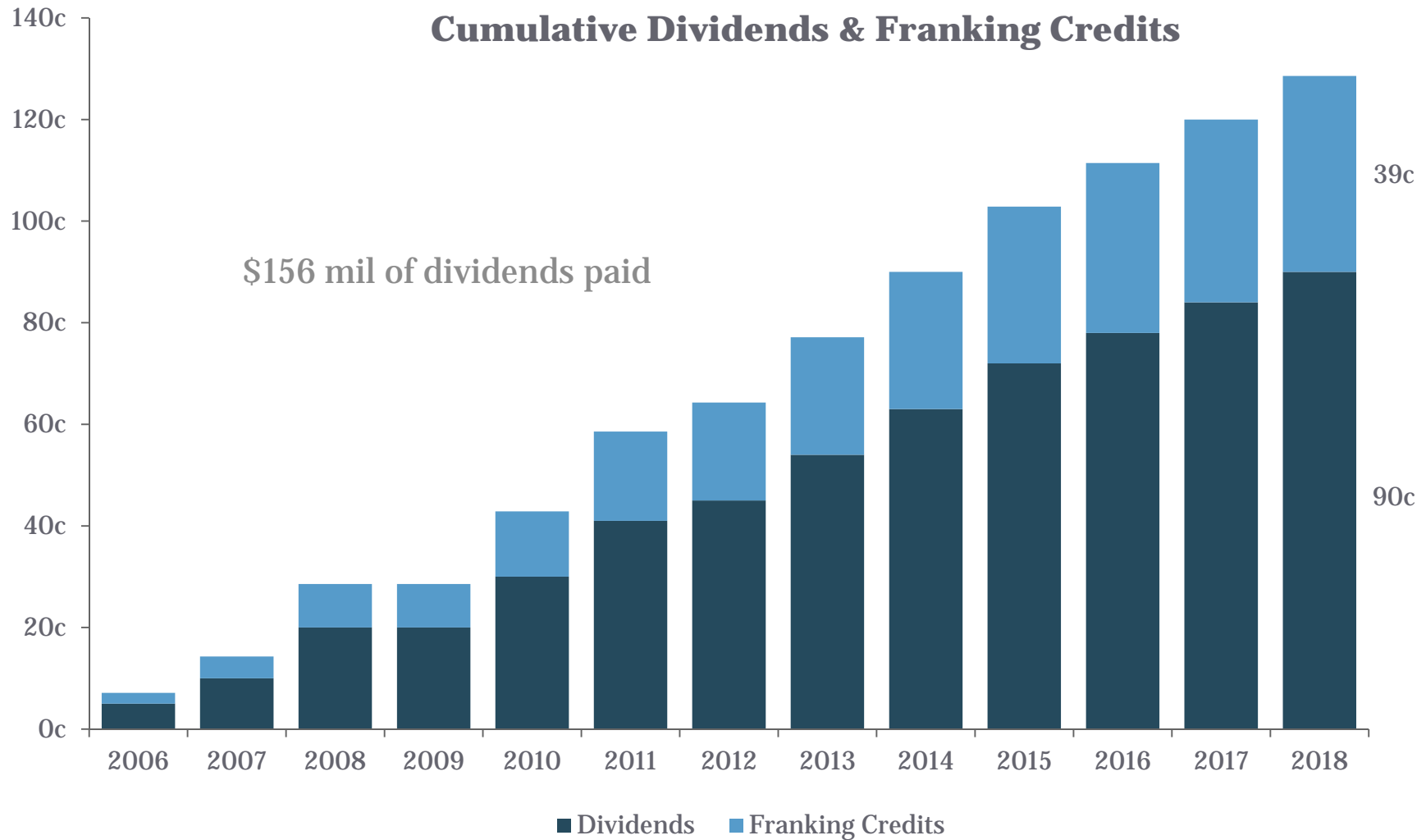
# WIC FY 2018 Results



- Strong portfolio return; up 39.1% before allowance for fees and taxes
- Dividend of 6.0 cents per share paid; 6.0 cents per share targeted for FY19
- After all fees, taxes and dividends, NTA increases from 105.6 cents to 122.5 cents
- Shareholder return of 27.6% from price gain and fully franked dividends.
- Dividend capacity enhanced through further increase in profit reserves and anticipated tax payments



# Payout – WIC Dividend Returns



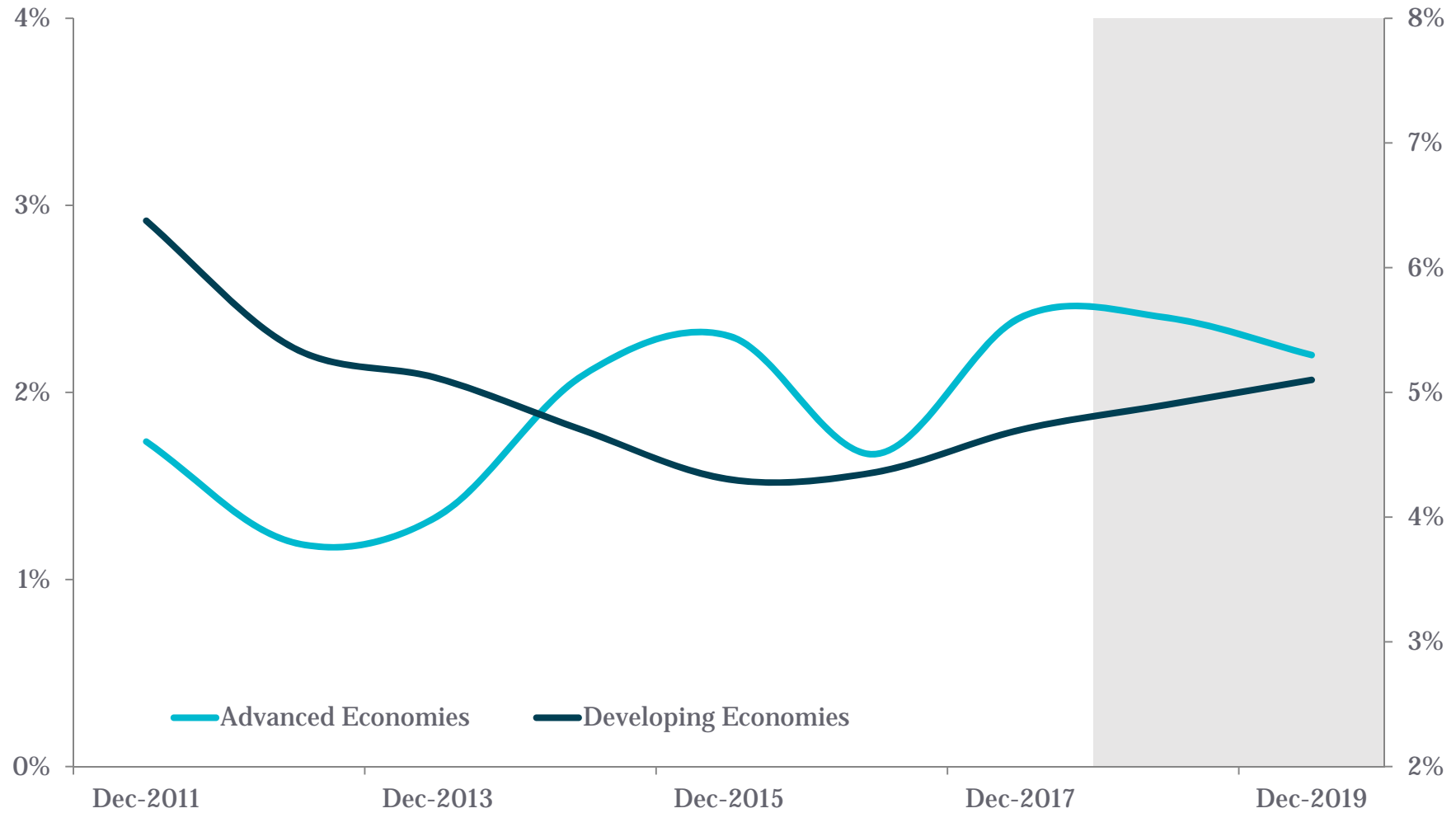
# Current Market Conditions

- Solid Global Economic Growth
- Rate Normalisation
- WA Economic Growth

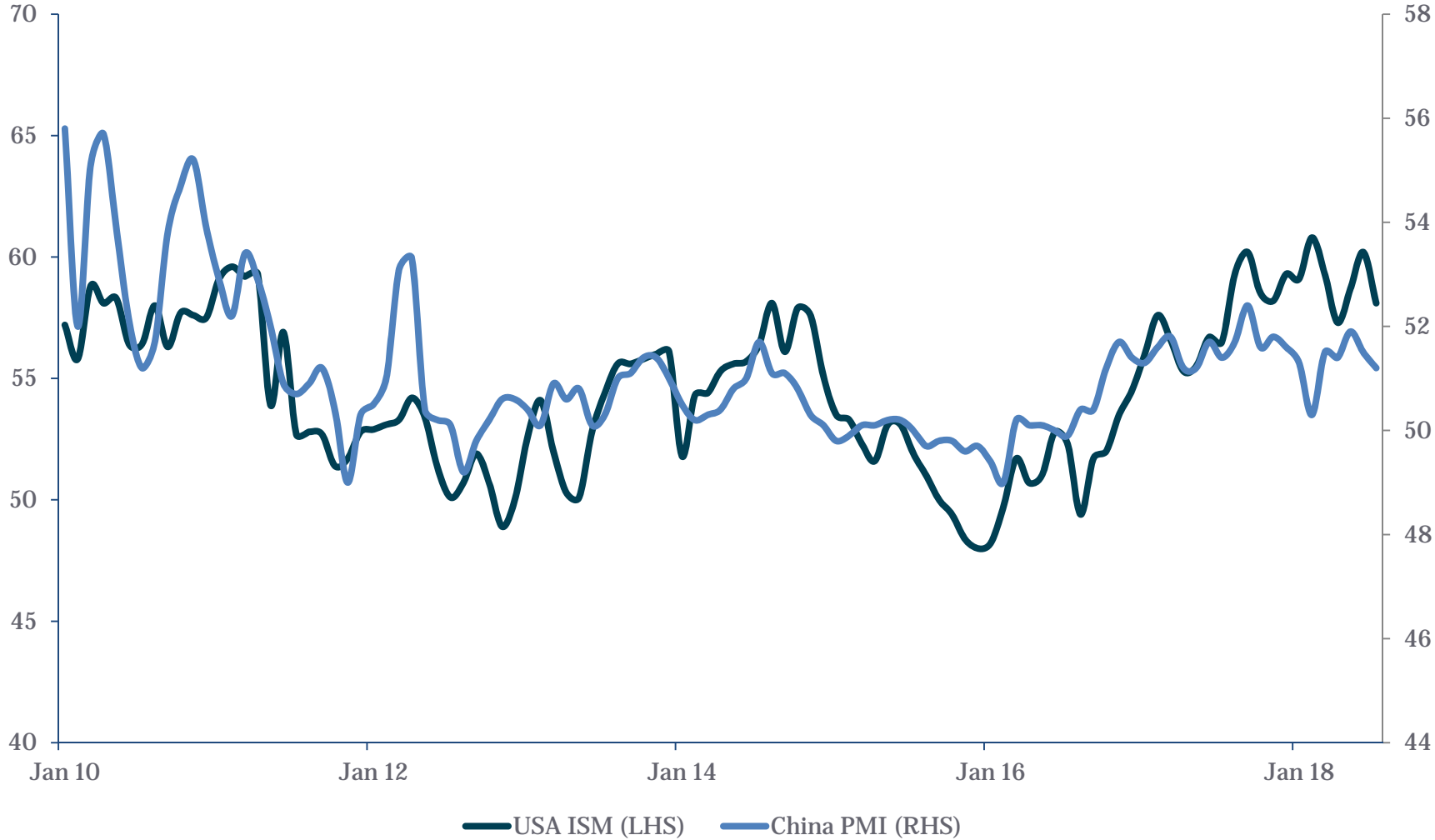


# Synchronised Global Economic Growth

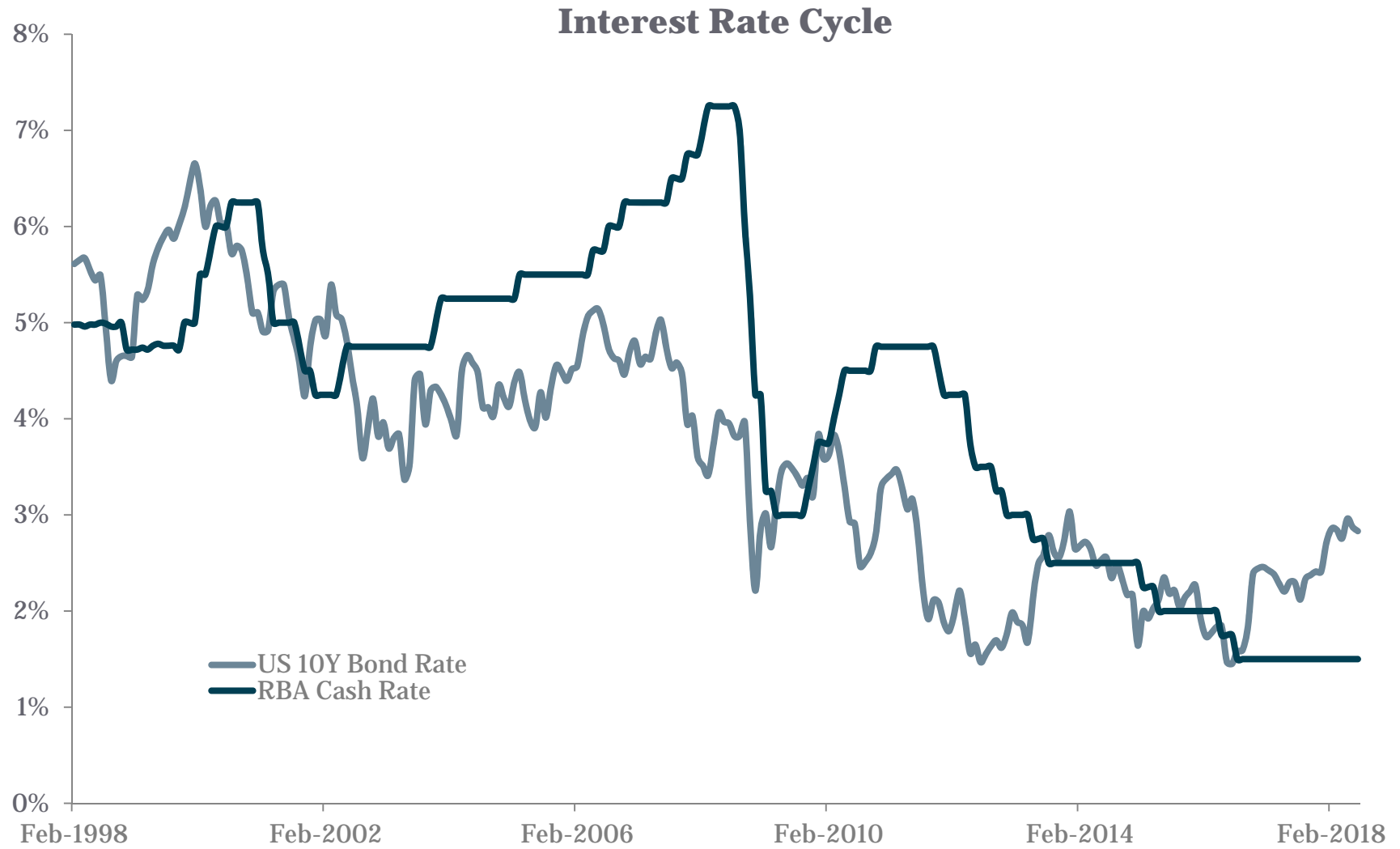
### GDP Growth - IMF Forecasts



## Manufacturing Sentiment Surveys

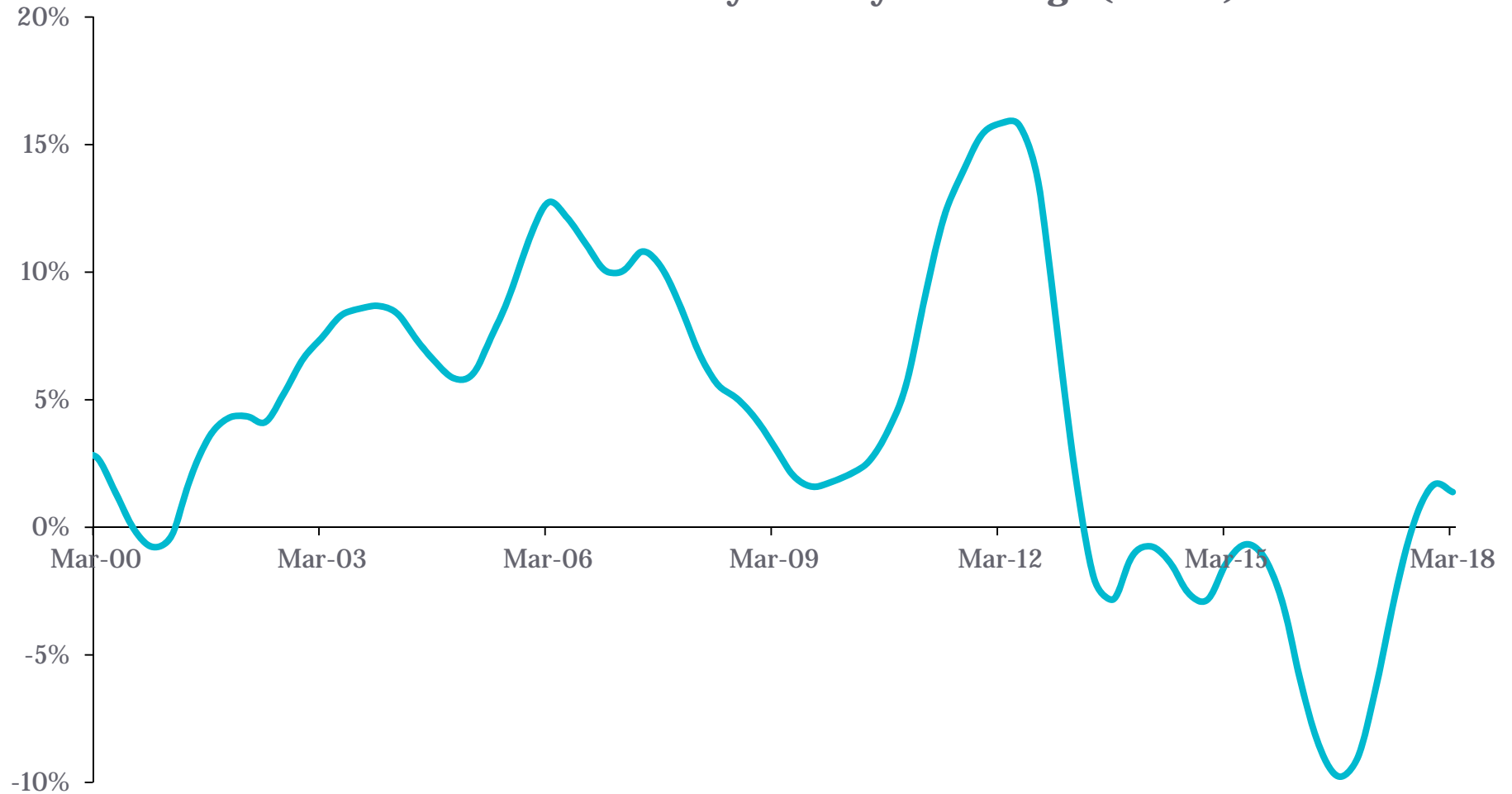


# Interest Rate Normalisation



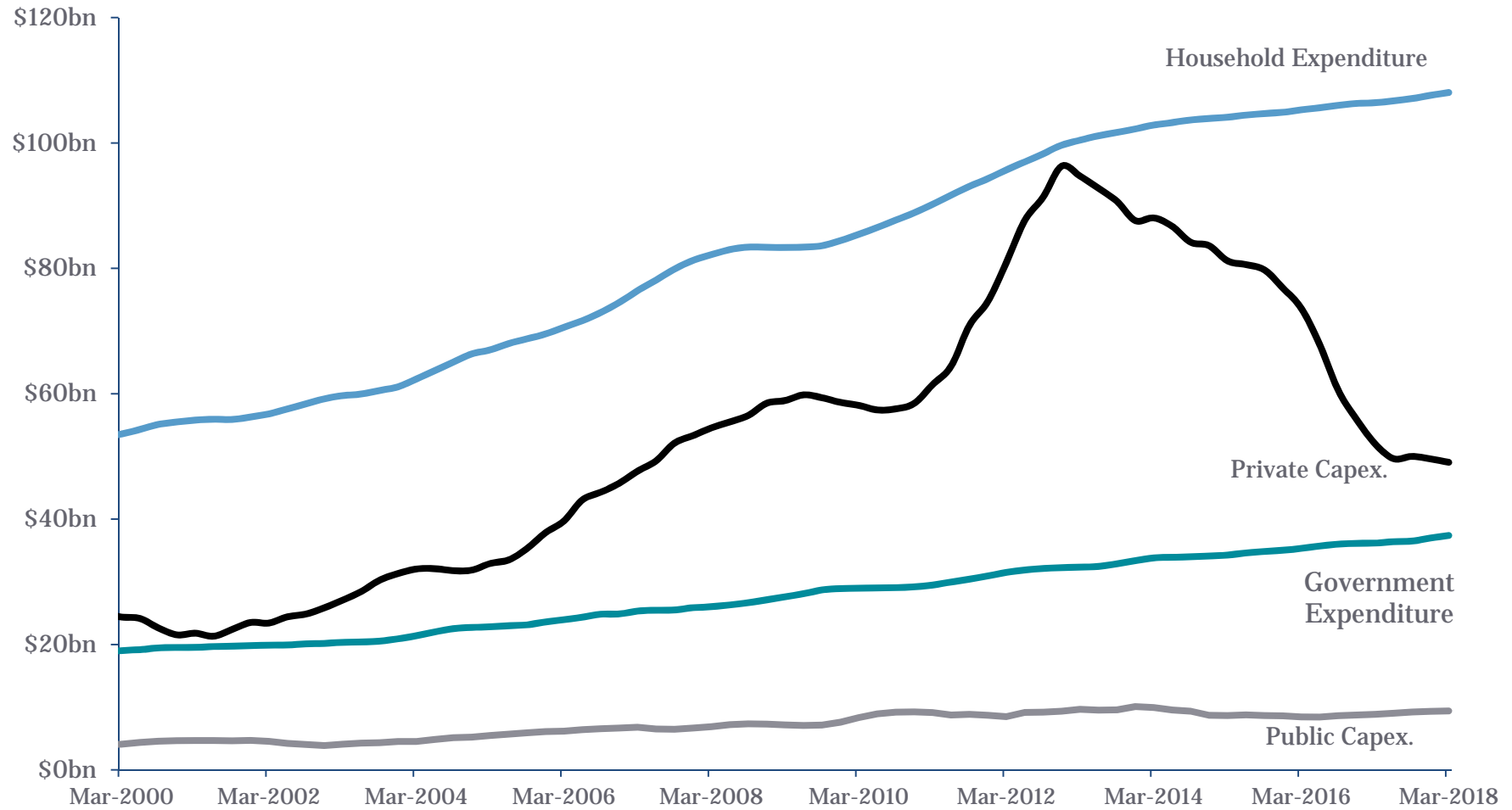
# WA Growth: Economy Entering Uptrend

## WA State Final Demand - year on year change (Trend)



# WA Growth: Final Demand Components

### State Final Demand Components - rolling 12m expenditure (SA)

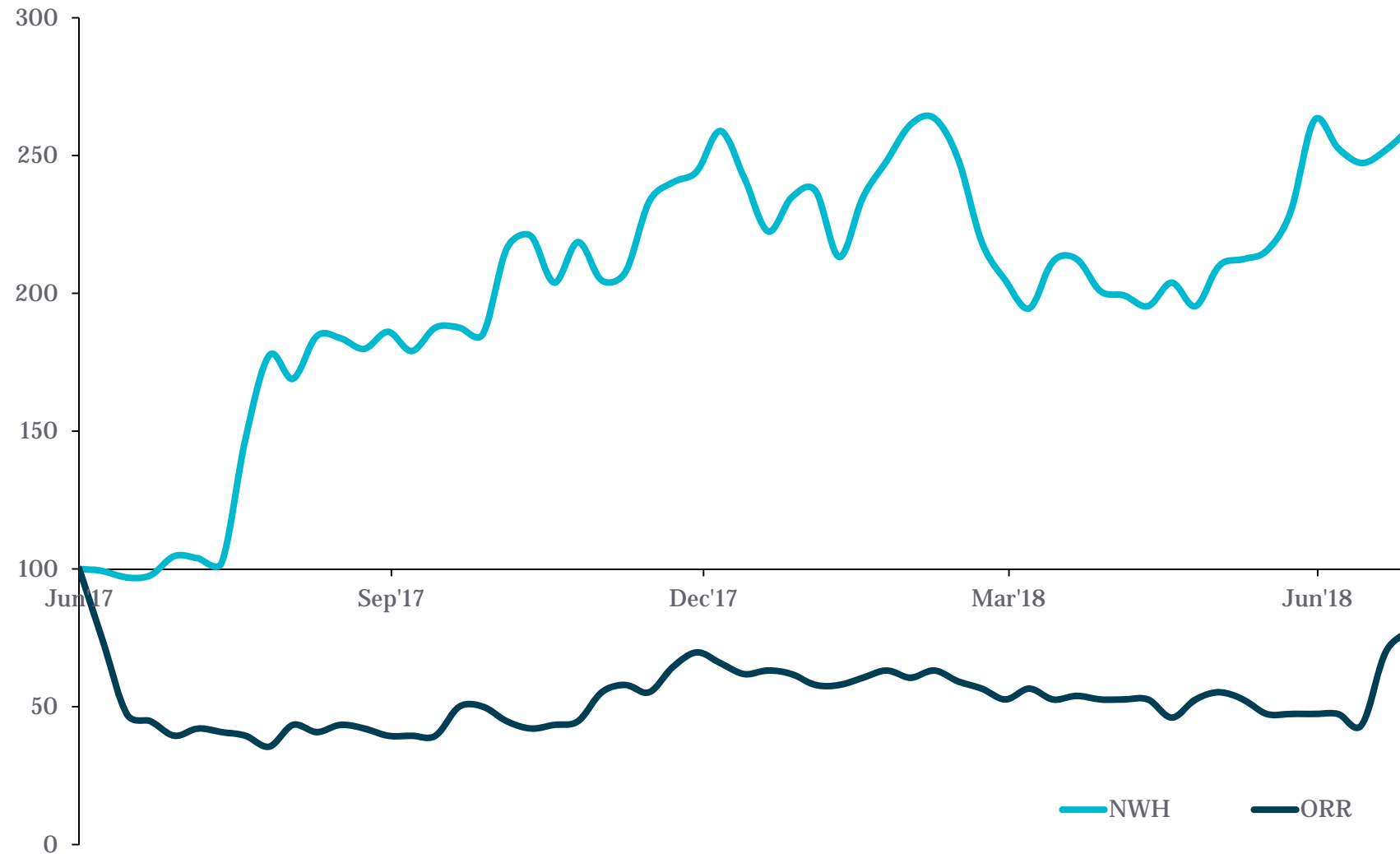


Source: ABS

# Investment Considerations

- People
- Capital
- Cash flow
- Value

# FY2018 Winner & Loser

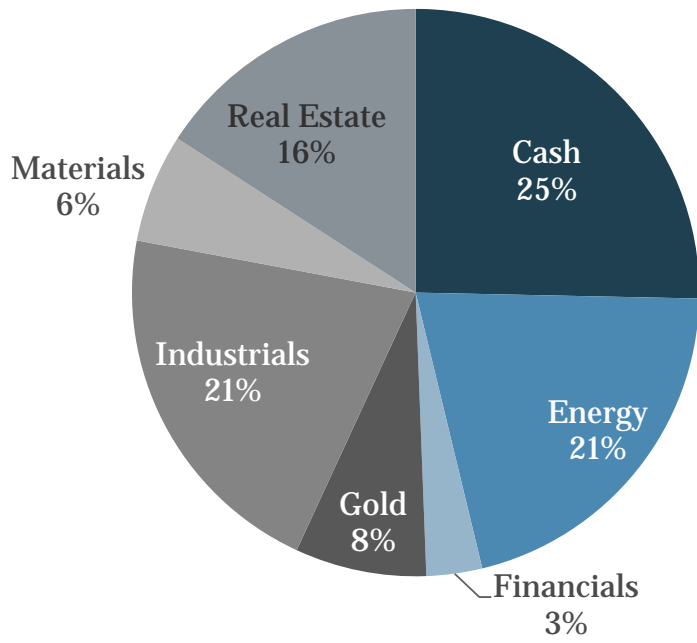


# WIC Current Portfolio



Westoz	July 18
Australis Oil & Gas	14%
Cedar Woods Properties	9%
Finbar Group	7%
Cooper Energy	5%
Evolution Mining	5%
Macmahon Holdings	4%
Mount Gibson Iron	4%
Southern Cross Elec Eng	4%
Austal	3%
NRW Holdings	3%
Ausdrill	3%
Orecorp	3%
West African Resources	3%
Other (12 positions)	13%
Short Positions	-5%
Cash	25%

## Sector Allocation





# Shareholder Communications

- Weekly Email Update
- Weekly NTA Disclosure
- Economic Updates
- Monthly Portfolio reports to ASX
- Regular Shareholder Briefings
- Dynamic website

Subscribe by sending an email to: [admin@westozfunds.com.au](mailto:admin@westozfunds.com.au)

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