

Antipodes Global Investment Company Limited (ASX:APL)

ACN 612 843 517

UPDATE AS AT 28 FEBRUARY 2019

COMPANY PERFORMANCE

- Company performance⁶ was 1.2%, while the benchmark returned 5.2%.
- TSR (Total Shareholder Return) performance¹⁰ was -1.9%.
- The Board has resolved to pay an interim dividend of 2.0 cents per share (50% franked). The dividend will be paid to APL shareholders on 22 March 2019, with a record date of 8 March 2019.

PORFOLIO COMMENTARY

- Global equity markets continued to post strong returns in February (+5.2% in AUD), continuing the momentum from January. Investor sentiment was buoyed by a combination of constructive US-China trade talks, an increasingly dovish stance from global central banks and the implementation of Chinese stimulus measures.
- Chinese equities outperformed, experiencing its best month since 2015, on the back of improving trade sentiment, better than expected credit data and expectations of further policy support. A further boost was provided by news that MSCI is set to increase the weighting of China-listed shares in the MSCI Emerging Markets Index.
- US equities were strong amid optimistic signs on the economy and trade discussions. High beta, cyclicals and expensive growth stocks continued to perform well year to date in what has been a broad beta rally with no sector finishing lower on the month.
- Brazil saw profit taking after a strong January with the market waiting more clarity on pension reform from the new Bolsonaro government. The breakdown of US-North Korea talks, combined with lower inflation figures and weaker corporate earnings, weighed on South Korean equities. Elsewhere, geopolitical tension between India and Pakistan towards the end of the month also dampened sentiment. Oil was strong whilst Gold ended its four month rally.

COMPANY FACTS

Investment manager	Antipodes Partners
ASX code share price	APL \$1.060
Inception date	11 October 2016
Listing date	18 October 2016
Management fee	1.10% p.a. ¹
Performance fee	15% ¹ of net return in excess of benchmark ⁸
Market capitalisation	\$585m

¹ Inclusive of the net impact of GST and RITC

NET TANGIBLE ASSETS (NTA)^{2,5}

Pre-tax NTA ³	Post-tax NTA ⁴
\$1.122	\$1.133

² NTA calculations exclude Deferred Tax Assets relating to capitalised cost deductions of \$0.002 per share. ³ Pre-tax NTA includes tax on realised gains and other earnings, but excludes any provision for tax on unrealised gains ⁴ Post-tax NTA includes tax on realised and unrealised gains and other earnings ⁵ NTA before tax was \$1.144 as at 28 February 2019. This represents the NTA excluding all income tax related assets and liabilities. Company tax of 2.3 cps was paid during the month

PERFORMANCE (%)

	Company ⁶	Portfolio ⁷	Benchmark ⁸
1 month	1.2	1.3	5.2
3 months	2.2	2.4	5.7
CYTD	2.6	2.8	9.6
1 year	-6.7	0.8	8.6
2 year p.a.	4.6	10.0	12.8
Inception p.a.	5.6	10.2	13.4
Inception	13.9	26.0	35.0
Up-market capture ⁹	-	76	-
Down-market capture ⁹	-	75	-

Past performance is not a reliable indicator of future performance. ⁶ Movement in NTA before tax for the period which makes the result comparable to an unlisted managed fund. This figure incorporates the net portfolio performance less costs of managing/administering the Company and any dilution caused by options exercised, assuming the reinvestment of dividends and adjusted for company taxes paid. ⁷ Net of portfolio related fees and costs ⁸ MSCI All Country World Net Index in AUD (portfolio's benchmark) ⁹ An upside (downside) capture ratio indicates the degree to which the portfolio has outperformed the benchmark during periods of positive (negative) benchmark returns ¹⁰ Measured as the change in share price adjusted for dividends paid during the period

Antipodes Partners	<ul style="list-style-type: none"> • Global pragmatic value manager, long only and long-short • We take advantage of the market's tendency for <i>irrational extrapolation</i>, identify investments that offer a high <i>margin of safety</i> and build portfolios with a <i>capital preservation</i> focus
Company features	<ul style="list-style-type: none"> • Aims to achieve absolute returns in excess of the benchmark over the investment cycle (typically 3-5 years) • In the absence of finding individual securities that meet minimum risk-return criteria, cash may be held • Equity shorts and currency positions used to take advantage of attractive risk-return opportunities, offset specific long portfolio risks and provide some protection from negative tail risk. Derivatives may also be used to amplify high conviction ideas • Typical net equity exposure of 50% to 100%; maximum allowable gross exposure limit of 150% of NAV

	Long		Short	
	Equities	Other ¹¹	Equities	Other ¹¹
Weight (% NAV)	91.6	2.1	-29.9	-0.7
Count	66	3	58	3
Avg. weight	1.4	0.7	-0.5	-0.1
Top 10 (% NAV)	25.0	-	-11.3	-
Top 30 (% NAV)	62.1	-	-21.6	-

¹¹ Index futures and other non-single stock derivatives

TOP 10 EQUITY LONGS (%)

Name	Country	Weight
Cisco Systems	United States	2.8
Ping An Insurance	China/HK	2.8
ING Groep	Netherlands	2.5
UniCredit	Italy	2.5
Microsoft	United States	2.5
KB Financial Group	Korea	2.5
General Electric	United States	2.4
Siemens	Germany	2.4
KT Corporation	Korea	2.4
Sony	Japan	2.3

CURRENCY EXPOSURE¹² (%)

ISO	Cash equity	Currency	Difference
JPY	11.9	18.5	6.7
CHF	3.5	9.4	5.8
USD	27.8	31.2	3.4
SEK	0.0	2.3	2.3
NOK	0.0	2.0	2.0
BRL	0.0	2.0	2.0
GBP	0.0	1.1	1.1
AUD	1.8	3.0	1.1
INR	0.7	0.9	0.1
MXN	0.4	0.4	0.0
KRW	8.6	6.3	-2.3
HKD	0.8	-1.6	-2.3
SGD	0.0	-2.5	-2.5
EUR	21.0	18.1	-2.9
CNY	15.0	8.8	-6.2

¹² Where possible, regions, countries and currencies classified on a look through basis

FURTHER INFORMATION

T: 1300 010 311

E: invest@antipodespartners.com

SECTOR EXPOSURE¹³ (%)

Sector	Long	Short	Net
Banks	12.3	-3.8	8.5
Hardware	9.3	-2.0	7.2
Industrial	9.0	-5.0	4.0
Internet	7.8	-0.4	7.4
Communications	7.6	-1.2	6.4
Software	7.0	-3.5	3.5
Energy	7.0	-0.4	6.6
Healthcare	5.8	-0.8	5.0
Durables	5.1	0.0	5.1
Other	22.8	-13.5	9.4

¹³ Antipodes Partners classification

REGIONAL EXPOSURE^{12, 13} (%)

Region	Long	Short	Net
North America	27.8	-18.5	9.3
Developed Asia	20.4	-3.6	16.9
<i>Korea/Taiwan</i>	8.6	-1.1	7.5
<i>Japan</i>	11.9	-2.5	9.4
Developing Asia	16.5	-2.3	14.2
<i>China/Hong Kong</i>	15.8	-2.3	13.5
<i>India</i>	0.7	0.0	0.7
Western Europe	24.6	-4.0	20.6
<i>Eurozone</i>	21.0	-1.6	19.4
<i>United Kingdom</i>	0.0	-0.7	-0.7
<i>Rest Western Europe</i>	3.5	-1.7	1.9
Australia	1.8	-1.5	0.3
Rest of World	0.4	0.0	0.4
Total Equities	91.6	-29.9	61.7
Other	2.1	-0.7	1.4
Cash	6.3	-	-
Totals	100.0	-30.6	63.1

MARKET CAP EXPOSURE (%)

Band	Long	Short	Net
Mega (>\$100b)	28.4	-2.7	25.7
Large (>\$25 <\$100b)	35.6	-13.0	22.7
Medium (>\$5 <\$25b)	23.7	-11.8	11.9
Small (<\$5b)	6.0	-3.1	2.9

DISCLAIMER

Antipodes Partners Limited (ABN 29 602 042 035, AFSL 481 580) ('Antipodes Partners', 'Antipodes') is the investment manager of Antipodes Global Investment Company Limited ABN 38 612 843 517 ('APL' or the 'Company'). While APL and Antipodes Partners believe the information contained in this communication is based on reliable information, no warranty is given as to its accuracy and persons relying on this information do so at their own risk. Subject to any liability which cannot be excluded under the relevant laws, Antipodes Partners and APL disclaim all liability to any person relying on the information contained in this communication in respect of any loss or damage (including consequential loss or damage), however caused, which may be suffered or arise directly or indirectly in respect of such information. Any opinions and forecasts reflect the judgment and assumptions of Antipodes Partners and its representatives on the basis of information at the date of publication and may later change without notice. Disclosure contained in this communication is for general information only and was prepared for multiple distribution. The information is not intended as a securities recommendation or statement of opinion intended to influence a person or persons in making a decision in relation to investment. The information in this communication has been prepared without taking account of any person's objectives, financial situation or needs. Persons considering action on the basis of information in this communication are to contact their financial adviser for individual advice in the light of their particular circumstances. Past performance is not a reliable indicator of future performance. Unless otherwise specified, all amounts are in Australian Dollars (AUD), other than in the portfolio commentary where USD amounts are used. Unauthorised use, copying, distribution, replication, posting, transmitting, publication, display, or reproduction in whole or in part of the information contained in this communication is prohibited without obtaining prior written permission from APL and Antipodes Partners.