



PENGANA GLOBAL SMALL COMPANIES FUND

JANUARY 2018
PERFORMANCE
UPDATE

FUND DESCRIPTION AND FEATURES

The Fund invests principally in small and mid-cap listed (or soon to be listed) global equities.

Its investment objective is to obtain returns greater than the MSCI All Country World Index SMID Cap unhedged in Australian dollars ('Index') over rolling 3 year periods after fees. The Fund's investment manager, Lizard Investors LLC, uses a value-oriented investment approach that seeks to identify and invest in quality businesses that create significant value but are mispriced, overlooked, or out-of-favour. The investment manager believes that unique opportunities exist due to limited available research, corporate actions, or unfavourable investor perception.

Portfolio Managers	Jonathan Moog, David Li, Leah Zell (CIO)
APIR code	PCL0022AU
Redemption price	\$1.3635
Fees	Management Fee: 1.334% Performance Fee: 20.5%*
Minimum initial investment	AU\$25,000
FUM at month end	\$138.4m
Fund inception date	1 April 2015
Benchmark	MSCI All Country World SMID Cap index unhedged in AUD

* Performance fee of 20.5% (including GST net of RITC) of any return of the Class greater than the return of the benchmark Index after deduction of the management fee and adjusted for applications, redemptions and distributions to investors, less any prior accrued negative performance fee amount carried forward.

PERFORMANCE COMMENTARY

The Fund returned 0.53% for January, slightly underperforming the benchmark. January was an interesting month. The global equity markets experienced almost manic buying in the early part of the month, followed by manic selling towards the end. Periods of uncertainty are fantastic for us, as they create opportunities for the Fund.

The Fund started February with almost 20% cash, near the top of the allowable threshold. Abundant cash puts us in a position to be buyers as opportunities present themselves. Market sell-offs always seem to come hard and fast. While holding cash on the way up can be painful, it becomes an important tool when markets disintegrate quickly. We are sharpening our pencils and working hard to

find new opportunities. We are hopeful a more challenging market environment will afford us the chance to buy some great companies at a discounted valuation.

PORTFOLIO HIGHLIGHTS

There were not any meaningful fundamental changes to the portfolio in January. We are extremely focused on sourcing and finding exceptional businesses now.

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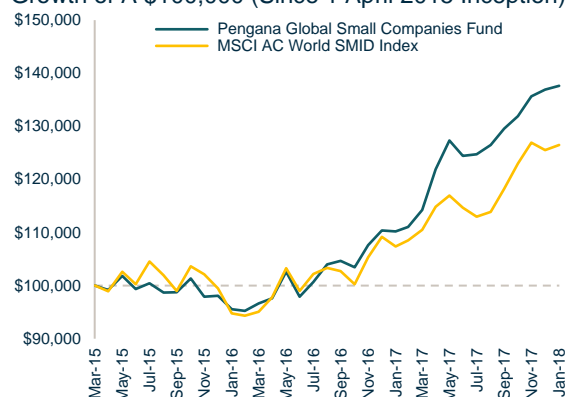
FUND PERFORMANCE

Net performance for periods ending 31 January 2018¹

	1 Month	1 Year	2 Years p.a.	Since Inception p.a. ²
Fund	0.5%	24.9%	20.0%	11.9%
Benchmark	0.8%	17.8%	15.5%	8.6%

PERFORMANCE SINCE INCEPTION²

Growth of A \$100,000 (Since 1 April 2015 Inception)

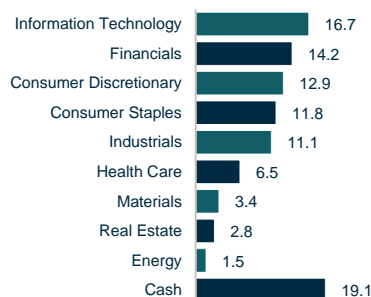


PORTFOLIO INFORMATION

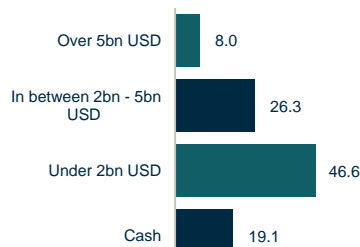
Top 5 Stocks		
Name	Country	Sector
Hugel, Inc.	South Korea	Health Care
NICE Information Service Co., Ltd.	South Korea	Financials
Orion Engineered Carbons SA	Luxembourg	Materials
SoftCat PLC	United Kingdom	Information Technology
Wizz Air Holdings Plc	Switzerland	Industrials

Largest 3 contributors	Largest 3 detractors
Orion Engineered Carbons SA	Payto Exploration & Development Corp.
NICE Information Service Co., Ltd.	KRUK S.A.
investors cloud co., ltd.	Cogeco Communications Inc.

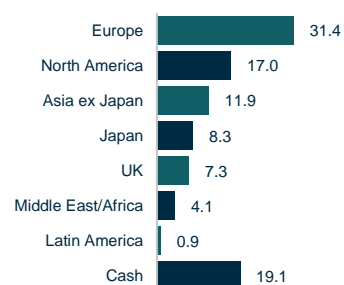
SECTOR BREAKDOWN



CAPITALISATION



GEOGRAPHIC



STATISTICAL DATA

Fund portfolio summary			
Volatility ³	8.5%	Number of stocks	43
Beta (using daily returns) ⁴	0.71	Maximum draw down	-6.48%

1. Net performance figures are shown after all fees and expenses, and assume reinvestment of distributions. Past performance is not a reliable indicator of future performance, the value of investments can go up and down. 2. Inception 1st April 2015. 3. Annualised standard deviation since inception. 4. Relative to MSCI All Country World SMID Cap index unhedged in AUD.

Pengana Capital Ltd (ABN 30 103 800 568, Australian financial services licence number 226566) is the issuer of units in the Pengana Global Small Companies Fund (ARSN 604 292 677) (the "Fund"). A Product Disclosure Statement for the Fund is available and can be obtained from our distribution team. A person should obtain a copy of the Product Disclosure Statement and should consider the Product Disclosure Statement carefully before deciding whether to acquire, or to continue to hold, or making any other decision in respect of, the units in the Fund. This report was prepared by Pengana Capital Ltd and does not contain any investment recommendation or investment advice. This report has been prepared without taking account of any person's objectives, financial situation or needs. Therefore, before acting on any information contained within this report a person should consider the appropriateness of the information, having regard to their objectives, financial situation and needs. Neither Pengana Capital Ltd nor its related entities, directors or officers guarantees the performance of, or the repayment of capital or income invested in, the Fund. An investment in the Fund is subject to investment risk including a possible delay in repayment and loss of income and principal invested.

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INFORMATION
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PENGANA.COM