

Samuel Terry Absolute Return Fund and Samuel Terry Absolute Return Active Fund (together, *the Fund*) – September 2019 quarterly report

The Fund's performance (Founder units, pre-tax, net of fees) and those of the Australian All Ordinaries Accumulation Index and the MSCI World Equities Index, are as follow:

| To 30 Sep 2019 | STAR | All Ords | MSCI (\$A) |
|---------------------------------------|-------|----------|------------|
| 1 quarter | 5.5% | 2.8% | 3.8% |
| 1 year | 11.5% | 12.1% | 7.4% |
| 3 years (%p.a.) | 18.9% | 11.7% | 13.9% |
| 5 years (%p.a.) | 25.4% | 9.7% | 12.1% |
| 7 years (%p.a.) | 26.0% | 11.0% | 15.6% |
| 10 years (%p.a.) | 24.3% | 8.2% | 11.4% |
| Since inception on 1 Nov 2003 (%p.a.) | 16.0% | 9.2% | 7.9% |

The fund had three big winners in the quarter. **Kangaroo Island Plantation Timbers** (24% of the Fund) rose 12% after it announced changes to its proposed wharf, increasing the likelihood that the wharf will receive approval. American-based, but Australian-listed technology company **OneMarket** (10.5% of the Fund) rose 25% because it announced plans to wind-up and distribute its cash to shareholders. **Karoon Energy** (4.2% of the Fund) rose 20% after announcing the purchase of oil assets in Brazil.

Our worst performer was Australian oil explorer **Carnarvon Petroleum** (3.4% of the Fund) which fell 35%, due to disappointing results from its Dorado field.

We sold holdings in **Spicers**, an Australian paper distributor, **Genworth**, an Australian mortgage insurer and **Dubber**, an Australian call-recording firm. We made good returns from all three.

We invested 5% of the fund in **AMP Ltd**, an Australian insurer and fund manager. AMP's problems are well-known, but we believe its share price more than reflects those problems.

We have decided to re-open the fund to new and existing unitholders, up to a maximum of \$50m. Please email invest@samuelterry.com.au if you are interested.

The Fund's net asset value was \$137m or \$3.0731 per Founder unit and \$11.8975 per A Class unit (up 5.5%) at quarter end. 6% of the Fund was in \$A cash. The Fund owned securities issued by 22 companies.

Fred Woollard and Nigel Burgess
10 October 2019



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Samuel Terry Asset Management Pty Limited (AFSL 278294) does not guarantee the repayment of capital or any particular rate of return from the Trust. Past performance is no guarantee or indication of future performance. The unit price can go down as

well as up. Investment returns have been calculated in accordance with normal industry practice utilising movements in the unit price and assuming reinvestment of all distribution of income and realized profits. The above report does not take into account a reader's investment objectives, particular needs or financial situation. It is general information only and should not be considered as investment advice and should not be relied on as an investment recommendation.