

	Month (%)	Quarter (%)	FYTD (%)	1 Year (% p.a.)	3 Years (% p.a.)	5 Years (% p.a.)	Since Inception (%p.a.)
Perennial Value Smaller Companies Trust (Net)	4.9	6.9	-5.0	1.7	13.1	8.4	10.1
S&P/ASX Small Ordinaries Accum. Index	4.1	11.0	2.3	7.2	11.8	9.1	6.5
<b>Value Added (Detracted)</b>	<b>0.8</b>	<b>-4.1</b>	<b>-7.3</b>	<b>-5.5</b>	<b>1.3</b>	<b>-0.7</b>	<b>3.6</b>

^ Since inception: March 2002. Past performance is not a reliable indicator of future performance.

## Overview

- The Trust was up 4.9% net of fees outperforming the Small Ordinaries Accumulation Index return which was 4.1%.
- Many of our key holdings recovered strongly as the redemption activity in small caps began to abate.
- It was also pleasing to see takeover activity increasing across several small cap sectors with the Trust directly benefiting from the merger proposal from A.P. Eagers for Automotive Holdings.
- Earnings updates during April were mixed with several companies confirming guidance while others noted some deferral of contracts to FY20.
- While the market is beginning to look expensive again (at 16.3X FY20 earnings) our portfolio represents solid value at 10.5x FY20 earnings and a gross yield of 5.6%.

## Growth of \$100,000 Since Inception



Performance shown net of fees with distributions reinvested. Does not take into account any taxes payable by an investor. Past performance is not a reliable indication of future performance.

## Perennial Value Smaller Companies Trust

The aim of the Trust is to grow the value of your investment over the long term by investing in a portfolio of listed Australian companies predominantly outside the S&P/ASX Top 100 Index, and to provide a total return (after fees) that exceeds the S&P/ASX Small Ordinaries Accumulation Index measured on a rolling three-year basis.

Portfolio Managers  
Andrew Smith and Julian Guido

Trust FUM  
AUD \$145 million

Distribution Frequency  
Half yearly

Minimum Initial Investment  
\$25,000

Trust Inception Date  
March 2002

Fees  
1.20% + Perf fee

APIR Code  
IOF0214AU

Portfolio Characteristics – FY20	Trust	Index
Price to Earnings (x)	10.5	16.3
Price to Free Cash Flow (x)	8.6	15.3
Gross Yield (%)	5.6	4.3
Price to NTA (x)	1.9	2.0

Source: Perennial Value Management. As at 30 April 2019

The above figures are forecasts only. While due care has been used in the preparation of forecast information, actual outcomes may vary in a materially positive or negative manner.

## Top 10 Positions

	Trust (%)	Index (%)
INTEGRAL DIAGNOSTICS LTD	4.9	0.0
PWR HOLDINGS LTD	4.4	0.0
IMDEX LTD	4.2	0.2
NAVIGATOR GLOBAL INVESTMENTS	3.7	0.3
AUSDRILL LTD	3.1	0.5
BAPCOR LTD	3.0	0.8
SRG GLOBAL LTD	2.7	0.0
PACIFIC ENERGY LTD	2.6	0.0
EML PAYMENTS LTD	2.5	0.2
SILVER LAKE RESOURCES LTD	2.5	0.3

## Sector Active Exposure vs Index



