

DNR Capital Australian Emerging Companies Fund

APIR code: PIM4357AU

An unwavering commitment to our quality investment philosophy



Employee owned
boutique manager



Disciplined focus on
quality companies



Concentrated
portfolios



Long term
investment approach



Global investment
experience

About DNR Capital and the Fund

→ Concentrated:

Investing in 20-45 highest conviction, quality small cap Australian listed equities.

→ Style neutral and quality focused:

A disciplined approach to quality and valuation. Concentrated portfolios of quality companies maximise the opportunity for outperformance.

→ Global & domestic investment experience:

Portfolio managers with global and domestic research experience, helps to identify globally competitive emerging companies.

→ Aligned team:

Portfolio managers are invested in the Fund.

→ Proven process:

DNR Capital was established in 2001 and a consistent firm-wide investment process has delivered more than 22 years of investment outperformance.

Investment philosophy and process

DNR Capital believes a focus on quality will enhance returns when combined with a thorough valuation overlay. DNR Capital seeks to identify good quality businesses that are mispriced by overlaying DNR Capital's quality filter, referred to as the 'quality web', with a strong valuation discipline. DNR Capital's security selection process has a strong bottom-up discipline and focuses on buying quality emerging businesses at reasonable prices. The process involves comprehensive company and industry research. This information is used to assess the quality of a business, and the expected return. The portfolio construction process considers stock weightings based on the risk versus the expected return. It is also influenced by a top-down economic appraisal, sector exposures and liquidity considerations. The investment strategy of the Fund is intended to result in a concentrated portfolio that is high conviction and invests for the medium to long-term.

Fund snap shot

Investment return objective:

To outperform the benchmark over a rolling five-year period. The investment objective is not a forecast of the Fund's performance.

Benchmark: S&P/ASX Small Ordinaries Accumulation Index

Investment focus: Capital growth from smaller companies

Size bias: Small cap

Investment horizon: Five years +

Investment strategy: Long only

Style: Neutral

Number of stocks: 20-45

Asset allocation ranges: Australian Equities 80-100%
Cash 0-20%

Portfolio managers: Sam Twidale and Mark Sedawie

Fund facts

Inception date: August 2018

Minimum initial investment: \$20,000

Risk level: This Fund is appropriate for investors with "High" or "Very High" risk and return profiles. A suitable investor for this Fund is prepared to accept high risk in the pursuit of capital growth with a medium to long investment timeframe. Investors should refer to the [Target Market Determination \(TMD\)](#) for further information.

Management fee: 1.15% p.a. of the NAV of the Fund

Performance fee: 20% of outperformance of the Fund relative to the Fund's Benchmark (after the management fee)

Entry/exit fees: Nil

Buy/sell spread: +0.25%/-0.25%

Valuation and unit pricing frequency: Each business day

Distribution frequency: Semi-Annual

Responsible entity: The Trust Company (RE Services) Limited as part of the Perpetual Limited group of companies.

DNR Capital Australian Emerging Companies Fund

How to invest

Invest online directly

dnrcapital.com.au/emerging-companies-fund/

Invest via platforms

The DNR Capital Australian Emerging Companies Fund is available on the following platforms.

- AMP North
- BT Panorama
- Centric Encircle
- CFS Wrap/Edge
- Clearstream
- DASH
- HUB24
- Macquarie Wrap
- Mason Stevens
- Netwealth
- Powerwrap
- Praemium

Awards

FUND MANAGER OF THE YEAR - DOMESTIC EQUITIES
- SMALL CAPS - MORNINGSTAR AUSTRALIA AWARDS
NOMINEE 2022



Experienced portfolio managers



Sam Twidale
Portfolio Manager
21 years investment experience



Mark Sedawie
Portfolio Manager
16 years investment experience

Ratings



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For more information on the DNR Capital Australian Emerging Companies Fund, please contact us at info@dnrcapital.com.au or phone 07 3229 5531