

# 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 21 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/](https://dnrcapital.com.au/emerging-companies-fund/)

### Invest via platforms

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

- AMP MyNorth
- BT Panorama
- Centric
- CFS FirstWrap
- Clearstream
- HUB24
- Macquarie Wrap
- Mason Stevens
- Netwealth
- Praemium

## Awards

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



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## Experienced portfolio managers



**Sam Twidale**  
Portfolio Manager  
20 years investment experience



**Mark Sedawie**  
Portfolio Manager  
15 years investment experience

## Ratings



**For more information on the DNR Capital Australian Emerging Companies Fund,  
please contact us at [info@dnrcapital.com.au](mailto:info@dnrcapital.com.au) or phone 07 3229 5531**