



# Prime Value Equity Income (Imputation) Fund



## Key Features

-  Pays a cash distribution every quarter with franking credits
-  Concentrated portfolio of securities invested across the broad market
-  No index weighting or sector limit constraints
-  0 - 30% cash weighting based on the attractiveness of investment opportunities and market conditions
-  Focus on companies with tax effective sustainable dividend, high quality management and coherent business models



*The Fund seeks to provide regular tax-effective income, combined with competitive capital growth over the medium to long-term by investing in companies listed in ASX*

## Fund at a glance

Inception Date: 20 December 2001

Return since inception (including franking credits): 13.0% p.a.\*

Distribution Return since inception (including franking credits): 7.1% p.a.\*

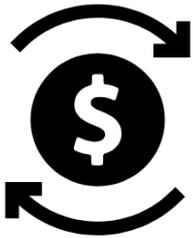
\*as at 30 June 2018

# Investing with high conviction and flexibility



## Stewardship

Coupled with our view that our role is one of Stewards of monies entrusted to us, capital preservation is a key element of our philosophy. Minimising mistakes and alignment of interest is crucial as we invest alongside our investors.



## Total return approach

We take into consideration both dividend return (less volatile) and capital return from our equity investments. We combine macro views, thematics and stock research when it comes to investing.

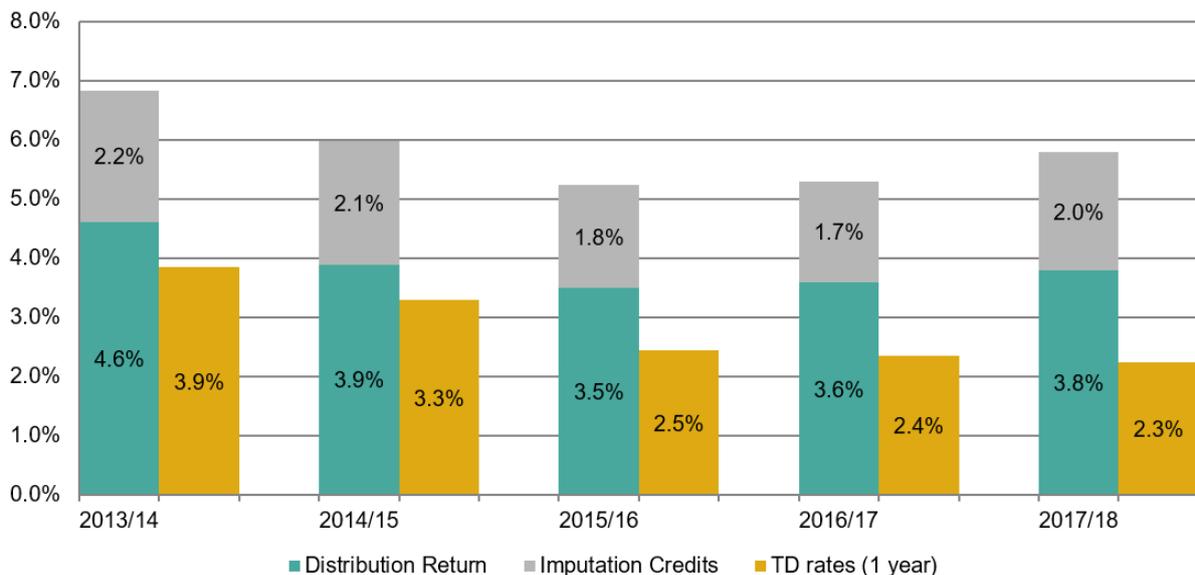


## Investment objective

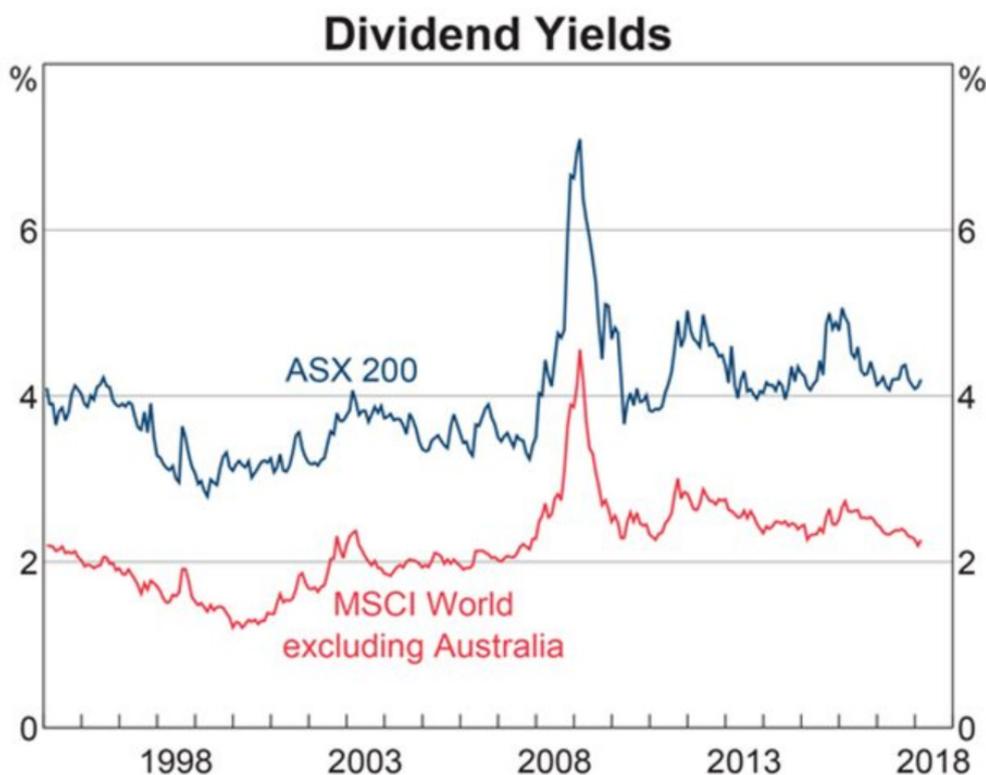
To provide regular tax-effective income, combined with competitive capital growth over the medium to long term. The Fund targets portfolio dividend yield in excess of market dividend yield.

## Attractive tax-effective income vs Term Deposits

Grossed-up annualised distribution return of 7.1% since inception (Dec 2001) and 5.9% for the last 5 financial years.



## Attractive dividend yield in Australia, compared favourably with Global Market Yield



Sources: Bloomberg; MSCI; Thomson Reuters

Feature	Fund Facts	Feature	Fund Facts
Investment Objective	To provide regular tax effective income, combined with competitive capital growth over the medium to long term	APIR Code	PVA0002AU/ PVA0022AU
		Annualised Return	13.0% <sup>1</sup>
		Indirect cost ratio (ICR)	1.23% p.a.
Typical number of stocks	30	Performance Fee	20.5% p.a. <sup>2</sup>
Inception Date	20 December 2001	Minimum Investment	\$50,000 and then \$10,000 increments
Benchmark	S&P/ ASX 300 Accumulation Index	Entry/ Exit Fee	Nil
Cash	0 - 30%	Platform	Asgard, Ausmaq, Beacon, BT Wrap, First Wrap, Hub24, IOOF, Global One, Macquarie Wrap, Netwealth, Powerwrap, Symetry, Wealthtrac
Recommended investment period	3 + years		
Distribution	Quarterly		

<sup>1</sup> net of fees and including franking credits

<sup>2</sup> of performance (net of management fees) above the agreed benchmark, subject to a high water mark

## Tax effective return

The fund favoured companies paying full company tax before distributing dividends.

These dividends come with imputation credits which can be used by the shareholders to reduce the income tax payable on a distribution. These credits are passed on to the investors of the fund

## Investment thinking - Combination of art & science

The Fund is managed by an experienced team which had been through many business and investment cycles

## “Kiss” principle

As we seek out companies that are easy to understand and transparent; this Fund has similar characteristics. It is not complicated by any derivatives overlays, it only invests in equity or cash

## A long term co-investing approach

Prime Value has been co-investing with investors for almost 20 years in a consistent and successful manner. We understand the objectives and are aligned with our co-investors

## About the Portfolio Manager

*Leanne Pan (Portfolio Manager)*  
*B. Econ, MBA, CFA*



Leanne is the Portfolio Manager, responsible for the formulation of investment policy and process development, portfolio strategy and construction, and fundamental company research. She has over 25 years' experience in the investment industry, with a successful track record. Prior to joining Prime Value in 2004, Leanne was Portfolio Manager for the Orica Superannuation Fund, responsible for the active management of the \$400 million Australian equity portfolio. Previously she was Portfolio Manager for the Shell Australia Superannuation Fund and managed the successful and sizeable Australian equity component of this fund in the 1990s.

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### Important information

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