

December 2018

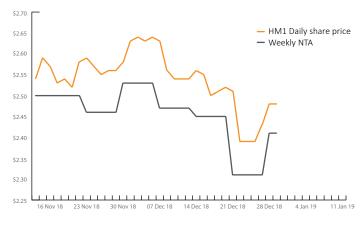
Investment objective

Provide a concentrated portfolio of long-only positions in approximately 25 securities based on the highest conviction ideas from leading fund managers. The Company will also forego any investment fees and instead donate a donation amount to leading Australian medical research institutes.

Key details	
-------------	--

Pre-tax NTA ¹	\$2.4118
Post-current tax NTA ²	\$2.4137
Post-tax NTA ³	\$2.4385
ASX code	HM1
Share price	\$2.48
Listing date	14 Nov 2018

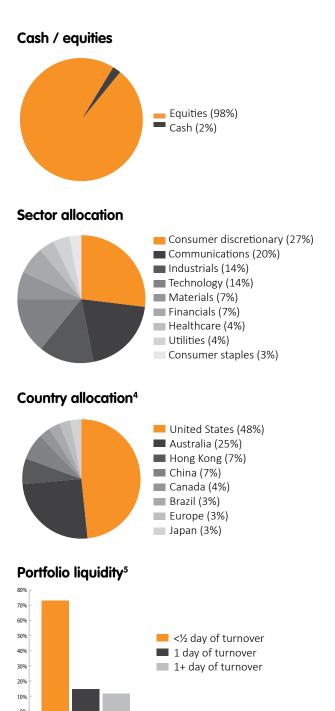
HM1 daily share price vs weekly NTA backing per share



Performance

	ا month	3 months	1 year	Since inception
Pre-tax NTA ¹	-4.67%	-	-	-3.53%
	c: : .:	2010		

Source: Citco Fund Services. Since inception 14 Nov 2018



Overview of December 2018

During the month of December the Company deployed the remainder of the funds into the portfolio. As was the case in November, global markets were extremely volatile, with the S&P 500 falling 9%, and the Nasdaq falling over 10%, despite the late Christmas rally. In comparison, the Portfolio NTA fell by 4.7% over the month, from \$2.53 to \$2.41.

Half of the conference stock selections are currently in profit, despite the large pullback in global indices. We remain in regular contact with the Managers, and the investment theses of all positions held remain intact. With many company updates due in January, we expect returns to again be based more on company fundamentals than macroeconomic and political commentary.

To receive these monthly investment updates via email please <u>click here</u>.

¹Pre-tax NTA is calculated before the provision for tax on realised and unrealised gains and losses on the investment portfolio. ²Post-current tax NTA is calculated after the provision for tax on realised gains and losses on the investment portfolio. ³Post-tax NTA is calculated after the provision for tax on realised gains and losses on the investment portfolio. ³Post-tax NTA is calculated after the provision for tax on realised gains and losses on the investment portfolio. ³Post-tax NTA is calculated after the provision for tax on realised gains and losses on the investment portfolio. ³Post-tax NTA is calculated after the provision for tax on realised gains and losses on the investment portfolio. ⁴Country determined by location where primary business takes place. ⁵Based on 20 day average daily turnover. ⁴The performance figures quoted are historical, calculated using end of month prices. Performance can be volatile and future returns can vary from past returns. All numbers as at 31 December 2018 unless otherwise stated.



December 2018



DISCLAIMER: This communication has been prepared by Hearts and Minds Investments Limited (ABN 61 628 753 220). In preparing this document the investment objectives, financial situation or particular needs of an individual have not been considered. You should not rely on the opinions, advice, recommendations and other information contained in this publication alone. This publication has been prepared to provide you with general information only. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Past performance is not a reliable indicator of future performance. This document may not be reproduced or copies circulated without prior authority from Hearts and Minds Investments Limited.