

Intelligent Investor Australian **Equity** **Growth Fund** (Managed Fund) (ASX:IIGF)

“People with very high expectations have very low resilience.”

— Jensen Huang

“Ambition is when you expect yourself to close the gap between what you have and what you want. Entitlement is when you expect others to close the gap between what you have and what you want.” — James Clear

“Until we know we are wrong, being wrong feels exactly like being right.” — David McRaney

The Fund fell 0.8% during April compared to the index’s 2.9% loss. **RPM Global’s** share price keeps rising as more investors looking beyond the market’s biggest stocks realise how potentially cheap it is. We should hear more from the company next month as the end of the financial year approaches.

Every month is a busy month for **Mineral Resources** these days. Lithium prices showed more signs of stabilisation and it also received environmental approval for its \$850m Lockyer gas project, though it still requires government approval. We expect numerous positive announcements over the next few months that should justify a higher share price, as fears around its balance sheet recede.


Performance (after fees)					
	1 mth	1 yr	2 yrs	3 yrs	S.I. p.a
II Australian Equity Growth Fund	-0.8%	10.7%	4.9%	8.5%	12.4%
S&P ASX 200 Accumulation Index	-2.9%	9.1%	5.9%	7.3%	11.7%
Excess to Benchmark	2.1%	1.6%	-1.0%	1.2%	0.7%

Inception (S.I.): 5 October 2020



Fund overview

The Intelligent Investor Australian Equity Growth Fund is a concentrated portfolio of 10 - 35 Australian-listed stocks. The Portfolio invests in a mix of large, mid and small cap stocks, focusing on highly profitable industry leaders that have long-term opportunities to reinvest profits at high rates of return.

 **5+ yrs**


Suggested investment timeframe

 **10 - 35**

Indicative number of securities

 **Risk profile: High**

Expected loss in 4 to 6 years out of every 20 years

 **S&P/ASX 200 Accumulation Index**

Benchmark

 **Investment fee**

0.97% p.a.

 **Performance fee**

Nil

ResMed announced an excellent result with margins bouncing back. Outside concerns surrounding new weight loss drugs this has been the market's biggest criticism. The stock is up 50% since its recent low despite results from a key research project investigating the effect of new weight loss drugs on sleep apnoea still a month or two away.

MA Financial recorded record inflows of over \$500m for the quarter ending March, up 43% from a year earlier. Assets under management are now almost \$10bn, which underpins earnings and dividends while corporate activity is slow.

That **Commonwealth Bank** trades on a price-to-earnings ratio 50% higher than MA Financial despite vastly inferior growth prospects shows why there's far more value outside the market's biggest stocks currently.

A takeover of **PSC Insurance** seems unlikely after confirming several parties were interested in the business last month. Takeover or not, we're happy to hold this founder-led compounder as more of these rare types of stocks are delisted from the ASX.

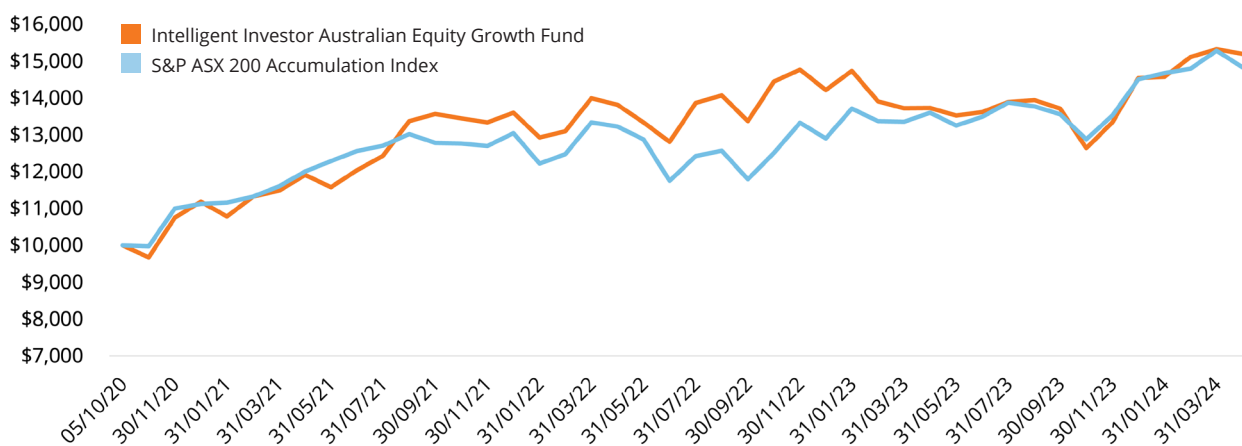
We're slowly starting to see investors looking for value outside the market's largest stocks, which should benefit the fund as the earnings and dividends of our key stocks grow in the years ahead.

Please get in touch if you have any questions

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Performance since inception



Inception (S.I.): 5 Oct 2020

Asset allocation

Materials	16.4%
Information Technology	16.2%
Health Care	15.2%
Financials	11.6%
Cash	11.2%
Consumer Discretionary	11.2%
Industrials	5.5%
Energy	3.8%
Communication Services	3.7%
Real Estate	2.9%
Utilities	2.4%

Top 5 holdings

RPMGlobal (RUL)	8.7%
Mineral Resources (MIN)	6.5%
CSL (CSL)	5.7%
ResMed (RMD)	5.3%
Auckland International Airport (AIA)	4.8%

Fund Stats

Distribution yield	5.03%
Net asset value	\$3.02

Important information

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All tables and chart data is correct as at 30 April 2024