



13 October 2017

Australian Governance Masters Index Fund Limited

ASX: AQF

NTA & Investment Update – 30 September 2017

At 30 September 2017, Australian Governance Masters Index Fund Limited (**Company**) was invested in 75 companies. The total investment value of the portfolio was \$47,580,342. The unaudited, estimated pre-tax net tangible asset (**NTA**) value of the Company was \$1.92 per Share.

The Company is a long-term equity investor and does not intend to dispose of its total portfolio. If estimated tax at 27.5% on gains were to be recognised, the NTA value after tax would be \$1.81 per Share.

At 30 September 2017, the 75 shareholdings of the Company at market value were:

COMPANY	MARKET VALUE (\$)	WEIGHT (%)
COMMONWEALTH BANK OF AUSTRALIA	4,853,625	10.20%
WESTPAC BANKING CORPORATION	4,036,827	8.48%
AUST AND NZ BANKING GROUP	3,241,170	6.81%
NATIONAL AUSTRALIA BANK LTD	3,153,749	6.63%
BHP BILLITON LTD	3,085,505	6.48%
CSL LTD	2,258,700	4.75%
WESFARMERS LTD	1,747,680	3.67%
TELSTRA CORPORATION LTD	1,548,014	3.25%
WOOLWORTHS LTD	1,217,013	2.56%
MACQUARIE GROUP LTD	1,072,220	2.25%
RIO TINTO LTD	1,052,505	2.21%
TRANSURBAN GROUP	909,283	1.91%
WOODSIDE PETROLEUM LTD	786,282	1.65%
SCENTRE GROUP	780,372	1.64%
AMCOR LIMITED	656,966	1.38%
SOUTH32 LTD	635,825	1.34%
SUNCORP GROUP LTD	626,178	1.32%
NEWCREST MINING LTD	598,397	1.26%
SYDNEY AIRPORT	596,529	1.25%
AGL ENERGY LTD	573,476	1.21%
INSURANCE AUSTRALIA GROUP LTD	562,446	1.18%
BRAMBLES LTD	533,079	1.12%
AMP LTD	527,296	1.11%



COMPANY	MARKET VALUE (\$)	WEIGHT (%)
QBE INSURANCE GROUP LTD	509,559	1.07%
ARISTOCRAT LEISURE LTD	498,981	1.05%
ORIGIN ENERGY LTD	486,424	1.02%
QANTAS AIRWAYS LTD	393,158	0.83%
LEND LEASE GROUP	389,939	0.82%
STOCKLAND CORPORATION LTD	385,689	0.81%
ASX LTD	378,492	0.80%
TREASURY WINE ESTATES	376,872	0.79%
AURIZON HOLDINGS	374,987	0.79%
DEXUS PROPERTY GROUP	357,552	0.75%
APA GROUP	347,018	0.73%
COCHLEAR LTD	340,073	0.71%
GPT GROUP	332,008	0.70%
SONIC HEALTHCARE LTD	326,907	0.69%
MIRVAC GROUP	316,434	0.67%
CALTEX AUSTRALIA LTD	312,237	0.66%
MEDIBANK PRIVATE LTD	299,913	0.63%
BORAL LTD	295,991	0.62%
JAMES HARDIE INDUSTRIES	293,018	0.62%
ORICA LTD	276,444	0.58%
COMPUTERSHARE LTD	270,184	0.57%
BLUESCOPE STEEL LTD	229,372	0.48%
INCITEC PIVOT LTD	224,971	0.47%
SEEK LTD	213,140	0.45%
BENDIGO AND ADELAIDE BANK	204,626	0.43%
TATTS GROUP LTD	195,147	0.41%
ALUMINA LTD	191,037	0.40%
BANK OF QUEENSLAND LTD	187,496	0.39%
THE STAR ENTERTAINMENT GROUP LTD	160,622	0.34%
DOWNER EDI LTD	153,672	0.32%
ILUKA RESOURCES LTD	148,267	0.31%
COCA-COLA AMATIL LTD	147,929	0.31%
ORORA LTD	139,509	0.29%
LINK ADMINISTRATION HOLDINGS	137,784	0.29%
TABCORP HOLDINGS LTD	133,822	0.28%
CLYDESDALE BANK PLC	131,502	0.28%
MAGELLAN FINANCIAL GROUP LTD	129,800	0.27%
REA GROUP LTD	121,806	0.26%
JANUS HENDERSON GROUP PLC	114,464	0.24%
IOOF HOLDINGS LTD	109,738	0.23%



COMPANY	MARKET VALUE (\$)	WEIGHT (%)
HEALTHSCOPE LTD	107,879	0.23%
BT INVESTMENT MANAGEMENT LTD	104,080	0.22%
DULUXGROUP LTD	101,150	0.21%
JB HI-FI LTD	95,691	0.20%
FLIGHT CENTRE TRAVEL GROUP LTD	94,701	0.20%
PERPETUAL LTD	92,758	0.19%
CHARTER HALL GROUP	92,633	0.19%
CSR LTD	91,043	0.19%
ADELAIDE BRIGHTON LTD	85,549	0.18%
OZ MINERALS LTD	82,651	0.17%
GRAINCORP LTD	70,625	0.15%
VOCUS COMMUNICATIONS LTD	55,962	0.12%
SUBTOTAL	\$46,764,439	98.29%
CASH	\$815,903	1.71%
TOTAL	\$47,580,342	100.00%

* Source: Walsh & Company Asset Management Pty Limited. Note some figures may not reconcile due to rounding. The historical performance of the Manager is not a guarantee of the future performance of the Portfolio or the Company.

The Company invests only in, what it considers to be, the best governed Australian companies within the S&P/ASX 100 Index, as ranked by the Company's corporate governance analysis and third party research. The Company pursues an index style of investing with an active corporate governance bias and expects to hold securities of approximately 75 to 85 Australian entities within the S&P/ASX 100 at any time.

The Company believes that boards and management that show relatively high levels of corporate governance tend to outperform companies with relatively lower levels of corporate governance over the long term. The Company also seeks to promote adherence to corporate governance best practice recommendations in its investments by voting in shareholder meetings.

The Company aims to achieve long-term capital appreciation, while reducing risk, preserving the capital of the Company and investing in a diversified portfolio of investments.