

**VGI Partners Global Investments Limited**  
**ABN 91 619 660 721**

**APPENDIX 4D**  
**FOR THE PERIOD ENDED 31 DECEMBER 2017**

**Report for the period 9 June 2017 to 31 December 2017**

The report is for the reporting period from date of incorporation to 31 December 2017. This is the first reporting period for the Company.

<b>Results for announcement to the market</b>	<b>31 December 2017</b>
	<b>\$</b>
Revenue from ordinary activities	23,566,800
Profit before tax for the period	19,671,136
Profit from ordinary activities after tax attributable to members	13,769,795

**Dividends**

There were no dividends paid or proposed during the period

**Net tangible assets per share**

	<b>\$</b>
Pre tax	2.02
Post tax excluding deferred tax liabilities/deferred tax assets on unrealised gains/losses	2.02
Post tax including deferred tax liabilities/deferred tax assets on unrealised gains/losses	2.01

*This report is based on the period ended 31 December 2017 interim report which has been subject to an independent review by the Auditors, Pitcher Partners. All the documents comprise the information required by Listing Rule 4.2A.*

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**VGI Partners Global Investments Limited**  
**ABN 91 619 660 721**

**Interim Financial Report**  
**For the period from 9 June 2017 to 31 December 2017**

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**VGI Partners Global Investments Limited**  
**ABN 91 619 660 721**

**CORPORATE DIRECTORY**

<b>Directors</b>	David Jones Robert Luciano Douglas Tynan Jaye Gardner Noel Whittaker Lawrence Myers
<b>Secretary</b>	Ursula Kay
<b>Investor Relations Manager</b>	Victoria Arthur Telephone: (02) 9237 8921
<b>Investment Manager</b>	VGI Partners Pty Limited ABN 33 129 188 450
<b>Registered Office</b>	39 Phillip Street Sydney, NSW 2000, Australia
<b>Prime Brokers and Custodians of the Company</b>	Deutsche Bank AG Winchester House, 1 Great Winchester Street London, EC2N 2DB, United Kingdom  Morgan Stanley & Co. LLC 1585 Broadway, 6 <sup>th</sup> Floor New York, NY 10036, United States of America
<b>Auditor</b>	Pitcher Partners Level 22, MLC Centre 19 Martin Place Sydney, NSW 2000, Australia Telephone: (02) 9221 2099
<b>Lawyers</b>	Kardos Scanlan Pty Limited Level 5, 151 Castlereagh Street Sydney, NSW 2000, Australia Telephone: (02) 9176 5290
<b>Share Registrar</b>	Boardroom Pty Limited Level 7, 225 George Street Sydney, NSW 2000, Australia Telephone: (02) 9290 9600
<b>Stock Exchange</b>	Australian Securities Exchange (ASX) The home exchange is Sydney, Australia ASX code: VGI Partners Global Investments Limited (VG1)

**VGI Partners Global Investments Limited  
ABN 91 619 660 721**

**DIRECTORS' REPORT TO SHAREHOLDERS  
FOR THE PERIOD ENDED 31 DECEMBER 2017**

**Directors' Report**

The Directors of VGI Partners Global Investments Limited (the Company) present their report together with the condensed interim financial report for the period 9 June 2017, being the date of incorporation, to 31 December 2017.

VGI Partners Global Investments Limited is a company limited by shares and is incorporated in Australia.

**Directors**

The names of the Directors in office at any time during or since the end of the period are as follows:

David Jones – Non-Independent Chairman  
Robert Luciano – Non-Independent Director  
Douglas Tynan – Non-Independent Director  
Jaye Gardner – Independent Director  
Noel Whittaker – Independent Director  
Lawrence Myers – Independent Director

**Principal Activity**

The principal activity of the Company is investing in global listed securities. The Company may take short positions and may also deal in derivatives for hedging purposes. There have been no significant changes in the nature of these activities during the period.

**Review of Operations**

The company was incorporated on 9 June 2017 and listed on the ASX on 28 September 2017. During the period under review, the Company raised capital of \$550,000,002 by issuing 275,000,001 shares at a price of \$2.00 per share.

From the date of share allotment, being 25 September 2017, to 31 December 2017, VGI Partners Global Investments Limited's portfolio generated a net return of +1.0% after all fees.

Investment operations over the period ended 31 December 2017 resulted in an operating profit before tax of \$19,671,136 and an operating profit after tax of \$13,769,795.

The Investment Manager has been patiently and steadily deploying the capital such that as at 31 December 2017, the portfolio was approximately 45% of targeted individual stock weightings. Given the Investment Manager's focus on preservation of investors' capital, the Manager may take several more months to fully deploy the portfolio, depending on market conditions.

**Financial Position**

The net asset value of the Company as at 31 December 2017 was \$553,757,740.

**Dividends**

The Directors have not declared a dividend for the reporting period ending 31 December 2017.

### **Rounding of Amounts to Nearest Dollar**

In accordance with *ASIC Corporations (Rounding in Directors' Reports) Instrument 2016/191*, the amounts in the Directors' Report have been rounded to the nearest dollar.

### **Auditor's Independence Declaration**

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* in relation to the review for this period is set out on page 4 of this Financial Report.

This report is made in accordance with a resolution of the Board of Directors.



**David Jones**  
Chairman

Sydney  
29 January 2018

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**Auditor's Independence Declaration  
To The Directors of VGI Partners Global Investments Limited  
ABN 91 619 660 721**

In relation to the independent auditor's review for the period ended 31 December 2017, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of VGI Partners Global Investments Limited during the period.



SCOTT WHIDDETT  
Partner

PITCHER PARTNERS  
Sydney

29 January 2018

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**VGI Partners Global Investments Limited**  
**ABN 91 619 660 721**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD 9 JUNE TO 31 DECEMBER 2017**

	Notes	For the period 9 June 2017 to 31 December 2017 \$
<b>INCOME</b>		
Net realised and unrealised gain/loss on investments		7,147,568
Dividend income		1,017,884
Interest income		1,095,485
Receivable income		14,302,938
Other income		2,925
<b>Total Income</b>		<b>23,566,800</b>
<b>EXPENSES</b>		
Performance fees		(986,563)
Directors fees including on costs		(82,500)
Finance costs		(191,127)
Stock loan fees		(39,073)
Dividends on shorts		(73,400)
Directors insurance fees		(112,105)
Receivable amortisation		(2,256,953)
Other trade related expenses		(1,651)
Withholding tax		(152,292)
<b>Total Expenses</b>		<b>(3,895,664)</b>
<b>Profit before income tax</b>		<b>19,671,136</b>
Income tax expense		(5,901,341)
<b>Profit attributable to members of the Company</b>		<b>13,769,795</b>
<b>Other comprehensive income</b>		
Other comprehensive income for the period, net of tax		-
<b>Total comprehensive income for the period</b>		<b>13,769,795</b>
<b>Basic earnings per share</b>	6	<b>10.6 cents</b>

The accompanying notes form part of these financial statements

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VGI Partners Global Investments Limited  
ABN 91 619 660 721

STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2017

	Notes	31 December 2017 \$
<b>ASSETS</b>		
Cash and cash equivalents		404,406,268
Trade and other receivables		1,328,817
Financial assets (securities owned long)	5	197,812,542
Deferred tax assets		4,004,823
Receivable		12,045,985
<b>Total Assets</b>		<b>619,598,435</b>
<b>LIABILITIES</b>		
Trade and other payables		(3,675,496)
Financial liabilities (securities sold short)	5	(56,549,917)
Current tax liabilities		(596,973)
Deferred tax liabilities		(5,018,309)
<b>Total Liabilities</b>		<b>(65,840,695)</b>
<b>NET ASSETS</b>		<b>553,757,740</b>
<b>EQUITY</b>		
Issued capital	3	550,000,002
Capitalised costs of the offer		(10,012,057)
Retained earnings	4 (b)	13,769,795
<b>TOTAL EQUITY</b>		<b>553,757,740</b>

The accompanying notes form part of these financial statements

VGI Partners Global Investments Limited  
ABN 91 619 660 721

STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD 9 JUNE TO 31 DECEMBER 2017

	Issued capital \$	Retained earnings \$	Total Equity \$
Initial subscription upon incorporation	2	-	2
Shares issued under IPO	550,000,000	-	550,000,000
Capitalised costs of the offer	(10,012,057)	-	(10,012,057)
Profit for the period	-	13,769,795	13,769,795
<b>Balance at 31 December 2017</b>	<b>539,987,945</b>	<b>13,769,795</b>	<b>553,757,740</b>

The accompanying notes form part of these financial statements

VGI Partners Global Investments Limited  
ABN 91 619 660 721

STATEMENT OF CASH FLOW  
FOR THE PERIOD 9 JUNE TO 31 DECEMBER 2017

For the period  
9 June 2017 to  
31 December 2017  
\$

**CASH FLOWS FROM OPERATING ACTIVITIES**

Proceeds from the sale of investments	70,426,507
Payments for the purchase of investments	(205,959,503)
Dividends received	263,820
Interest received	679,887
Other income received	1,338
Stock loan fees paid	(20,699)
Dividends on shorts	(63,437)
GST paid	(2,543)
Directors insurance fees paid	(112,105)
Director fees paid	(82,500)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>(134,869,235)</b>

**CASH FLOWS FROM FINANCING ACTIVITIES**

Proceeds from shares issued	550,000,002
Costs of the offer	(14,302,938)
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>	<b>535,697,064</b>

Net Increase in Cash and Cash Equivalents Held	400,827,829
Effects of exchange rate changes on cash balances of cash held in foreign currencies	3,578,439
Cash and Cash Equivalents as at the Beginning of the Period	-
<b>CASH AND CASH EQUIVALENTS AS AT END OF THE PERIOD</b>	<b><u>404,406,268</u></b>

The accompanying notes form part of these financial statements

**VGI Partners Global Investments Limited**  
**ABN 91 619 660 721**

**Notes to the Financial Statements**

**1. Statement of Significant Accounting Policies**

The principal accounting policies adopted in the preparation of these condensed interim financial statements are set out below.

The condensed interim financial statements were authorised for issue on 29 January 2018 by the Board of Directors.

**Basis of Preparation**

The condensed interim financial statements for 9 June 2017, being the date of incorporation, to 31 December 2017 have been prepared in accordance with the requirements of the *Corporations Act 2001* and *AASB 134 Interim Financial Reporting*. This is the first reporting period for the Company.

The report does not include full disclosures of the type normally included in an annual financial report. It is recommended that this interim Financial Report is to be read in conjunction with any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The interim financial statements have been prepared on an accrual basis, and are based on historical costs, except for the revaluation of certain non-current assets and financial instruments which are carried at their fair values. Cost is based on the fair values of the consideration given in exchange for assets.

In accordance with *ASIC Corporations (rounding in Financial Reports) instrument 2016/191*, the amounts in the Financial Report have been rounded to the nearest dollar.

**(a) Accounting Policies**

There are no new and revised accounting requirements significantly affecting the period ended 31 December 2017 financial statements. The accounting policies have been consistently applied by the Company throughout the reporting period and can be referred to in the VGI Partners Global Investments Limited Prospectus.

The Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current.

**2. Dividends**

No dividends were declared during the period ended 31 December 2017.

**3. Issued Capital**

**Share Capital**

	<b>31 December 2017</b>
	<b>\$</b>
Ordinary Shares	550,000,002

**VGI Partners Global Investments Limited**  
**ABN 91 619 660 721**

**4. Movements in Equity**

**(a) Movement in Share Capital**

	<b>Number of Shares</b>
Initial subscription upon incorporation	1
Shares issued under IPO	275,000,000
Closing balance	275,000,001

**(b) Movement in Retained Earnings**

	<b>31 December 2017</b>
	<b>\$</b>
Opening balance	-
Profit attributable to members of the company	13,769,795
	13,769,795

**5. Financial Instruments Measured at Fair Value**

*AASB 13: Fair Value* measurement requires the disclosure of fair value information using a fair value hierarchy reflecting the significance of the inputs in making the measurements. The fair value hierarchy consists of the following levels:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table presents the Company's financial assets and liabilities measured and recognised at fair value as at 31 December 2017.

	<b>31 December 2017</b>			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial assets (securities owned long)	197,812,542	-	-	197,812,542
Financial liabilities (securities sold short)	(56,549,917)	-	-	(56,549,917)
<b>Total</b>	<b>141,262,625</b>			<b>141,262,625</b>

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**6. Earnings Per Share**

	<b>31 December 2017</b>
	<b>\$</b>
Profit after income tax used in the calculation of basic and diluted earnings per share	13,769,795
Basic and diluted earnings per share	10.6 cents
	<b>Number of Shares</b>
Weighted average number of ordinary shares outstanding during the period used in calculating basic and diluted earnings per share	129,490,292

The weighted average number of shares used as the denominator in calculating basic earnings per share is based on the average number of shares from 9 June 2017, being the date of incorporation, to 31 December 2017. The basic earnings per share would be 5.0 cents per share if calculated from 25 September 2017, being the allotment date, as the Company only had one share on issue and no earnings up to this date.

**7. Subsequent Events**

There has not been any matter or circumstance, other than that referred to in the financial statements or notes thereto, that has arisen since the end of the reporting period, that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

**8. Capital Commitments and Contingent Liabilities**

There are no contingent liabilities or contingent assets at 31 December 2017.

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**Directors' Declaration**

In accordance with a resolution of the Directors of VGI Partners Global Investments Limited, the Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 5 to 11, are in accordance with the *Corporations Act 2001*, including:

(a) complying with *Accounting Standard AASB 134 Interim Financial Reporting*, the *Corporations Regulations 2001* and any other mandatory professional reporting requirements; and

(b) giving a true and fair view of the Company's financial position as at 31 December 2017 and of its performance for the period ended on that date.

2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors.



**David Jones**  
Chairman

Sydney  
29 January 2018

**Independent Auditor's Review Report  
To The Members of VGI Partners Global Investments Limited  
ABN 91 619 660 721**

**Report on the Interim Financial Report**

We have reviewed the accompanying interim financial report of VGI Partners Global Investments Limited ("the company"), which comprises the statement of financial position as at 31 December 2017, statement of comprehensive income, statement of changes in equity and statement of cash flows for the period ended on that date, a summary of significant accounting policies, other selected explanatory notes and the directors' declaration of the company.

**Directors' Responsibility for the Interim Financial Report**

The directors of the company are responsible for the preparation of the interim financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express a conclusion on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: "*Review of a Financial Report Performed by the Independent Auditor of the Entity*", in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporation Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2017 and its performance for the period ended on that date; and complying with Accounting Standard AASB 134: "*Interim Financial Reporting*" and the *Corporations Regulations 2001*. As the auditor of VGI Partners Global Investments Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of the interim financial report consists of making enquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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## **Independence**

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

## **Conclusion**

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of VGI Partners Global Investments Limited is not in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the company's financial position as at 31 December 2017 and of its performance for the period ended on that date; and
- (ii) complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.



SCOTT WHIDDETT  
Partner

29 January 2018



PITCHER PARTNERS  
Sydney

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