

# PERPETUAL PURE MICROCAP FUND - CLASS A

October 2017



Our fund only invests in profitable, well capitalised and well managed businesses. By conducting our own in depth, bottom up analysis we seek the best opportunities for our investors. Many of these companies often have little or no research published on them which leads to them being overlooked and/or mispriced. As investors, we look to capitalise on these market inefficiencies. It is worth noting that our fund will not speculate in unprofitable businesses.

## PERFORMANCE SUMMARY (AFTER FEES) AS AT 30 SEPTEMBER 2017

	1 MTH %	3 MTHS %	6 MTHS %	1 YR %	2 YR %	3 YR %	SINCE INCEPTION % PA*
Perpetual Pure Microcap Fund - Class A	0.4%	5.1%	10.5%	8.5%	36.1%	25.3%	29.6%
S&P/ASX Small Ordinaries Accumulation Index	1.3%	4.4%	4.0%	3.0%	15.3%	8.1%	5.9%

\*Inception date: 2 September 2013

Imdex (ASX:IMD) has internally developed a fleet of tools and products which it leases to drillers for use during exploration. Imdex have had significant success with their traditional core orientation tools and are progressively seeing increased demand for newer cost saving technologies. Current R&D expenditure is focused on developing tools for the production phase in order to be able to provide end-to-end solutions across the full mining life cycle.

Over the past year we have seen early signs of increased activity in the mining sector, and management is now confident of a sustainable, broad based recovery. Imdex continue to be a beneficiary, as evidenced by the continued momentum in the number of Reflex instruments on hire.

The balance sheet is now in a net cash position with outstanding debt being paid down on a quarterly basis. Additional cash inflow is expected from the sale of a minority stake in Vesture Limited (ASX:VES) and the option to sell internally developed technology at some point in the future. Investors are likely to see a return to dividend payments this financial year.

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### MORE INFORMATION

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