

Portfolio Commentary

The CBG Capital portfolio returned -4.3% net of fees and pre-tax on unrealised gains/losses in December, compared to a -0.1% return for the S&P/ASX 200 Accumulation Index. Market and portfolio returns remained volatile in December as investors continued to grapple with political instability and the potential impact of tighter US monetary policy. **Over the twelve months to December, the portfolio returned -6.4% net of fees, compared to the benchmark return of -2.84%.**

The strongest contributors within the portfolio for the month were:

- BHP Ltd (+11.5%) and Rio Tinto Ltd (+7.1%) as the iron ore price remained at profitable levels and BHP announced the structure of a special dividend and capital return following the sale of US shale oil assets.
- CSL Ltd (+4.4%) also rose on little news.

The largest detractors were:

- Afterpay Touch Group (-14.0%) was weak despite continuing positive business performance in Australia and the USA as investors moved to more mature companies. We remain confident of the company's ability to execute its business plan.
- HUB24 Ltd (-14.5%) declined as did Jumbo Interactive Ltd (-12.0%), likewise despite continuing strong business indicators. We have reduced positions in these stocks due to volatility but remain confident in the long-term opportunities.

NTA before tax	Gross portfolio including cash	Rolling 12 month dividend	Month-End Share price
\$0.91	\$23.0m	3.10cps	\$0.90

Net Tangible Assets (NTA)

	December	November*
NTA before tax	\$0.91	\$0.95
NTA after tax**	\$0.90	\$0.93
CBC Share Price	\$0.90	\$0.91
Shares on issue (million)	26.2m	26.2m

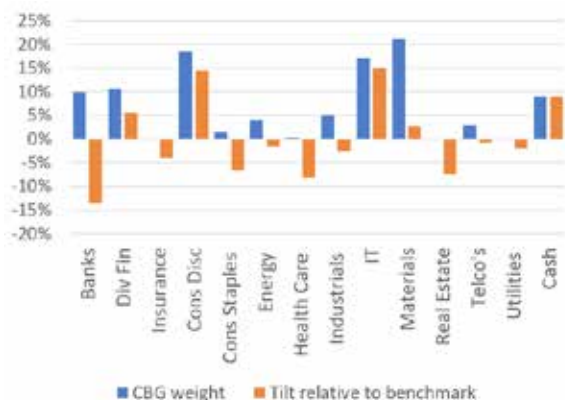
* NTA disclosed above for November is after payment of 1.6 cps dividend on 27 November 2018.

** Please note that the post-tax figures are theoretical, assuming all holdings in the portfolio are sold and then tax paid on the gains that would arise on this disposal.

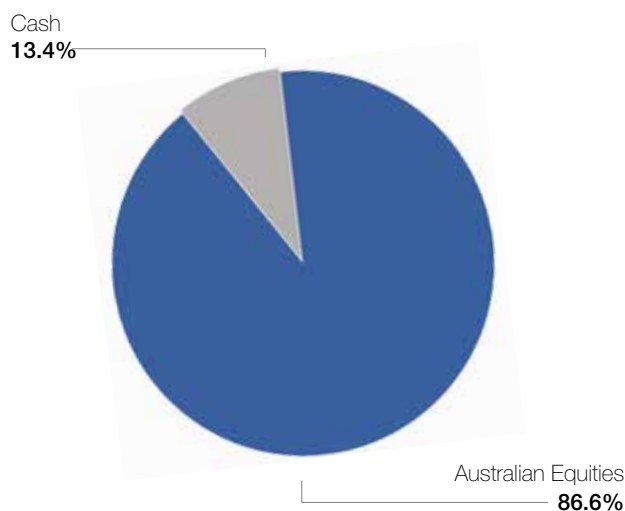
Company Overview (\$m)

Australian Securities	\$19.9
Net Cash & Equivalents	\$3.1
Gross Portfolio including Cash	\$23.0
Net Tangible Assets before Tax	\$23.8

Sector Exposure



Gross Asset Allocation



Top Holdings (% of Gross Assets)

Australian Equities

BHP Limited	9.3%
National Australia Bank Limited	6.4%
Bravura Solutions Limited	4.9%
Afterpay Touch Group Limited	4.8%
Rio Tinto Limited	4.6%
Other	56.6%
Cash	13.4%