



QUARTERLY REPORT TO 30 SEPTEMBER 2017¹

Performance and net asset value²

Quarterly portfolio return: (2.39%)

The East 72 Holdings Limited (**E72, Company**) portfolio returned (0.97%) during the three months to 30 September 2017, prior to costs; after cost imposts equating to 1.42% (including costs associated with the acquisition of Stiletto Investments Pty Limited), the net return within the Company over the period was (2.39%)

E72's pre tax net asset value ended the 30 September 2017 period at **35.23c**; after all accrued and deferred taxes, post tax NTA is 34.2c. The lesser decline in pre tax net asset value was assisted by the acquisition of Stiletto Investments Pty Limited.

Rolling twelve month return: 22.5%

In the twelve months to 30 September 2017, the gross portfolio return before expenses and tax was 30.0%; after deduction of expenses, which were relatively high as a proportion of assets due to the low capital base until March 2017; the net return equates to 22.5% before tax.

NTA over the past twelve months has increased by 30.4% from 27.6c to 35.2c pre tax, and by 26.7% to 34.2c per share after accounting for tax on realised and unrealised gains.

Commentary:

To avoid repetition, investors are referred to:

- (1) **the AGM presentation** released to NSX on 25 September 2017, featuring family controlled companies, Financiere de L'Odet, Associated Capital Group, bitcoin and brief outlook comments; and
- (2) **Completion of acquisition of Stiletto Investments** announcement to NSX on 26 September 2017.

For further information:

Andrew Brown

Executive Director

(02) 9380 9001 / 0418 215 255

¹ East 72 Holdings Limited (**E72**) provides monthly **unaudited** updates on its company performance and exposure supplemented by a more substantial quarterly note. Readers are referred to footnotes explaining the derivation of the numbers. All returns are pre-tax unless stated otherwise. At the current level of net assets, cost imposition is estimated at 0.25% per month over the course of a full year (excluding capital raising related expenses) and is fully accrued monthly according to the best estimates of management. Readers are explicitly referred to the disclaimer on page 3.

² Month by month tabulation of investment return and exposures is given on page 2, along with exposure metrics.

STATISTICAL APPENDIX: QUARTER & FYTD TO 30 SEPTEMBER 2017

1. Monthly performance, exposure and NAV

	Investment return ³	Cost imposition ⁴	Net Return ⁵	Fiscal yr Return	NAV/share pre tax (cents)	Gross Exposure ⁶	Net Exposure ⁷
31 July 16	17.1%	-1.2%	15.8%	15.8%	25.5	316%	90%
31 Aug 16	4.3%	-0.7%	3.6%	20.0%	27.6	327%	88%
30 Sep 16	-1.5%	-0.6%	-2.1%	17.5%	27.0	359%	142%
31 Oct 16	4.9%	-0.7%	4.2%	22.4%	28.1	427%	137%
30 Nov 16	4.9%	-1.1%	3.8%	27.0%	29.2	541%	76%
31 Dec 16	9.0%	-0.8%	8.2%	37.4%	33.0	439%	74%
31 Jan 17	5.2%	-0.7%	4.5%	43.6%	34.4	473%	54%
28 Feb 17	0.2%	-0.4%	-0.2%	43.4%	34.4	503%	24%
31 Mar 17	1.6%	-0.2%	1.4%	45.3%	35.2	171%	1%
30 Apr 17	-2.3%	-0.2%	-2.5%	41.7%	34.3	227%	-18%
31 May 17	2.6%	-0.3%	2.3%	45.1%	35.1	251%	-19%
30 Jun 17	1.3%	-0.2%	1.1%	46.6%	35.5	276%	-6%
31 Jul 17	1.3%	-0.6%	0.7%	0.7%	35.8	281%	-22%
31 Aug 17	-5.0%	-0.5%	-5.4%	-4.7%	33.8	318%	-27%
30 Sep 17	2.8%	-0.3%	2.5%	-2.4%	35.2	359%	-31%

2. Equity exposure as at 30 September 2017 (as % month end pre tax shareholders funds):

	AUSTRALIA		OVERSEAS		TOTAL	
	percent	exposures	percent	exposures	percent	exposures
LONG	82.9%	36	81.3%	35	164.2%	71
SHORT	(17.6%)	12	(28.8%)	12	(46.4%)	24
INDEX	(63.7%)		(84.7%) ⁸		(148.4%)	
TOTAL	1.6%	48	(32.2%)	47	(30.6%)	95

³ Change in market value of all investments – cash and derivatives – after interest charges, dividends receivable, dividends and fees paid away divided by opening period net asset value and time weighted for equity raisings

⁴ All accrued expenses for company administration (eg. listing fees, audit, registry) divided by opening period net asset value and time weighted for equity raisings

⁵ Calculated as 2 (above) minus 3 (above)

⁶ Calculated as total gross exposures being nominal exposure of all long and short positions (cash and derivative) divided by end month pre tax net asset value – assumes index of 1

⁷ Calculated as total net exposures being nominal exposure of all long minus short positions (cash and derivative) divided by end month pre tax net asset value – assumes index of 1

⁸ includes bitcoin and bitcoin cash exposure



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