

# Ozgrowth Limited – 2008 Annual General Meeting

## Chairmans Address and Presentation

Good afternoon ladies and gentlemen and welcome to the 1<sup>st</sup> Annual General Meeting for Ozgrowth Limited since we have been listed on the ASX.

Before addressing the formal business of this meeting, I would like to start with some comments on recent market conditions.

As you are aware, your company commenced its investment activities in January 2008. Our objective is to generate consistent positive returns from investment in equities.

Quite clearly, the first 10 months of this activity has coincided with what have been the most chaotic investment markets of our lifetime. The broader Australian market has fallen 35% in the calendar year, with the small resources component of this index down 67% in the last 4 months alone.

Whilst we have retained a large proportion of our assets in cash, the equity component of the portfolio has not been immune to these movements.

Whilst none of us are satisfied with any decline in shareholder value, the reality is that value is generated through investment in equity markets that do move up and down.

Our objective with Ozgrowth is to show positive returns to shareholders over the longer term and to take advantage of these market swings to make (and exit) individual investments at appropriate prices.

One of key reasons for establishing Ozgrowth was to provide a pool of capital that could take advantage the inevitable periods of equity market distress. Our view was that in such periods, companies shares can trade at fractions of their true value.

We are now seeing the conditions of a distressed market emerge. We are not yet out the other side of the chaos, but with 70% of our assets currently held in cash, we can take full advantage of opportunities as they arise.

I will now turn to a short presentation and attend to the formal matters of this meeting.

**19 November 2008**



*Annual General Meeting*

*19 November 2008*

## **What is Ozgrowth Limited?**

- Investment company focussed on the generation of a positive absolute return for shareholders over the medium to long term
- It invests in cash and smaller listed and unlisted companies with a connection to Western Australia.
- Gross assets of \$64 million at 31 October 2008
- Assets are managed by Westoz Funds Management, a wholly owned subsidiary of Euroz Limited

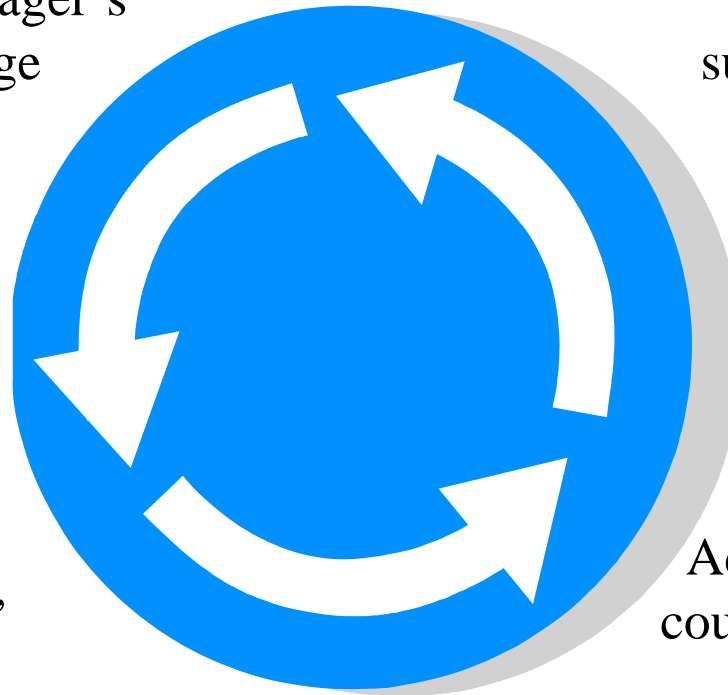
## Managed by Westoz Funds Management...

Perth base provides manager's competitive advantage

Provides investors with superior investment returns

Focus is on stocks  
WFM can "touch and feel"

Concentrated portfolio



Operates independently, but strong support from parent

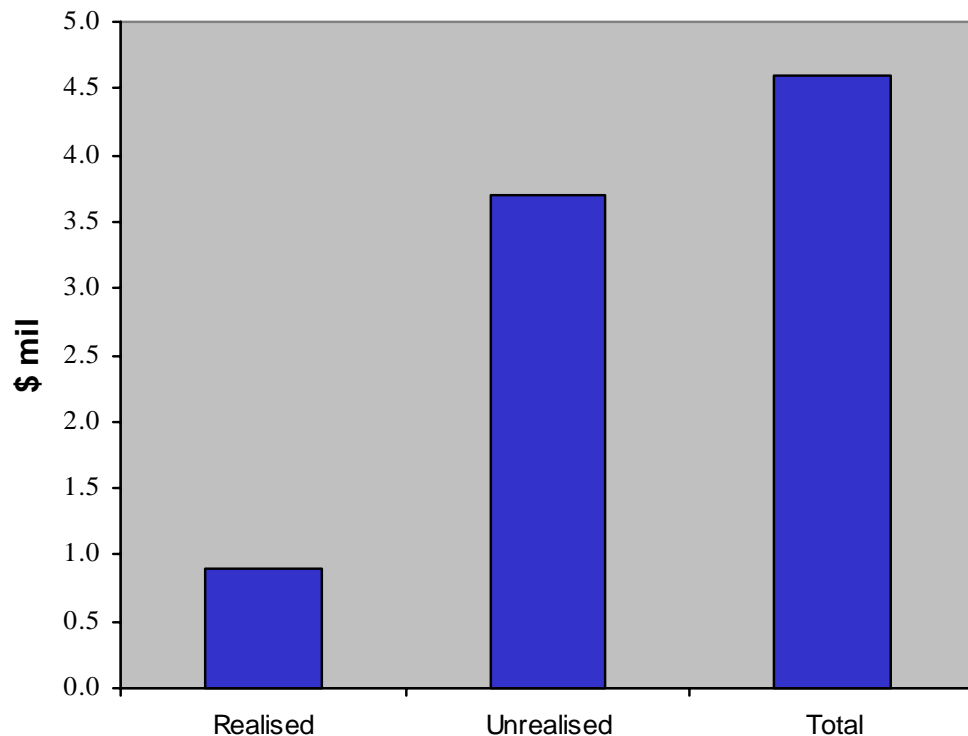
Add value in small cap and counter cyclical opportunities

Two full time investment specialists

## 2008 Results

- Maiden net profit of \$4.6 mil
- Portfolio generated return of 10.1% (pre fees and taxes)
- 0.2 cent final dividend paid in August
- NTA increases to 20.9 cents, from issue price of 20.0 cents
- Total portfolio size increases to \$87 mil over the period

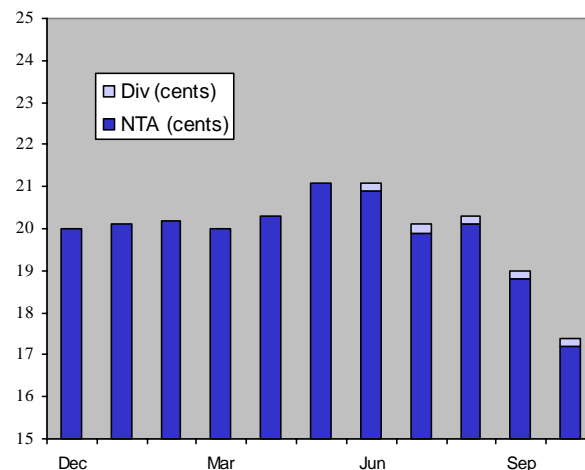
### Components of Profit



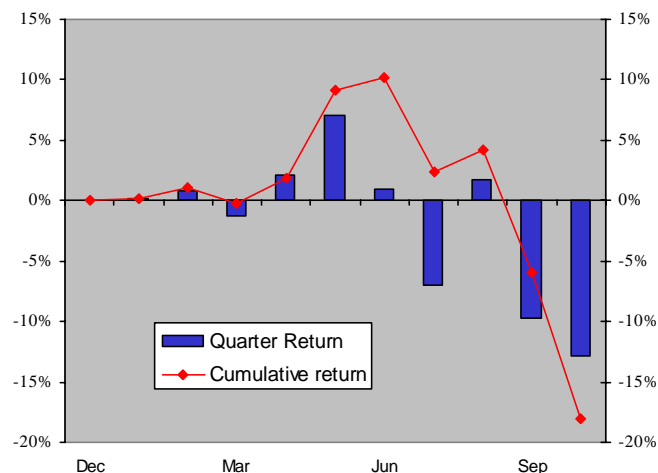
## Year to Date Performance

- Portfolio down 9.7% over September quarter, further fall of 12.9% in October
- Down 18.1% since inception (January 2008).
- NTA 17.1 cents at 31 October 2008

Net Assets and Dividends

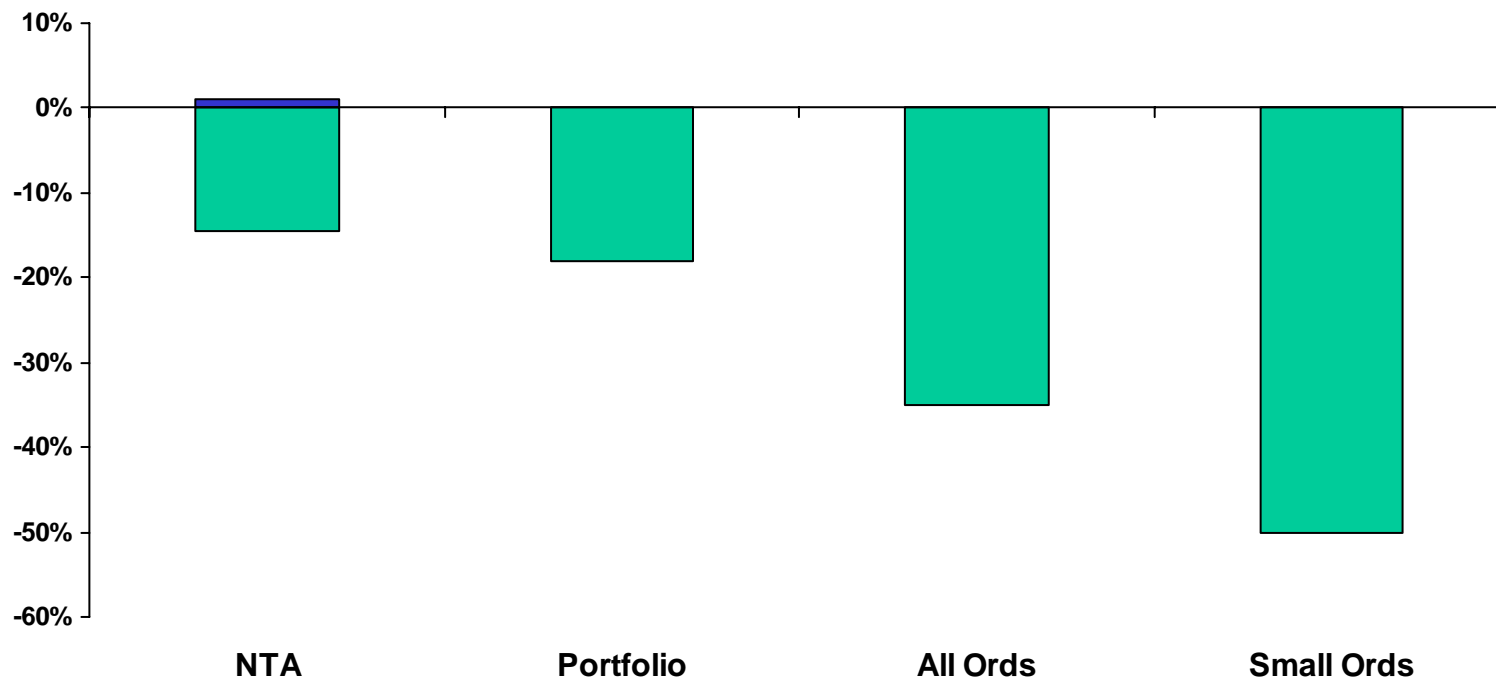


Portfolio Return



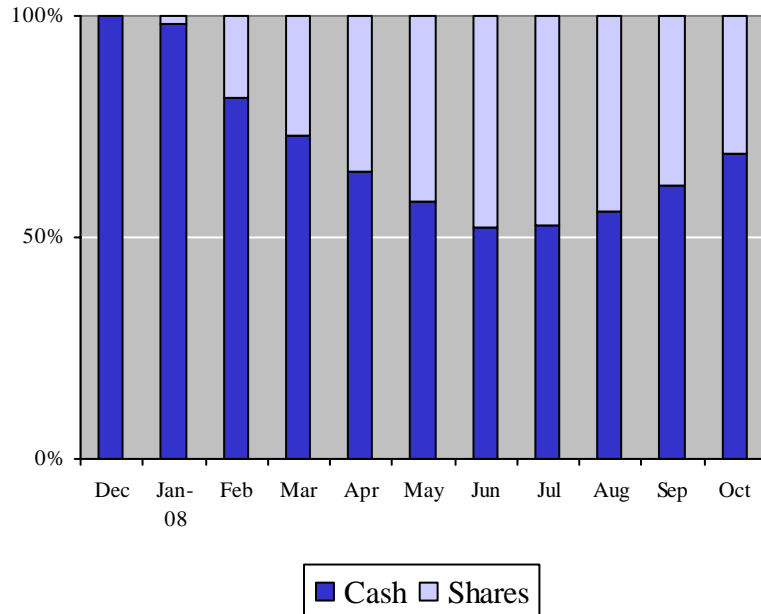
## Market Movements since Inception

Returns since 1 January 2008 to 31 October 2008

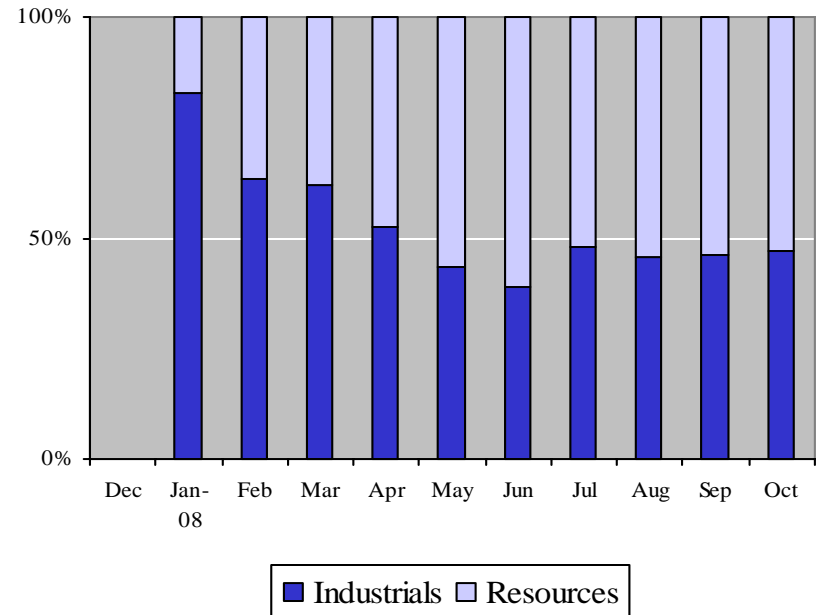


## Monthly Investment Mix

**Cash Versus Shares**



**Industrials vs Resources**



## Portfolio at 31 October 2008

Code	Shares (#)	Value (\$)	%	Code	Shares (#)	Value (\$)	%
BPT	1,600,000	1,544,000	2.4%	AHE	1,146,952	843,010	1.3%
COE	2,850,000	826,500	1.3%	AMM	5,500,000	632,500	1.0%
CZA	1,008,849	1,013,893	1.6%	APZ	600,000	399,000	0.6%
IRN	1,634,157	898,786	1.4%	BDL	6,848,944	719,139	1.1%
LSA	23,777,779	166,444	0.3%	CLO	7,600,000	2,926,000	4.6%
NFE	1,920,748	1,450,165	2.3%	IIN	1,304,884	1,657,203	2.6%
OMH	1,600,000	1,744,000	2.7%	PST	4,563,291	1,232,089	1.9%
SPH	852,129	664,661	1.0%	RFL	18,499,222	1,257,947	2.0%
SRL	580,000	733,700	1.2%			<b>9,666,887</b>	<b>15.2%</b>
TTY	737,595	188,087	0.3%	<b>Cash</b>		<b>43,913,166</b>	<b>69.0%</b>
WVL	1,010,000	828,200	1.3%	<b>Total</b>		<b>63,638,489</b>	<b>100.0%</b>
		<b>10,058,436</b>	<b>15.8%</b>				

- Ordinary Business
  - 2008 Accounts and Remuneration Report
- Special Business
  - Re-election of a Director, Mr Peter Diamond
- Close