

WCM Quality Global Growth Fund (Quoted Managed Fund)

ARSN 625 955 240

Interim financial report for the period from 11 May 2018 to 31 December 2018

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This interim financial report does not include all the notes of the type normally included in a set of annual financial statements. Accordingly, this report is to be read in conjunction with any public announcements made in respect of WCM Quality Global Growth Fund (Quoted Managed Fund) during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

This financial report covers WCM Quality Global Growth Fund (Quoted Managed Fund) as an individual entity.

The Responsible Entity of WCM Quality Global Growth Fund (Quoted Managed Fund) is Switzer Asset Management Limited ABN 26 123 611 978. The Responsible Entity's registered office is Level 6, 10 Spring Street, Sydney NSW 2000.

Directors' report

The directors of Switzer Asset Management Limited, the Responsible Entity of WCM Quality Global Growth Fund (Quoted Managed Fund), present their report together with the interim financial report of WCM Quality Global Growth Fund (Quoted Managed Fund) ("the Fund") for the period ended from 11 May 2018 to 31 December 2018.

The Fund is an Australian registered Managed Investment Scheme which listed on the Australian Stock Exchange on 3 September 2018.

Responsible Entity

The Responsible Entity of WCM Quality Global Growth Fund (Quoted Managed Fund) is Switzer Asset Management Limited (ABN 26 123 611 978). The Responsible Entity's registered office is Level 6, 10 Spring Street, Sydney NSW 2000.

Directors

The following persons held office as directors of Switzer Asset Management Limited during the reporting period or since the end of the reporting period and up to the date of this report.

Peter Switzer	Chairman and Non-Executive Director
Jarrold Deakin	Director
Paul Rickard	Non-Executive Director (resigned 13 September 2018)
Martin Switzer	Director

Review and results of operations

The Fund was constituted on 11 May 2018 and registered with the Australian Securities and Investments Commission on 15 May 2018.

The Fund commenced trading on 31 August 2018. During the reporting period the Fund invested funds in accordance with target asset allocations as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Constitution.

The performance of the Fund, as represented by the results of its operations, was as follows:

	For the period ended 31 December 2018
Profit/(loss) for the period before finance costs attributable to unitholders (\$'000)	<u>(4,342)</u>
Distributions paid and payable (\$'000)	-
Distributions (cents per unit - CPU)	-

Events occurring after the reporting period

Except as disclosed in note 10 in the financial statements, no other matter or circumstance has arisen since 31 December 2018 that has significantly affected, or may significantly affect:

- (i) the operations of the Fund in future reporting periods, or
- (ii) the results of those operations in future reporting periods, or
- (iii) the state of affairs of the Fund in future reporting periods.

Directors' report (continued)

Rounding of amounts to the nearest thousand dollars

The Fund is an entity of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 (formerly Class Order 98/100 (as amended)) issued by the Australian Securities and Investments Commission ("ASIC") relating to the "rounding off" of amounts in the directors' report. Amounts in the directors' report have been rounded to the nearest thousand dollars in accordance with that ASIC Instrument, unless otherwise indicated.

Auditor's independence declaration

A copy of the auditor's independence declaration, as required under section 307C of the Corporation Act 2001, is set out on page 4.

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



Martin Switzer
Director Switzer Asset Management Limited



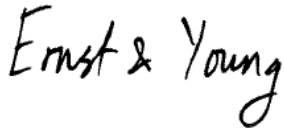
Jarrod Deakin
Director Switzer Asset Management Limited

Sydney,
6 March 2019

Auditor's Independence Declaration to the Directors of Switzer Asset Management Limited as Responsible Entity for WCM Quality Global Growth Fund

As lead auditor for the review of the interim financial report of WCM Quality Global Growth Fund for the half-year ended 31 December 2018, I declare to the best of my knowledge and belief, there have been:

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



Ernst & Young



Luke Slater
Partner
Melbourne
6 March 2019

WCM Quality Global Growth Fund (Quoted Managed Fund)
Condensed statement of profit or loss and other comprehensive income
For the period ended 31 December 2018

Condensed statement of profit or loss and other comprehensive income

	Notes	For the period 11 May 2018 to 31 December 2018 \$'000
Investment income		
Interest income		13
Dividend income		123
Net loss on financial instruments held at fair value through profit or loss		(4,085)
Other income		<u>6</u>
Total investment income		<u>(3,943)</u>
Expenses		
Management fees		202
Performance fees		111
Administration fees		16
Market making costs		26
Transaction costs		<u>44</u>
Total operating expenses		<u>399</u>
Profit/(loss) for the period before finance costs attributable to unitholders		<u>(4,342)</u>
Finance costs attributable to unitholders		
Distributions to unitholders	4	-
Decrease in net assets attributable to unitholders	3	<u>(4,342)</u>
Profit/(loss) for the period attributable to unitholders		<u>-</u>
Other comprehensive income for the reporting period attributable to unitholders		<u>-</u>
Total comprehensive income for the period attributable to unitholders		<u>-</u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

WCM Quality Global Growth Fund (Quoted Managed Fund)
Condensed statement of financial position
As at 31 December 2018

Condensed statement of financial position

	Notes	As at 31 December 2018 \$'000
Assets		
Cash and cash equivalents		3,668
Receivables		1,107
Financial assets held at fair value through profit or loss	5	<u>46,168</u>
Total assets		<u>50,943</u>
Liabilities		
Payables	7	<u>2,116</u>
Total liabilities (excluding net assets attributable to unitholders)		<u>2,116</u>
Net assets attributable to unitholders - liability	3	<u>48,827</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

Condensed statement of changes in equity

In accordance with AASB 132 *Financial Instruments: Presentation*, net assets attributable to unitholders are classified as a liability rather than equity. As a result, there was no equity at the beginning and the end of the period.

Changes in net assets attributable to unitholders are disclosed in note 3.

WCM Quality Global Growth Fund (Quoted Managed Fund)
Condensed statement of cash flows
For the period ended 31 December 2018

Condensed statement of cash flows

	For the period 11 May 2018 to 31 December 2018 \$'000
<i>Cash flows from operating activities</i>	
Proceeds from sale of financial instruments held at fair value through profit or loss	1,898
Purchase of financial instruments held at fair value through profit or loss	(51,001)
Transaction costs on financial instruments held at fair value through profit or loss	(44)
Dividends and distributions received	96
Interest received	13
Responsible Entity's fees paid	(151)
RITC paid	(17)
Realised foreign exchange impacts	(295)
Other revenue received	<u>6</u>
Net cash outflow from operating activities	<u>(49,495)</u>
<i>Cash flows from financing activities</i>	
Proceeds from applications by unitholders	54,284
Payments for redemptions by unitholders	<u>(1,143)</u>
Net cash inflow from financing activities	<u>53,141</u>
<i>Net increase in cash and cash equivalents</i>	3,646
Cash and cash equivalents at the beginning of the reporting period	<u>-</u>
Effects of foreign currency exchange rate changes on cash and cash equivalents	22
Cash and cash equivalents at the end of the period	<u>3,668</u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

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1 Basis of preparation of financial report

This general purpose financial report for the period ended 31 December 2018 has been prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting*.

The Fund was constituted on 11 May 2018, registered with the Australian Securities and Investments Commission on 15 May 2018 and listed on the Australian Stock Exchange on 3 September 2018. The Fund is presenting its first financial statements for the period 11 May 2018 to 31 December 2018.

This interim financial report does not include all the notes of the type normally included in a set of annual financial statements. Accordingly, this report is to be read in conjunction with any public announcements made in respect of WCM Quality Global Growth Fund (Quoted Managed Fund) during the reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The financial statements were authorised for issue by the directors on 6 March 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Compliance with International Financial Reporting Standards

Compliance with AASB 134 ensures that the interim financial report of the Fund, comprising the financial statements and notes thereto, complies with International Accounting Standard IAS 34 *Interim Financial Reporting*.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all reporting periods presented, unless otherwise stated in the following text.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001* in Australia.

The Fund is a for-profit entity for the purposes of preparing the financial statements.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

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. All balances are generally expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unitholders where the amount expected to be recovered or settled within twelve months after the end of the reporting period cannot be reliably determined.

Compliance with Australian Accounting Standards and International Financial Reporting Standards

The financial statements of the Fund comply with Australian Accounting Standards as issued by the Australian Accounting Standards Board and also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

(b) Financial instruments

(i) Classification and measurement

Initial recognition

Financial assets and liabilities are initially recognised on trade date. The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments. Financial instruments are initially measured at their fair value, except in the case of financial assets and financial liabilities recorded at fair value through profit or loss, transaction costs are added to, or subtracted from, this amount. Receivables are measured at the transaction price.

2 Summary of significant accounting policies (continued)

(b) Financial instruments (continued)

(i) Classification and measurement (continued)

Financial Assets

The Fund classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

- Amortised cost
- Fair value through other comprehensive income
- Fair value through profit or loss

The Fund determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

Financial assets are classified and measured at amortised cost when both of the following criteria are met:

- The business model objective is hold the financial asset to collect the cash flows; and
- The contractual cash flows consist solely of payments of principal and interest.

The Fund's investment portfolio is classified as fair value through profit or loss. Other financial assets which are held for collection, such as receivables, are measured at amortised cost.

The Fund does not reclassify its financial assets subsequent to their initial recognition.

Financial Liabilities

The Fund's financial liabilities are measured at amortised cost or fair value through profit or loss when they are held for trading and derivative instruments or the fair value designation is applied.

(ii) Impairment

Impairment of financial assets is recognised based on the lifetime expected credit loss which is determined when the credit risk on a financial asset has increased significantly since initial recognition. In order to determine whether there has been a significant increase in credit risk since initial recognition, the Fund compares the risk of default as at the reporting date with risk of default as at initial recognition using reasonable and supportable data, unless the financial asset is determined to have low credit risk at the reporting date.

For trade and other receivables, the simplified approach is used, which requires recognition of a loss allowance based on the lifetime expected credit losses.

Any change in expected credit losses between the previous reporting period and the current reporting period is recognised as an impairment gain or loss in profit or loss.

(c) Net assets attributable to unitholders

Units are redeemable at the unitholders option and are classified as financial liabilities due to mandatory distributions. The units can be put back to the Fund at any time for cash based on the redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the end of the reporting period if unitholders exercised their right to put the units back to the Fund. As the Fund's redemption unit price is based on different valuation principles to that applied in financial reporting, a valuation difference exists, which has been treated as a separate component of net assets attributable to unitholders. Changes in the value of this financial liability are recognised in the statement of comprehensive income as they arise.

2 Summary of significant accounting policies (continued)

(d) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts, if any, are shown within borrowings in the statement of financial position.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

(e) Investment income

Interest income is recognised in the statement of comprehensive income for all financial instruments on an accruals basis. Other changes in fair value for such instruments are recorded in accordance with the policies described in Note 2(b).

Dividend income is recognised on the ex-dividend date.

Trust distributions are recognised on an entitlements basis.

Net gains/(losses) on financial assets and financial liabilities held at fair value through profit or loss arising on a change in fair value are calculated as the difference between the fair value at the end of the reporting period and the fair value at the previous valuation point. Net gains/(losses) do not include interest or dividend/distribution income. Realised and unrealised gains/(losses) are shown in the notes to the financial statements.

(f) Expenses

All expenses, including Responsible Entity's fees and custodian fees are recognised in the statement of comprehensive income on an accruals basis.

(g) Income tax

Under current legislation, the Fund is not subject to income tax as unitholders are presently entitled to the income of the Fund.

Financial instruments held at fair value may include unrealised capital gains. Should such a gain be realised, that portion of the gain that is subject to capital gains tax will be distributed so that the Fund is not subject to capital gains tax.

The benefit of imputation credits and foreign tax paid is passed on to unitholders.

The Fund currently incurs withholding tax imposed by certain countries on investment income. Such income is recorded net of withholding tax in the statement of comprehensive income.

(h) Distributions

In accordance with the Fund's Constitution, the Fund distributes income adjusted for amounts determined by the Responsible Entity, to unitholders by cash or reinvestment. The distributions are recognised in the statement of comprehensive income as finance costs attributable to unitholders.

(i) Increase/(decrease) in net assets attributable to unitholders

Income not distributed is included in net assets attributable to unitholders. Movements in net assets attributable to unitholders are recognised in the statement of comprehensive income as finance costs.

(j) Foreign currency translation

(i) Functional and presentation currency

Items included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates ("the functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Fund is regulated. The Australian dollar is also the Fund's presentation currency.

2 Summary of significant accounting policies (continued)

(j) Foreign currency translation

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at reporting period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

The Fund does not isolate that portion of unrealised gains or losses on securities and derivative financial instruments that are measured at fair value through profit or loss and which is due to changes in foreign exchange rates from that which is due to changes in the market price of securities. Such fluctuations are included with the net gains or losses on financial instruments at fair value through profit or loss.

(k) Receivables

Receivables may include amounts for dividends, interest, trust distributions and securities sold where settlement has not yet occurred. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in Note 2(e) above. Amounts are generally received within 30 days of being recorded as receivables.

Receivables include such items as Reduced Input Tax Credits (RITC) and application monies receivable from unitholders.

(l) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

Trades are recorded on trade date, and normally settled within two business days. Purchases of financial instruments that are unsettled at the end of each reporting period are included in payables.

The distribution amount payable to unitholders as at the end of each reporting period is recognised separately in the statement of financial position when unitholders are presently entitled to the distributable income under the Fund's Constitution.

(m) Applications and redemptions

Applications received for units in the Fund are recorded net of any entry fees payable prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable after the cancellation of units redeemed.

Unit redemption prices are determined by reference to the net assets of the Fund divided by the number of units on issue.

(n) Goods and Services Tax (GST)

Expenses of various services provided to the Fund by third parties such as custodial services and investment management fees etc. are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case, it is recognised as part of the related expense or cost item.

Accounts payable and receivable are stated inclusive of the GST receivable and payable. The net amount of GST recoverable from, or payable to, the taxation authority is included in receivables or payables in the statement of financial position.

Cash flows relating to GST are included in the statement of cash flows on a gross basis.

(o) Use of judgements and estimates

The preparation of the Fund's financial statements requires it to make judgements, estimates and assumptions that affect the reported amounts of assets and liabilities. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future. However, estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund's financial instruments are valued primarily based on the prices provided by independent pricing services.

2 Summary of significant accounting policies (continued)

(o) Use of judgements and estimates (continued)

When the fair values of the reported financial instruments cannot be derived from active markets, they are determined using prices obtained from inactive or unquoted markets and/or other valuation techniques. The inputs to these valuation techniques (if applicable) are taken from observable markets to the extent practicable. Where observable inputs are not available, the inputs may be estimated based on a degree of judgements and assumptions in establishing fair values.

Where appropriate, the outcomes of the valuation techniques that are used in establishing fair values are validated using prices from observable current market transactions for similar instruments (without modification or repackaging) or based on relevant available observable market data.

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

In addition, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates and judgements. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

(o) Use of judgements and estimates

For certain other financial instruments, including amounts due from/to brokers, accounts payable and accounts receivable, the carrying amounts approximate fair value due to the immediate or short-term nature of these financial instruments.

(q) Rounding of amounts

The Fund is an entity of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, issued by the Australian Securities and Investments Commission ("ASIC"), relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with that ASIC Instrument to the nearest thousand dollars, unless otherwise indicated.

3 Net assets attributable to unitholders

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

Movements in number of units and net assets attributable to unitholders during the period were as follows:

	For the period 11 May 2018 to	
	31 December	
	2018	2018
	No.'000	\$'000
Opening balance	-	-
Applications	10,926	54,312
Redemptions	(242)	(1,143)
Decrease in net assets attributable to unitholders	-	(4,342)
Closing balance	10,684	48,827

4 Distributions to unitholders

There are no distributions paid or payable for the reporting period.

5 Financial assets held at fair value through profit or loss

	As at 31 December 2018 \$'000
Designated at fair value through profit or loss	
Listed equities	46,168
Total financial assets held at fair value through profit or loss	46,168

6 Fair value of assets and liabilities

Fair value hierarchy

The Fund is required to classify fair value measurements using a fair value hierarchy that reflects the subjectivity of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices); quoted prices for similar securities in active and/or inactive markets; market-corroborated inputs; inputs that are developed based on available market data and reflect assumptions that markets would use when pricing similar securities.
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes "observable" requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The table below sets out the Fund's financial assets and liabilities measured at fair value according to the fair value hierarchy at the reporting date.

All fair value measurements disclosed are recurring fair value measurements.

As at 31 December 2018	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
Financial assets held at fair value through profit or loss				
Designated at fair value through profit or loss:				
Listed equities	46,168	-	-	46,168
Total financial assets held at fair value through profit or loss	46,168	-	-	46,168

The pricing for the majority of the Fund's investments is generally sourced from independent pricing sources, the relevant investment managers or reliable brokers' quotes.

Investments whose values are based on quoted market prices in active markets, e.g. recognised stock exchanges, and therefore classified within level 1, include active listed equities and exchange traded derivatives.

6 Fair value of assets and liabilities (continued)

Fair value hierarchy (continued)

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. The observable inputs include prices and/or those derived from prices. The level 2 instruments include investment grade corporate bonds, and over-the-counter derivatives.

Level 2 investments could include those that are not traded in active markets and/or are subject to transfer restrictions (e.g. redemption restrictions). Valuations for these investments may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information. Typically, prices of units in unlisted managed investment trusts that are either published on the investment manager's website and/or circulated among market participants as executable quotes are categorised as level 2.

Investments classified within level 3 have significant unobservable inputs, as they are infrequently traded. Level 3 instruments include certain unlisted unit trusts and corporate debt securities. As observable prices are not available for these securities, the Fund will use valuation techniques to derive fair value.

Level 3 instruments could include distressed debt instruments, certain private equity and real estate investments that are not based on market inputs or securities that are in an inactive/illiquid market and are valued using models and internal data. Level 3 investments may be adjusted to reflect illiquidity and/or restrictions; however, the adjustments are not based on available market information. Level 3 instruments also include those that have stale price that is, where the pricing for a particular security has remained static for an extended period of time.

Level 3 valuations are reviewed quarterly by the relevant management. Management considers the appropriateness of the valuation inputs, methods and techniques used in the valuations. The valuation inputs are generally sourced from independent third-party pricing sources without adjustment such as stock exchanges, pricing agencies and/or fund managers. Where the inputs are considered stale, unobservable, and proprietary or from an inactive market, they are categorised as level 3.

Where a valuation model technique is used, the Fund considers other liquidity, credit and market risk factors, and adjusts the model as deemed necessary. There have been no changes to the valuation techniques used for financial instruments classified as levels 2 and 3.

There were no levels 2 and 3 instruments as at 31 December 2018.

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

For all other financial assets and financial liabilities in the statement of financial position, the directors consider that the carrying amounts approximate their fair value due to their short-term nature.

7 Payables

	As at 31 December 2018 \$'000
Management fees payable	55
Performance fees payable	111
Administration fees payable	17
Market making fees payable	22
Due to brokers – payable for securities purchased	1,911
Total payables	2,116

8 Segment Information

The Fund operates solely in the business of investment in companies listed on the global share markets. Revenue, profit, net assets and other financial information reported to and monitored by the Chief Operating Decision Maker (CODM) for the single identified operating segment are the amounts reflected in the Condensed statement of profit & loss and other comprehensive income, Condensed statement of financial position, Condensed statement of changes in equity and Condensed statement of cash flows. The CODM has been identified as the Chief Executive Officer.

9 Contingent assets, liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 31 December 2018.

10 Events occurring after the reporting period

No significant events have occurred since the end of the reporting period which would impact on the financial position of the Fund disclosed in the Condensed statement of financial position as at 31 December 2018 or on the results and cash flows of the Fund for the period ended on that date.

Directors' declaration

In accordance with a resolution of the directors of WCM Quality Global Growth Fund (Quoted Managed Fund) (the Fund), I state that:

In the opinion of the directors:

- (a) the interim financial statements and notes of the Fund are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Fund's financial position as at 31 December 2018 and of its performance for the period ended on that date; and
 - (ii) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.
- (c) the financial statements are in accordance with the Fund's Constitution.



Martin Switzer
Director Switzer Asset Management Limited



Jarrod Deakin
Director Switzer Asset Management Limited

Sydney
6 March 2019



Independent auditor's report to the unit holders of WCM Quality Global Growth Fund

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of WCM Quality Global Growth Fund (the Fund), which comprises the condensed statement of financial position as at 31 December 2018, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Fund is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Fund's financial position as at 31 December 2018 and of its financial performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Switzer Asset Management Ltd ("the Responsible Entity") are responsible for the preparation of the half-year 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 half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year 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, anything has come to our attention that causes us to believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Fund's financial position as at 31 December 2018 and its financial performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Fund, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for 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.

Independence

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

A handwritten signature in black ink that reads 'Ernst & Young' in a cursive style.

Ernst & Young

A handwritten signature in black ink that reads 'Luke Slater' in a cursive style.

Luke Slater
Partner
Melbourne
6 March 2019