

WCM Quality Global Growth Fund (Quoted Managed Fund)

ARSN 625 955 240

Interim financial report
for the half-year ended 31 December 2023

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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 the annual financial statements for the year ended 30 June 2023 and 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 AGP Investment Management Limited (ABN 26 123 611 978). The Responsible Entity's registered office is Level 12, 2 Chifley Square, Sydney NSW 2000.

Directors' Report

The Directors of AGP Investment Management Limited (ABN 26 123 611 978), 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 half-year ended 31 December 2023.

Responsible Entity

The Responsible Entity of WCM Quality Global Growth Fund (Quoted Managed Fund) is AGP Investment Management Limited (ABN 26 123 611 978). The Responsible Entity's registered office is Level 12, 2 Chifley Square, Sydney NSW 2000.

Directors

The following persons held office as Directors of Responsible Entity during the financial half-year and up to the date of this report.

Name	Title
James McNally	Chairman and Non-Executive Director
Martin Switzer	Director
Peter Switzer	Non-Executive Director
Tim Keegan	Non-Executive Director (appointed 15 February 2024)

Review and results of operations

During the half-year ended 31 December 2023, the Fund continued to invest 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 Fund delivered a return of 5.14% for the half-year, compared with its benchmark the MSCI All Country World ex-Australia Index (**Benchmark**) which returned 4.80%. Since inception, on 31 August 2018, the Fund has delivered a return of 10.89% per annum compared with Benchmark return of 9.83%.

Directors' Report (continued)

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

	<u>31 December 2023</u>	<u>31 December 2022</u>
Profit before finance costs attributable to unitholders (\$'000)	15,888	8,618
Distributions paid and payable (\$'000)	-	-
Distributions (cents per unit - CPU)	-	-

Significant changes in state of affairs

In the opinion of the Directors, there were no significant changes in the state of affairs of the Fund that occurred during the reporting period.

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 Interim Condensed Statement of Financial Position as at 31 December 2023 or on the results and cash flows of the Fund for the half-year ended on that date.

Rounding of amounts to the nearest thousand dollars

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, the amounts in the Directors' Report and in the interim condensed financial statements have been rounded to the nearest thousand dollars (\$000's).

Auditor independence declaration

A copy of the Auditor's Independence Declaration as required under *section 307C* of the *Corporations Act 2001* is set out on page 4.

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



James McNally
Chairman
AGP Investment Management Limited

Sydney,
12 March 2024



Accountants & Advisors

 Take the lead

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF RESPONSIBLE ENTITY OF QUALITY GLOBAL GROWTH FUND (QUOTED MANAGED FUND)

As lead auditor, I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2023 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review, and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

SW

SW Audit

Chartered Accountants

René Muller
Partner

Sydney, 12 March 2024

Brisbane

Level 15
240 Queen Street
Brisbane QLD 4000
T + 61 7 3085 0888

Melbourne

Level 10
530 Collins Street
Melbourne VIC 3000
T + 61 3 8635 1800

Perth

Level 18
197 St Georges Terrace
Perth WA 6000
T + 61 8 6184 5980

Sydney

Level 7, Aurora Place
88 Phillip Street
Sydney NSW 2000
T + 61 2 8059 6800



**Interim Condensed Statement of Profit or Loss and Other Comprehensive Income
for the half-year ended 31 December 2023**

	Notes	31 December 2023 \$'000	31 December 2022 \$'000
<i>Investment income</i>			
Dividend income		1,107	914
Net gains on financial instruments at fair value through profit or loss		17,012	9,601
Interest income		22	83
Total investment income		18,141	10,598
<i>Operating expenses</i>			
Management fees		2,002	1,777
Transaction costs		91	61
Administration fees		160	142
Total operating expenses		2,253	1,980
Profit before finance costs attributable to unitholders		15,888	8,618
<i>Finance costs attributable to unitholders</i>			
Distributions to unitholders	3	-	-
Increase in net assets attributable to unitholders	2	15,888	8,618
Profit/(loss) for the period attributable to unitholders		-	-
Other comprehensive income for the reporting period		-	-
Total comprehensive income for the period attributable to unitholders		-	-

The above Interim Condensed Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

**Interim Condensed Statement of Financial Position
as at 31 December 2023**

	Notes	31 December 2023 \$'000	30 June 2023 \$'000
Assets			
Cash and cash equivalents		3,618	5,206
Receivables	6	625	990
Financial assets at fair value through profit or loss	4	311,338	323,771
Total assets		315,581	329,967
Liabilities			
Payables	7	764	1,352
Total liabilities		764	1,352
Net assets attributable to unitholders - liability	2	314,817	328,615

The above Interim Condensed Statement of Financial Position should be read in conjunction with the accompanying notes.

**Interim Condensed Statement of Changes in Equity
for the half-year ended 31 December 2023**

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 half-year.

Changes in net assets attributable to unitholders are disclosed in Note 2.

**Interim Condensed Statement of Cash Flows
for the half-year ended 31 December 2023**

Notes	31 December 2023	31 December 2022
	\$'000	\$'000
<i>Cash flows from operating activities</i>		
Proceeds from sale of financial assets at fair value through profit or loss	130,661	117,569
Purchase of financial assets at fair value through profit or loss	(101,072)	(122,856)
Dividends received	993	950
Interest received	22	83
Management fees paid	(2,189)	(1,934)
Administration fees paid	(175)	(155)
Reduced input tax credit (RITC) received	217	193
Realised foreign exchange impacts	34	577
Net cash used in/(provided by) operating activities	28,491	(5,573)
<i>Cash flows from financing activities</i>		
Proceeds from application by unitholders	15,856	43,428
Payments for redemptions to unitholders	(45,827)	(14,860)
Distributions paid to unitholders	-	(16,494)
Net cash (provided by)/used in financing activities	(29,971)	12,074
Net (decrease)/increase in cash and cash equivalents	(1,480)	6,501
Cash and cash equivalents at the beginning of the period	(22,295)	21,577
Effects of exchange rate changes on the balance of cash held in foreign currencies	(108)	(577)
Cash and cash equivalents at the end of the reporting period	(23,883)	27,501
Non-cash financing activities	-	421

The above Interim Condensed Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

1. Basis of preparation of financial report

This general purpose financial report for the half-year ended 31 December 2023 has been prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting*.

The interim 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 the annual financial statements for the year ended 30 June 2023 and 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 12 March 2024. The Directors of the Responsible Entity have the power to amend and reissue the financial statements.

The accounting policies adopted are consistent with those of the previous financial year and the corresponding interim reporting period.

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*.

New or amended standards adopted by the Fund

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2023 that have a material impact on the amounts recognised in prior periods or will affect the current or future periods.

Rounding of amounts to the nearest thousand dollars

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, the amounts in the Directors' Report and in the interim condensed financial statements have been rounded to the nearest thousand dollars (\$000's).

WCM Quality Global Growth Fund (Quoted Managed Fund)

Notes to the Financial Statements (continued)

2. 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 the number of units and net assets attributable to unitholders during the half-year ended were as follows:

	31 December 2023		31 December 2022	
	No.'000	\$'000	No. '000	\$'000
Opening balance	44,729	328,615	42,698	254,818
Applications	2,130	15,845	7,079	44,459
Reinvestments	-	-	69	421
Redemptions	(6,101)	(45,531)	(2,128)	(13,613)
Increase in net assets attributable to unitholders	-	15,888	-	8,618
Closing balance	40,758	314,817	47,718	294,703

3. Distributions to unitholders

The Fund distributes annually as at 30 June. No distributions were made for the year ended 30 June 2023. Distributions would be paid during the half-year ended 31 December 2023.

4. Financial assets at fair value through profit or loss

	31 December 2023	30 June 2023
	\$'000	\$'000
Fair value through profit or loss		
Listed equities	311,338	323,771
Total financial assets at fair value through profit or loss	311,338	323,771

Notes to the Financial Statements (continued)

5. 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 for identical assets or liabilities.
- 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 Fund held \$311,338,000 Level 1 financial assets as at 31 December 2023 (30 June 2023: \$323,771,000). There were no Level 2 and 3 instruments as at 31 December 2023 (30 June 2023: Nil). For all other financial assets and liabilities, the carrying value is an approximation of fair value, including cash and cash equivalents, trade and other receivables and trade and other payables due to their short-term nature.

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.

31 December 2023

	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
Listed equities	311,338	-	-	311,338
Total financial assets at fair value through profit or loss	311,338	-	-	311,338

WCM Quality Global Growth Fund (Quoted Managed Fund)

Notes to the Financial Statements (continued)

5. Fair value of assets and liabilities (continued)

Fair value hierarchy (continued)

30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Listed equities	323,771	-	-	323,771
Total financial assets at fair value through profit or loss	323,771	-	-	323,771

6. Receivables

	31 December 2023 \$'000	30 June 2023 \$'000
Applications receivable	66	77
Due from brokers - receivable for securities sold	257	722
Dividend receivable	194	82
RITC receivable	108	109
Total receivables	625	990

7. Payables

	31 December 2023 \$'000	30 June 2023 \$'000
Administration fees payable	30	29
Management fees payable	373	359
Redemptions payable	147	443
Due to broker - payable for securities purchased	214	521
Total payables	764	1,352

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 Interim Condensed Statement of Profit or Loss and Other Comprehensive Income, Interim Condensed Statement of Financial Position, Interim Condensed Statement of Changes in Equity and Interim Condensed Statement of Cash Flows. The CODM has been identified as the Responsible Entity.

Notes to the Financial Statements (continued)

9. Contingent assets, liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 31 December 2023 (30 June 2023: Nil).

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 Interim Condensed Statement of Financial Position as at 31 December 2023 or on the results and cash flows of the Fund for the half-year 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 of the Responsible Entity:

- (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 2023 and of its performance for the half-year ended on that date,
 - (ii) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- (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, and
- (c) the financial statements are in accordance with the Fund's Constitution.



James McNally
Chairman
AGP Investment Management Limited

Sydney,
12 March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF WCM QUALITY GLOBAL GROWTH FUND (QUOTED MANAGED FUND)

Report on the Interim Financial Report

Conclusion

We have reviewed the accompanying interim financial report of WCM Quality Global Growth Fund (Quoted Managed Fund) (the Fund) which comprises the interim condensed statement of financial position as at 31 December 2023, the interim condensed statement of profit or loss and other comprehensive income, interim condensed statement of changes in equity and interim condensed statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of the Fund does not comply with the *Corporations Act 2001*, including:

- a. giving a true and fair view of the Fund's financial position as at 31 December 2023 and of its 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*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Fund in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibility of the Directors of the Responsible Entity for the Financial Report

The directors of the responsible entity of the Fund are responsible for the preparation of the interim 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 of the responsible entity determine is necessary to enable the preparation of the interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Brisbane
Level 15
240 Queen Street
Brisbane QLD 4000
T + 61 7 3085 0888

Melbourne
Level 10
530 Collins Street
Melbourne VIC 3000
T + 61 3 8635 1800

Perth
Level 18
197 St Georges Terrace
Perth WA 6000
T + 61 8 6184 5980

Sydney
Level 7, Aurora Place
88 Phillip Street
Sydney NSW 2000
T + 61 2 8059 6800



Auditor's Responsibilities for the Audit of the Financial Report

Our responsibility is to express a conclusion on the interim financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the interim 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 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an interim 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.

SW

SW Audit

Chartered Accountants



René Muller
Partner

Sydney, 12 March 2024