Argo Global Listed Infrastructure Limited

ACN 604 986 914

NTA & Investment update / 28 February 2017

Argo Global Listed Infrastructure Limited (AGLI) is a listed investment company which was established in 2015 to provide investors with exposure to a diversified portfolio of securities in the global listed infrastructure sector, contained within the simple and easily tradeable structure of an ASX-listed investment company. The investment objective is to provide shareholders with a mix of long-term capital growth and dividend income.

About the Company

ASX code (shares)	ALI
ASX code (options)	ALIO
Listing date	3 July 2015
Market cap.	A$241m
Shares on issue	143,230,344
Options outstanding	142,983,614
Option exercise price (1:1)	$2.00
Options expiry	March 2017

Net Tangible Asset backing per share (NTA)

Pre-tax NTA per share	$1.95
Post-tax NTA per share	$1.96

These NTA figures are after allowing for the interim dividend for the year ending 30 June 2017 of 1 cent per share, and are not adjusted for any dilution due to the outstanding options which are exercisable at $2.00.

The post-tax figure takes into account the provision for deferred tax on set-up costs and estimates of net tax provisions that may arise should the entire portfolio be disposed of on the above date.

Investment strategy

AGLI invests in an actively managed global infrastructure portfolio of 50-100 stocks, including global listed infrastructure securities (80-100%); global infrastructure fixed income securities (0-20%) and cash in A$ (0-5%).

The geographical and infrastructure subsector splits of the portfolio at month end are illustrated on the next page.

There is no debt and the portfolio is unhedged for currency.

Performance

	1 mth	3 mths	1 year	Since inception
Pre-tax NTA	2.7%	4.3%	3.0%	1.8%
Benchmark	2.2%	3.8%	7.1%	8.5%
MSCI World (A$)	1.5%	3.6%	12.7%	7.1%

Returns of the company are net of fees, expenses and tax. Benchmark - the A$ blend of 90% of the FTSE Global Core Infrastructure 50/50 Index and 10% of the Merrill Lynch Fixed Rate Preferred Securities Index. Inception date is 3 July 2015.

Monthly commentary

Global listed infrastructure stocks advanced in February, and in general markets added to their post US election gains, supported by continued expectations of growth-friendly initiatives, along with a decline in bond yields.

Toll roads were aided by a strong gain from Australia's Transurban, the largest company in the subsector. A number of toll road operators in emerging markets also outperformed, including CCR in Brazil, following its equity raising to fund new projects over the next 12 to 18 months.

Utilities also performed well, particularly electric companies which improved after a flat January. Solid performers included Edison International and PG&E, two California-based utilities which are relatively large holdings in AGLI's portfolio, after benefiting from a clarifying regulatory settlement with key consumer groups. Water companies also performed well, and in the gas distribution subsector, Sempra Energy outperformed after the company announced a 9% increase in its dividend and raised its 2017 earnings guidance.

Satellite stocks rebounded after their sharp falls in January on increased competition concerns. Midstream energy was the only subsector in the index to decline in local currency terms, underperforming for the second consecutive month as the oil price remained in a tight range of $50 to $55 per barrel. Enbridge and Spectra Energy completed their merger, creating North America's largest network of oil and natural gas pipelines.

The portfolio had a positive total return for the month and outperformed its benchmark. Cohen & Steers has had a constructive view on the US economy for some time and this exposure has led to the recent outperformance. Stock selection in the gas distribution, electric utilities and airports subsectors has also been a positive contributor.

Argo Global Listed Infrastructure Limited

Website	www.argoinfrastructure.com.au
Email	invest@argoinfrastructure.com.au
Telephone	08 8210 9555
Postal Address	GPO Box 2692 Adelaide SA 5001
Registered Address	19 Grenfell Street Adelaide SA 5000

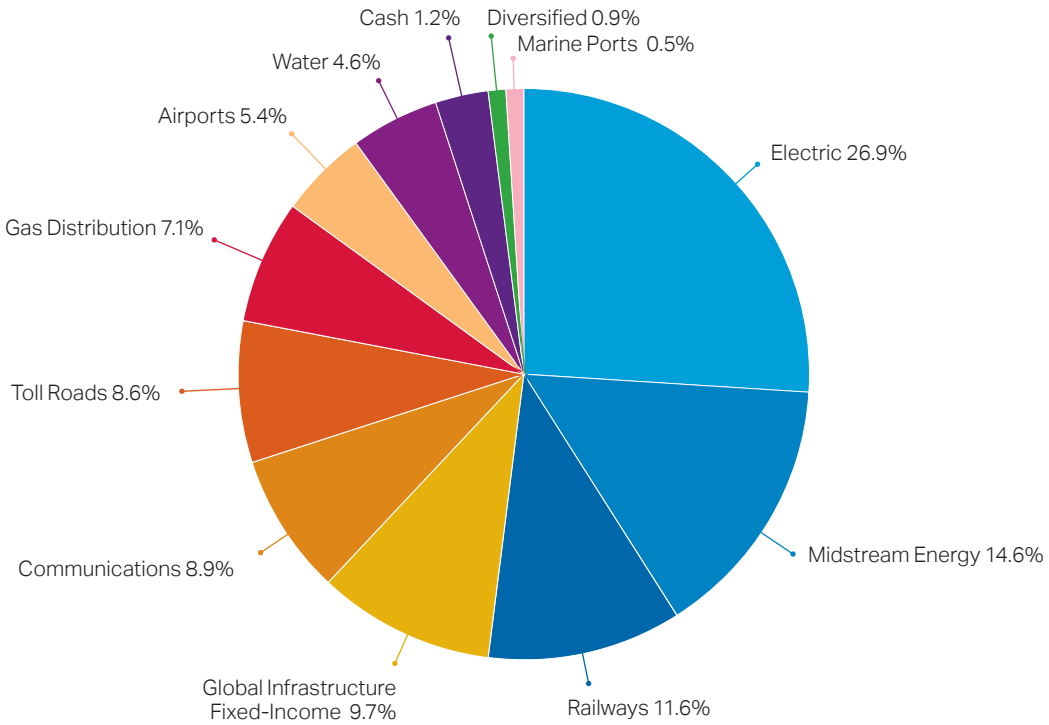
Share Registry	Computershare Investor Services
Website	www.investorcentre.com
Telephone	1300 389 922 (in Australia)
	+61 3 9415 4610 (outside Australia)
Postal Address	GPO Box 2975 Melbourne VIC 3001

Argo Global Listed Infrastructure

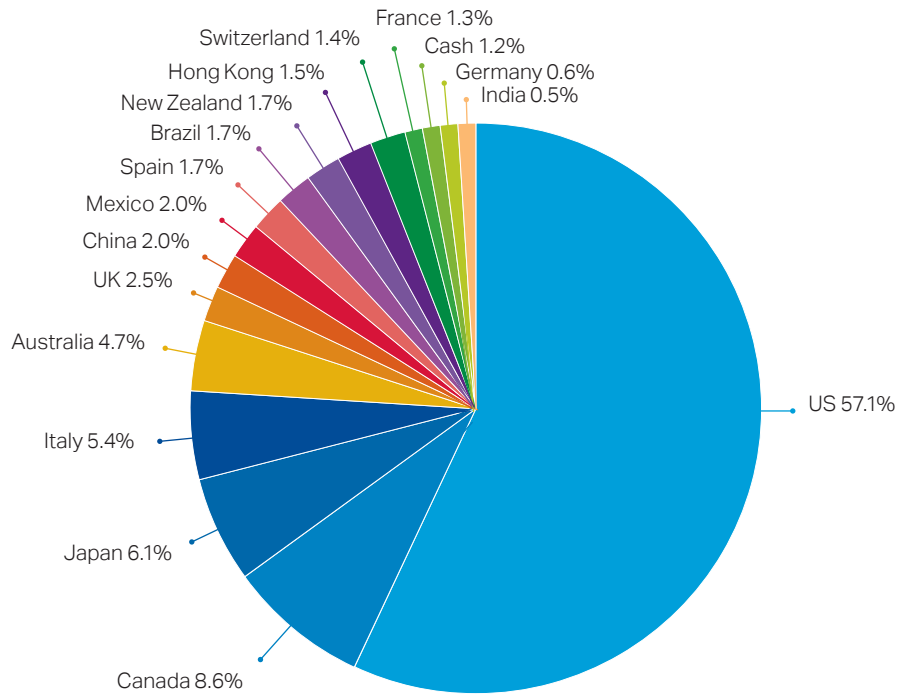
COHEN & STEERS

Portfolio Diversification / 28 February 2017

Subsector diversification



Geographic diversification by country of listing



About the Portfolio Manager

The day to day active management of the portfolio is outsourced to the New York based specialist fund manager, Cohen & Steers.

Cohen & Steers is listed on the New York Stock Exchange and manages funds of approximately US$50 billion from offices around the world.

About the Manager

AGLI is managed by Argo Service Company Pty Ltd (ASCO), which is a wholly owned subsidiary of Argo Investments Limited. ASCO provides management, administrational and financial services to AGLI under AFSL no. 470477.

This report has been prepared by Argo Service Company Pty Ltd (ACN 603 367 479; AFSL 470477), as general information only and is not intended to provide financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances before making any investment decisions. Past performance is no guarantee of future results.