



Company	Djerriwarrh Investments Limited
Code	DJW
Meeting	AGM
Date	8 October 2019
Venue	ZINC Federation Square, CNR of Swanston Street and Flinders Street, Melbourne
Proxy Voter	Brian Chapman

Number attendees at meeting	100 attendees (shareholders, visitors)
Number of holdings represented by ASA	34
Value of proxies	\$5.6m
Number of shares represented by ASA	1.26m (equivalent to 10th largest holder)
Market capitalisation	\$1.130 m
Were proxies voted?	Yes, show of hands
Pre AGM Meeting?	No

Djerriwarrh Investments Limited is a listed investment company (LIC) investing in a diversified portfolio of Australian and New Zealand equities.

The Chairman's presentation to the shareholders at the AGM can be read at [this link](#). 2019 marked the 30th anniversary of Djerriwarrh's establishment in 1989.

The Chairman commenced the meeting by thanking the 3,500 shareholders who participated in the recent client survey. The results were beneficial and provided insight into shareholder requirements which Djerriwarrh will implement changes to educate and benefit shareholders. The shares were trading at an 8% premium to the Net Asset backing.

The results for this year were a slight improvement on 2018. The philosophy is to encourage quality, growth and dividend stock. The company is looking at value and active management of the portfolio for the long term including the utilisation of options. The active use of options (to buy/sell), accounted for 30% to 50% of the portfolio. The company retains the actual share and undertakes options strategies for the purpose of generating extra income for the benefit of shareholders. The options strategies require a good level of volatility.

The directors believe that the share market is at a mature stage with declines in the EU/China but counterbalanced by improvements in the expanding USA which is responding well to interest rate cuts. Above average results for the portfolio will be based on strong value-based holdings, or

shares that have fundamentally good businesses, good proven cash flow, appropriate and manageable levels of debt. The number of holdings has been reduced to 52 from 71. Examples of the stocks' portfolio performance over the 12-month period were: BHP, Commonwealth Bank, Telstra, Brambles, Lendlease, CSL and Transurban. Lendlease was illustrated by outlining that it has a 15-year pipeline of opportunities.

All three voting items were passed on a show of hands with strong proxy support. After the meeting we met with the chairman and discussed the board composition and found that it had a diverse mix of people with adequate representation from men and women.