



ASX Announcement

Market Announcements Office
ASX Limited
20 Bridge Street
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2 December 2020

MARKET UPDATE – STRONG OPERATING PROFIT NOVEMBER 2020

Microequities Asset Management Group Limited (Microequities or the Company) (ASX:**MAM**) wishes to provide the following financial update.

The strong investment performance by our investment Funds experienced since March 2020 has continued into November. We are pleased to report that all our open-ended investment Funds achieved record highs as of 30th of November 2020. The strong investment performance drove our November operating profit from investment management* to approximately \$2.4m and the FY21 year to date operating profit from investment management to approximately \$4.3m (based on unaudited management accounts), compared to \$2.36m for 1H20 (the six month period to 31 December 2019). These figures include a sizable component of income generated from performance fees which are volatile and unpredictable and non-recurring in nature.

The Board wishes to advise that whilst marked to market pricing conditions remain subject to greater than usual volatility, we are pleased to report that the investment management team have continued to identify a large number of high quality investment opportunities and that those opportunities will provide future potential sources of strong investment performance.

The Company continues to build a strong capital position providing the company a number of alternatives to create additional shareholder value. First half FY21 results are expected to be released on the 18th of February 2021.

* Operating profit from investment management excludes share based payments and revaluation of investments held on the balance sheet.

This announcement has been authorised for release by the Board

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About Microequities (ASX:MAM): Microequities is a boutique value driven Fund manager specialised in exchange listed industrial microcaps and small caps. Established in 2005 as an investment research house, the company expanded into funds management in early 2009 by launching its flagship fund - the Deep Value Fund. Today Microequities manages five investment funds. For further information visit www.microequities.com.au