

## Dear Fellow Shareholder,

### Investment portfolio performance

We are pleased to share the January Future Generation Global (ASX: FGG) and Future Generation Australia (ASX: FGX) investment portfolio performance:

- The Future Generation Global investment portfolio increased 3.4%, outperforming the MSCI AC World Index (AUD) by 1.2% in January. The investment portfolio has increased 25.5%\* over the past 12 months.
- The Future Generation Australia investment portfolio increased 3.8%, while the S&P/ASX All Ordinaries Accumulation Index rose 4.4% during the month. The investment portfolio has increased 16.5%\* over the past 12 months.
- Since inception, the Future Generation Global investment portfolio has increased 10.0%\* per annum and the Future Generation Australia investment portfolio has increased 9.6%\* per annum.

### Future Generation appoints Chief Investment Officer

We are pleased to announce the appointment of Lee Hopperton as Chief Investment Officer at Future Generation. Lee joins us from Perpetual Asset Management, where he was Head of Private Wealth, Listed Products and Direct Investments. He has held senior roles at Pental, Auscap Asset Management, JP Morgan Chase & Co., Macquarie and Westpac, with experience working in Europe and Asia.

Lee's extensive expertise in investment markets will play a key role in enhancing our investment strategies and our engagement with shareholders. Please read our full Q&A interview with Lee on slide 4.

### Future Generation Global adds three new fund managers

We are pleased to welcome [Fairlight Asset Management](#), [GCQ Funds](#) and [Langdon Equity Partners](#) into the Future Generation Global investment portfolio. GCQ Funds has a track record of exceptional performance and is complementary to the existing manager line up. Langdon Equity Partners and Fairlight Asset Management have both delivered strong performance and will further diversify Future Generation Global's small and mid-size company exposures. The Future Generation Global Investment Committee believe these are key features that will complement the existing investment portfolio.

### Register for the FY2024 Results Q&A Webinars

We look forward to sharing our full-year results in the coming weeks and invite you to register for our upcoming results webinars in March. Please email us any questions beforehand [here](#) or submit them during the webinars.

[Register](#) for the **Future Generation Australia FY2024 Results Q&A Webinar** 11:00am (Sydney time), Thursday 13 March 2025, with Dr Philip Lowe, Chair of Future Generation Australia, Jun Bei Liu from Ten Cap, and Dr Katrina Lines, CEO of Act for Kids.

[Register](#) for the **Future Generation Global FY2024 Results Q&A Webinar** 11:00am (Sydney time), Friday 14 March 2025, with Geoff Wilson AO, Founder and Director of the Future Generation companies, Nick Griffin from Munro Partners, and Suzanne Dick, CEO of Prevention United.

### National Shareholder Presentations

We invite you to join our National Shareholder Presentations in April as we travel across Australia to provide updates on the Future Generation companies. [Register](#) to join us in Canberra, Sydney, Brisbane, Hobart, Melbourne, Adelaide and Perth for company updates, market insights, stock picks from our leading fund managers, and to learn about the incredible work of the non-profits we support.

Join us in-person at our Shareholder Presentations 

Please call or email us if you have any questions on (02) 9247 9202 or email [info@futuregeninvest.com.au](mailto:info@futuregeninvest.com.au).



Caroline Gurney  
CEO, Future Generation

\*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant indexes which are also before expenses, fees and taxes.



## \$87.2m

SOCIAL  
INVESTMENT  
TO 2024



## \$5.4m

Future  
Generation  
Australia  
2024

## \$5.9m

Future  
Generation  
Global  
2024

### 2024 total social investment

## \$11.3m

### 2024 annualised savings on management fees, performance fees and service provider fees forgone

## \$17.8m

### Total annualised savings on management fees, performance fees and service provider fees forgone since inception to 2024

## \$149.1m

## Investment portfolio performance

Net tangible assets before tax	Assets	Dividends paid since inception (per share)
<b>145.21c</b>	<b>\$597.9m</b>	<b>50.0c</b> Including the value of franking credits: 71.4c
Net tangible assets after tax and before tax on unrealised gains	Market capitalisation <sup>#</sup>	Profits reserve (per share)
<b>140.59c</b>	<b>\$515.5m</b>	<b>41.5c</b>
Net tangible assets after tax	Volatility <sup>**</sup>	Grossed-up dividend yield <sup>^</sup>
<b>137.11c</b>	<b>11.6%</b> S&P/ASX All Ordinaries Accumulation Index: 14.0%	<b>8.0%</b> Annualised fully franked interim dividend yield: 5.6% <sup>#</sup>

<sup>#</sup>Based on the 31 January 2025 share price of \$1.26 per share and the annualised FY24 fully franked interim dividend of 7.0 cents per share. Future Generation Australia has 409,116,676 shares on issue.

<sup>\*\*</sup>Volatility shows the degree to which the returns of the portfolio move around from their long-run average. It can be thought of as a measure of the risk in the investment portfolio. Volatility is measured by standard deviation, a statistical measurement.

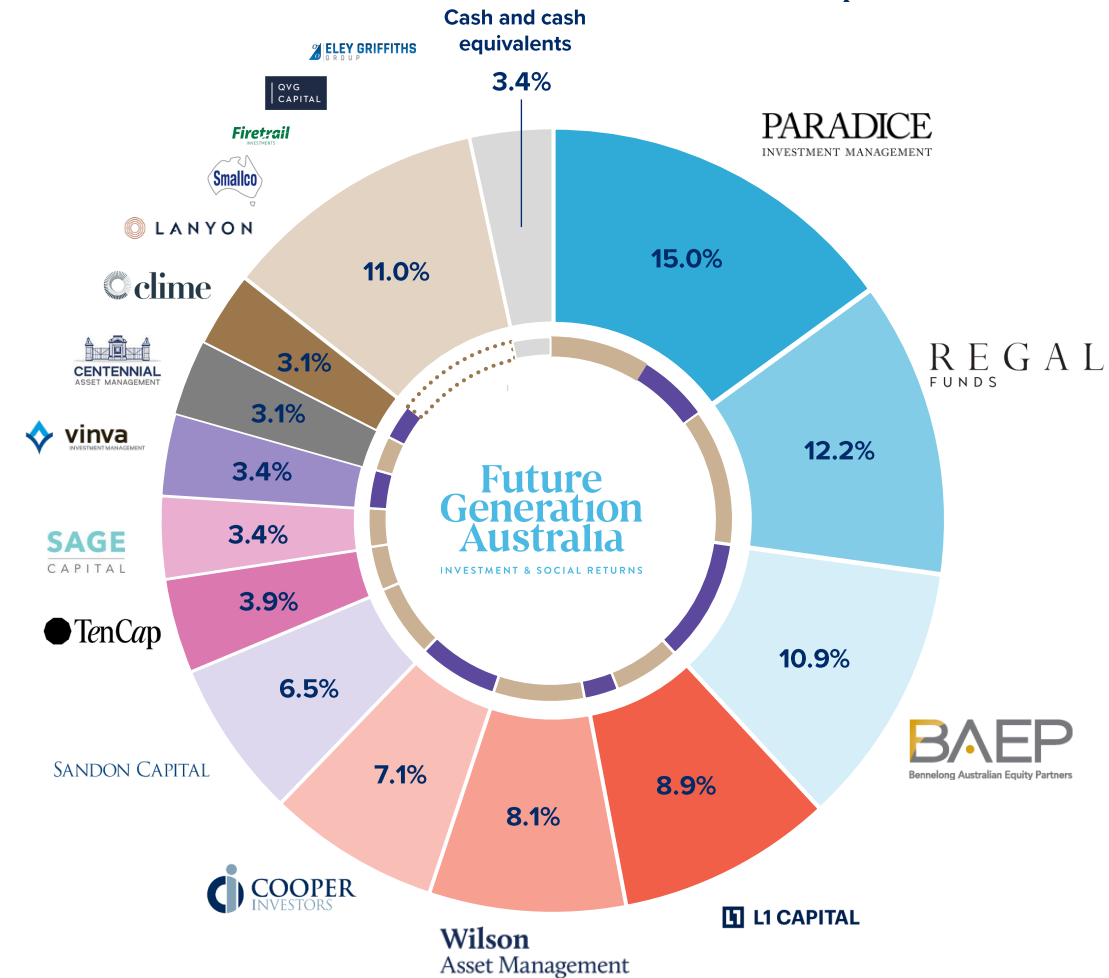
<sup>^</sup>Grossed-up dividend yield includes the value of franking credits and is based on a tax rate of 30.0%.

Investment portfolio performance at 31 January 2025	1 mth	1 yr	3 yrs %pa	5 yrs %pa	7 yrs %pa	Since inception %pa (Sept-14)
Future Generation Australia	3.8%	16.5%	8.2%	9.1%	9.2%	9.6%

Investment portfolio performance is before expenses, fees and taxes. Future Generation Australia's financial year is from 1 January to 31 December.

## Fund manager allocations

0% management fees  
0% performance fees



### 11.0% fund manager breakdown

Fund Manager	Allocation (%)	Category	Percentage
Lanyon Asset Management	2.9%	Absolute bias	54.8%
Smallco Investment Manager	2.5%	Long equities	41.8%
Firetrail Investments	2.3%	Cash	3.4%
QVG Capital	1.9%		
Eley Griffiths Group	1.4%		

## Investment portfolio performance

Net tangible assets before tax	Assets	Profits reserve (per share)
<b>173.38c</b>	<b>\$696.0m</b>	<b>69.8c</b>
Net tangible assets after tax and before tax on unrealised gains	Market capitalisation <sup>#</sup>	Dividends paid since inception (per share)
<b>169.86c</b>	<b>\$566.6m</b>	<b>30.4c</b> Including the value of franking credits: 43.4c
Net tangible assets after tax	Volatility <sup>**</sup>	Grossed-up dividend yield <sup>^</sup>
<b>158.49c</b>	<b>9.8%</b> MSCI AC World Index (AUD): 10.6%	<b>7.4%</b> Annualised fully franked interim dividend yield: 5.2% <sup>#</sup>

<sup>#</sup>Based on the 31 January 2025 share price of \$1.42 per share and the annualised FY24 fully franked interim dividend of 7.4 cents per share. Future Generation Global has 398,982,760 shares on issue.

<sup>\*\*</sup>Volatility shows the degree to which the returns of the portfolio move around from their long-run average. It can be thought of as a measure of the risk in the investment portfolio. Volatility is measured by standard deviation, a statistical measurement.

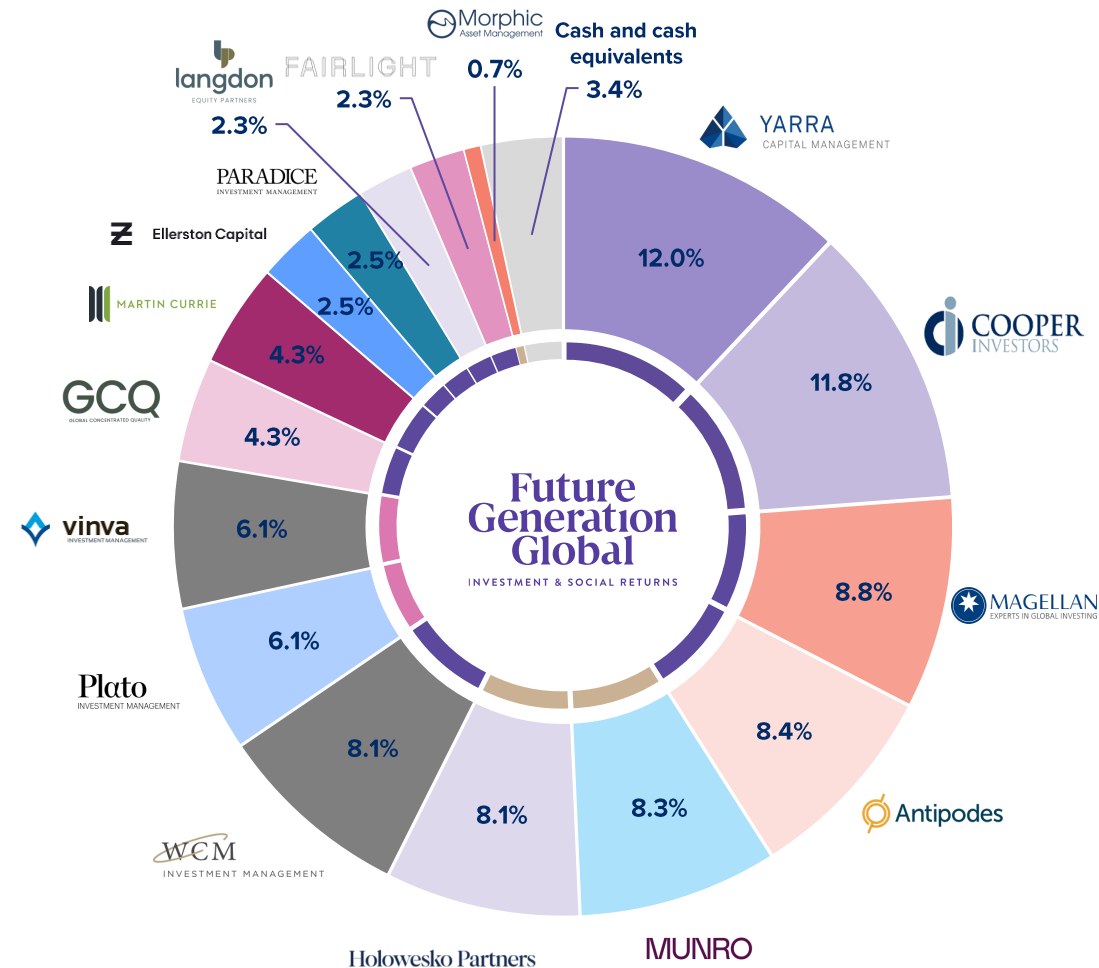
<sup>^</sup>Grossed-up dividend yield includes the value of franking credits and is based on a tax rate of 30.0%.

Investment portfolio performance at 31 January 2025	Since inception					
	1 mth	1 yr	3 yrs %pa	5 yrs %pa	7 yrs %pa	%pa (Sept-15)
Future Generation Global	3.4%	25.5%	10.1%	9.0%	10.6%	10.0%

Investment portfolio performance is before expenses, fees and taxes. Future Generation Global's financial year is from 1 January to 31 December.

## Fund manager allocations

0% management fees  
0% performance fees



Long equities	67.3%
Absolute bias	17.1%
Quantitative	12.2%
Cash	3.4%

# Future Generation Chief Investment Officer Appointment

INVESTMENT & SOCIAL RETURNS

## Lee Hopperton Chief Investment Officer

**You have a wealth of investment experience, having worked at the likes of Macquarie and JP Morgan. What is it about becoming Chief Investment Officer (CIO) at Future Generation that excites you?**

I have always had a passion for investing and markets, but what really interests me here is the opportunity to make a tangible difference in people's lives – both financially and socially.

Future Generation has this amazing, unique model that I have admired for years. I can't think of any other investment that allows you to have such a positive impact in your community, without taking a hit to your hip pocket. In fact, it's not just that you aren't taking a hit to your hip pocket; it's that you are actually getting a boost to your hip pocket! That's a combination I think more people should be jumping on.

Future Generation also has such a high-calibre team - from its chairs, Philip Lowe and Jennifer Westacott, to its Board Directors, to its Investment Committee members, to its incredible roster of boutique fund managers. They all donate their skills and services for free, and I'm excited to work with such a talented and passionate team.

On top of that, I have been involved in some fantastic not-for-profit initiatives in the past. I have served as treasurer for a children's charity in Australia, so I really understand how important reliable funding is and how much good it can do. I am motivated by the fact that Future Generation has already invested almost \$90 million in long-term funding to support youth at risk and youth mental health. Having three children myself, I understand how important these issues are, and I am eager to help drive that contribution even higher.

### **What will the role of CIO actually involve?**

Generally speaking, I will be working with the Future Generation CEO and team to ensure that more people understand just how powerful the model is - not just as a way to save and generate income, but as a way to make a real social impact. We will continue to raise awareness, get more investors on board, make sure that our investment strategy is on point, and maximise the benefits for our investors.

In particular, I will be working closely with the Future Generation Australia and Future Generation Global Investment Committees, which include experts from JANA, Morningstar and Lonsec, as well as leading fund managers. I'll then make sure that our investment strategy is well communicated to brokers, financial planners and high net worth investors.

I am lucky in that my most recent job was running the private wealth business at Perpetual Asset Management, where I built a substantial network of advisers and family offices. I am confident that I can strengthen Future Generation's relationships with these important stakeholders and convince them of the benefits of the model.

### **What will success look like to you?**

If we can get more people involved in the Future Generation movement, it will really help us to narrow the Future Generation share price discount to net tangible assets (NTA). This is a top priority for the entire Future Generation team. I will feel like we have done our job when the share price more accurately reflects the value of these two great companies.

### **What is the best investment advice you have ever received?**

Can I give you two bits of advice? The first is that it is all about patience and taking a long-term horizon. The second is to only invest in something you understand and believe in!



### **Could you tell us a little more about your background? What makes you the right person for the job?**

I spent the first 16 years of my career at Macquarie and JP Morgan as an equities analyst in Sydney, and then I moved to London where I worked on the institutional equities desk. I was fortunate enough to run the Asia Pacific trading desk at JPMorgan in London for a few years, and then I moved to Asia where I managed the Korean equities floor.

More than ten years ago, my family and I returned to Australia where I've worn a few different hats: CEO of a boutique equities manager, and more recently, running the private wealth business at Perpetual Asset Management, including overseeing listed funds. But I have also had a lot of experience on the not-for-profit side – I was a board member and treasurer of an early intervention children's charity in New South Wales for many years.

I believe my experience across both the financial world and social impact initiatives gives me a unique perspective and I am genuinely excited to bring these skills to Future Generation.

The Future Generation companies provide exposure to leading Australian and global fund managers

**Future Generation Australia fund managers**

**Future Generation Global fund managers**

**Our social impact partners**



**Our pro bono service providers**



**Fund manager  
allocation and  
investments at  
market value as at  
31 January 2025**

Fund Manager	Investment	Strategy	% of Gross Assets
	<b>Equity Alpha Plus/Mid Cap Funds (split out below)</b>		<b>15.0%</b>
Paradice Investment Management	Paradice Equity Alpha Plus Fund	Absolute bias	8.8%
	Paradice Australian Mid Cap Fund	Long equities	6.2%
Regal Funds Management	Regal Australian Long Short Equity Fund	Absolute bias	12.2%
Bennelong Australian Equities Partners	Bennelong Australian Equities Fund	Long equities	10.9%
	<b>Long Short/Catalyst Funds (split out below)</b>		<b>8.9%</b>
L1 Capital	L1 Capital Long Short Fund	Absolute bias	5.9%
	L1 Capital Catalyst Fund	Long equities	3.0%
	<b>Equity/Leaders Funds (split out below)</b>		<b>8.1%</b>
Wilson Asset Management	Wilson Asset Management Equity Fund	Absolute bias	4.4%
	Wilson Asset Management Leaders Fund	Absolute bias	3.7%
Cooper Investors	Cooper Investors Australian Equities Fund	Long equities	7.1%
Sandon Capital	Sandon Capital Activist Fund	Absolute bias	6.5%
Ten Cap Investment Partners	Ten Cap Alpha Plus Fund	Absolute bias	3.9%
Sage Capital	Sage Capital Equity Plus Fund	Absolute bias	3.4%
Vinva Investment Management	Vinva Australian Equities Fund	Long equities	3.4%
Centennial Asset Management	The Level 18 Fund	Absolute bias	3.1%
Clime Investment Management	Clime All Cap Australian Equities Fund	Long equities	3.1%
Lanyon	Lanyon Investment Fund	Absolute bias	2.9%
Smallco Investment Manager	Smallco Broadcap Fund	Long equities	2.5%
Firetrail Investments	Firetrail High Conviction Fund	Long equities	2.3%
QVG Capital	QVG Opportunities Fund	Long equities	1.9%
Eley Griffiths Group	Eley Griffiths Group Small Companies Fund	Long equities	1.4%
	Cash and cash equivalents		3.4%

**Fund manager  
allocation and  
investments at  
market value as at  
31 January 2025**

<b>Fund Manager</b>	<b>Investment</b>	<b>Strategy</b>	<b>% of Gross Assets</b>
Yarra Capital Management	Yarra Global Share Fund	Long equities	12.0%
Cooper Investors	Cooper Investors Global Equities Fund (Unhedged)	Long equities	11.8%
Magellan Asset Management	Magellan Global Fund	Long equities	8.8%
Antipodes Partners	Antipodes Global Value Fund	Long equities	8.4%
Munro Partners	Munro Global Growth Fund	Absolute bias	8.3%
Holowesko Partners	Holowesko Global Fund Limited - Class A	Absolute bias	8.1%
WCM Investment Management	WCM Quality Global Growth Fund (Hedged)	Long equities	8.1%
Plato Investment Management	Plato Global Alpha Fund – Class Z	Quantitative	6.1%
Vinva Investment Management	Vinva International Equity Fund	Quantitative	6.1%
GCQ Funds Management	GCQ Flagship Fund - A	Long equities	4.3%
Martin Currie Investment Management	Martin Currie Global Long-Term Unconstrained Fund	Long equities	4.3%
Ellerston Capital	Ellerston Global Mid Small Cap Fund	Long equities	2.5%
Paradice Investment Management	Paradice Global Small Cap Fund	Long equities	2.5%
Langdon Equity Partners	Langdon Global Smaller Companies Fund - Class Z	Long equities	2.3%
Fairlight Asset Management	Fairlight Global Small & Mid Cap (SMID) Fund	Long equities	2.3%
Morphic Asset Management	Morphic Ethical Equities Fund Limited	Absolute bias	0.7%
	Cash and cash equivalents		3.4%