VGI Partners
Global Investments Limited
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17 August 2021

ASX Market Announcements
ASX Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

BY ELECTRONIC LODGEMENT

Annual Report and Financial Statements for the year ended 30 June 2021

VGI Partners Global Investments Limited (ASX:VG1) hereby lodges:

- Appendix 4E for the year ended 30 June 2021; and
- Annual Report for the year ended 30 June 2021, incorporating the Chairman's Letter and Financial Statements.

Authorised for release by:

Ian Cameron, Company Secretary

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VGI PARTNERS Global Investments

Appendix 4E

for the year ended 30 June 2021

Reporting periods

Current reporting period	1 July 2020 - 30 June 2021
Previous corresponding period	1 July 2019 - 30 June 2020

<u>Results for announcement to the market</u>

	30 June 2021	Up / down	% Movement
Income from ordinary activities	267,392,998	Up	832%
Profit before tax for the period	218,182,042	Up	434%
Net profit from ordinary activities after tax	153,921,468	Up	438%

Dividend information

	Dividend per share (cents)	Franked amount per share (cents)	Tax rate for franking
2021 Final dividend cents per share	5.5	5.5	30%
2021 Interim dividend cents per share	1.5	1.5	30%

Final dividend dates

Ex-date	26 August 2021
Record date	27 August 2021
Last election date for dividend reinvestment	30 August 2021
Payment date	29 September 2021

Dividend reinvestment plan

The Dividend Reinvestment Plan (**DRP**) is in operation for shareholders in the Company and the fully franked dividend of 5.5 cents per share qualifies for the DRP.

Net tangible assets per share	30 June 2021	30 June 2020	Up / down	% Movement
Pre-tax	$2.73	$2.21	Up	23.5%
Post-tax excluding deferred tax liabilities / deferred tax assets on unrealised gains / losses	$2.69	$2.27	Up	18.5%
Post-tax including deferred tax liabilities / deferred tax assets on unrealised gains / losses	$2.56	$2.19	Up	16.9%

Brief explanation of results and Company outlook

Refer to the attached 2021 Annual Report. Additional Appendix 4E disclosure requirements can be found in the notes to the financial statements.

On-market share buy-back

On 18 August 2020, the Company announced its intention to commence an on-market share buy-back for up to 10% of shares issued over a period of 12 months with the objective of capital management. During the year ended 30 June 2021, the Company bought back 22,065,775 shares at a cost of $50,208,320 (excluding brokerage).

Audit

This report is based on the financial report which has been audited by Pitcher Partners. All the documents comprise the information required by Listing Rule 4.3A.

VGI PARTNERS
Global Investments

ABN 91 619 660 721

2021 Annual Report
Year ended 30 June 2021

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Annual General Meeting 2021

Tuesday, 16 November 2021

Notice of the Annual General Meeting will be forwarded to all Shareholders separately.

Corporate Governance

The Board of Directors of VGI Partners Global Investments Limited ABN 91 619 660 721 (**VG1** or **the Company**) is responsible for corporate governance. The Board has chosen to prepare the Corporate Governance Statement (**CGS**) in accordance with the fourth edition of the ASX Corporate Governance Council's Principles and Recommendations.

The Company's CGS is available on the Company's website at www.vgipartners.com/lics/vg1 under the "Other VG1 Resources" section.

Letter from the Chairman

Dear Fellow Shareholders,

I would like to thank you all for your continued support of VGI Partners Global Investments Limited (**VG1**, the **Company**) during the 2021 financial year (**FY21**).

Financial Highlights

The Company's post-tax result for FY21 was a profit of $153.9 million equating to earnings per share of 38.21 cents. This strong result came from the Company's portfolio return of 25.6%, net of fees and before tax. Post-tax Net Tangible Assets (**NTA**) per share rose from $2.27 to $2.69, an increase of 18.5%, and a total of 3 cents of fully franked dividends were paid to shareholders in September 2020 and March 2021.

During the course of the year we were pleased to see that the share price to NTA gap narrowed materially, contributing to a strong 36.3% total return for shareholders over the 12 month period, reflecting both share price gains and dividends paid.

On 11 May 2021, the Company announced that the Board intends to target a 4% p.a. fully franked dividend yield. As a result, the Company has declared a final dividend of 5.5 cents per share (fully franked) for the six month period to 30 June 2021 to be paid on 29 September 2021. Total dividends for FY21, including the interim dividend of 1.5 cents, are 7 cents per share. The 5.5c final dividend represents a 2.2% yield on the Company's share price as at 30 June 2021, or 4.5% if annualised.

The Company also announced in August 2020 that it would be commencing an on-market buy-back. Buying shares at a discount-to-NTA is beneficial in two ways. Firstly, it is accretive for all shareholders, driving up per share metrics including NTA, and this benefit is greater the wider the discount between share price and NTA. The Board has requested VGI Partners Limited (**VGI Partners**, or the **Manager**) be particularly active in the buy-back on the days that the discount-to-NTA is high. Secondly, on-market buying of shares can boost liquidity and may assist in supporting the share price at times. As of 16 August 2021, approximately 26 million shares (or 6% of capital) had been purchased under the buy-back. Standard buy-back terms are for 12 months, with the original buy-back due to expire on 1 September. The Board has agreed to extend the terms of the buy-back for an additional 12 months, with the new expiry date being 1 September 2022.

VG1 Investment Philosophy and Objectives

VG1 was established to provide investors with access to a concentrated portfolio, predominantly comprised of long investments and short positions in global listed securities, as well as the investment expertise of the Manager, VGI Partners. The Manager's objective is to achieve for VG1 shareholders an average compound annual return of 10-15% p.a. (post fees and expenses) over a period of more than five years.

The Manager has a risk-adjusted return philosophy which is implemented through three key tenets:

- **Capital preservation** – First, by investing in high-quality businesses that are easy to understand and that trade at prices which the Manager believes exhibit a sufficient 'margin of safety' – that is, trading at prices that are significantly below the intrinsic value of the business. And second, by using little or no leverage and keeping prudent cash buffers.
- **Superior long-term compound growth** – Great businesses purchased with a 'margin of safety' held for the long-term are best placed to provide superior risk-adjusted compound returns.
- **Concentration** – The Manager aims to be concentrated enough in its best ideas so as not to dilute overall returns but hold enough long investments to provide an appropriate level of diversification. The top five long investments will typically represent 40-50% of the portfolio net asset value.

As many shareholders would be aware, VG1 seeks to replicate the VGI Partners Master Fund (**Master Fund**), an unlisted wholesale-investor fund managed by the VGI Partners, which has the same global strategy. The Master Fund has achieved compound returns of +13.8% p.a. (post fees and expenses) since inception 12.5 years ago. This is in line with the Managers' target return of 10-15% net of fees and has been achieved with an average net equity exposure of 70% and with less volatility than key global indices. We believe that over the long term this risk-adjusted return is attractive versus the track record of many other investments on offer.

VGI Partners, as the Manager, has an on-going commitment to pay all allowable operating costs of VG1. In FY21 this amounted to over $781,000, and included ASX and ASIC fees, audit costs, legal and tax advice costs and any fees charged by the Company's Fund Administrator. Many other competing investment offerings apply these charges to investors.

VG1 Portfolio

The VG1 portfolio's average monthly net equity exposure in the financial year was 78% (91% long investments less 13% short positions). This means that for every $100,000 invested with VG1 during the year, shareholders owned long $91,000 of equities and had sold short $13,000 of equities. This represents a net equity exposure of $78,000.

In terms of stock positioning, the VG1 portfolio had 32 long investments and 13 short positions as at 30 June 2021.

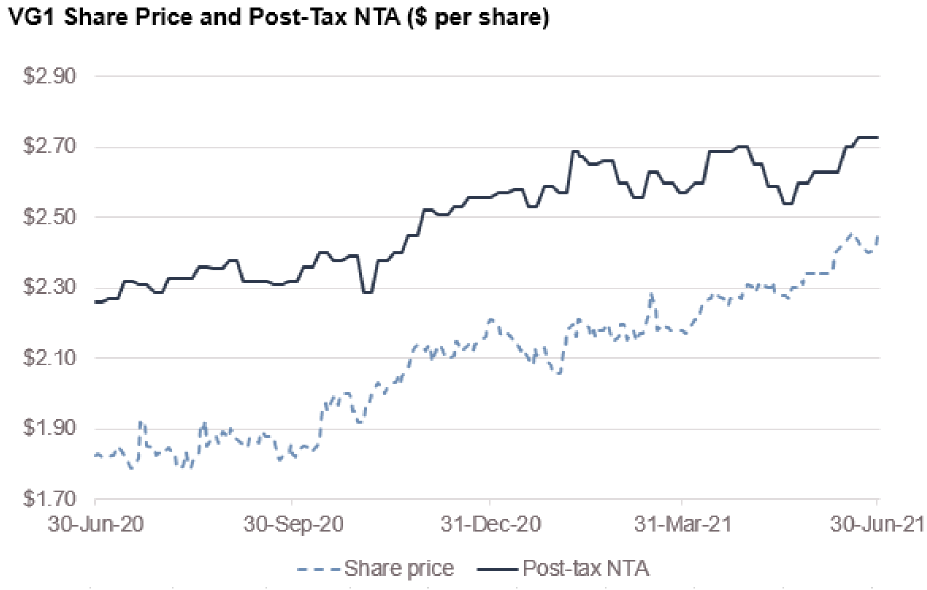
The top 5 long investments at the end of June were Amazon, Pinterest, Mastercard, CME Group and Cie Financière Richemont. A number of these contributed materially to the portfolio during FY21 including Amazon (share price up 25%), Pinterest (up 256%) and Richemont (up 85%).

On the short side, I discussed in last year's letter that the Manager would be limiting VG1's short selling for the immediate future, in particular on single stock shorts. This played out in the second half of calendar 2020 given the sharp rally that occurred in markets on the back of government stimulus, low interest rates and some early indications that COVID vaccines may be possible. However, towards the end of the calendar 2020 and early 2021, the Manager took the view that certain single stock shorts were becoming more attractive again, when balancing the risk versus reward, and selectively began to add to the portfolio's short positions. As of 30 June 2021, VG1's net equity exposure was 89% (107% long investments less 18% short positions).

More information about the composition and performance of VG1's portfolio can be found in the investor letter from the Manager, which was sent to shareholders on 19 July 2021 and which can be accessed on the Company's website at www.vgipartners.com/lics/vg1.

VG1's Performance as a Listed Company

The Company's total shareholder return (taking into account the share price and dividends paid) was +36.3% for the financial year. This exceeded that of the underlying investment portfolio for the financial year due to the closing of the discount to NTA, as shown in the following chart. As of 30 June 2021, the discount had narrowed to 9%.



Source: VGI Partners and Bloomberg. Performance is shown after all applicable fees and charges. Post-tax NTA is calculated after tax on realised gains/losses, deferred tax assets and deferred tax liabilities, but before allowing for deferred tax liabilities/deferred tax assets on unrealised gains/losses.

Our aim is to see the share price to NTA gap closed entirely and we continue to actively work to achieve this.

We are pleased that various initiatives the Company and the Manager have undertaken over the past year have contributed to this, including:

- VGI Partners appointed Jonathan Howie as CEO in early calendar 2021. Jonathan brings deep experience in the wealth management sector to the position, having previously held senior managerial roles for BlackRock in both Australia and Hong Kong. Jonathan's appointment has already had a material impact in terms of broadening our ability to meet with shareholders and their advisers, and identifying ways to enhance our investor relations and marketing.
- VGI Partners also hired Matthew Newham (Investment Director – Distribution) to focus on servicing our existing advisers and building new relationships. Matthew has already made good progress in terms of identifying prospective investors for VG1, with many of these investors appreciating the unique global investment capabilities that VGI Partners can offer, and a number have commenced investing. The Manager has also recently completed the upgrade of its Client Relationship Management (**CRM**) software, which will assist Matthew and his team in serving investors.
- The Company committed to providing more frequent and detailed updates to investors. This has included quarterly portfolio briefings and enhanced educational and marketing materials. In addition, VGI Partners has entered into additional media partnerships and sponsorships with investor associations to expand our brand awareness and promote articles which convey the benefits of our portfolio construction approach and the unique insights of our team. While the annual roadshow in October 2020 was held by virtual means given COVID restrictions, this program generated significant interest and we saw a material closing of the discount at the time. The Manager intends to continue this momentum in a sustainable fashion, and its recent hires are a key part of ensuring this happens.

- The Company's announcement in August 2020 to launch a buy-back indicated its willingness to identify additional solutions that could help drive the share price.
- The announcement in May 2021 to target a fully franked 4% p.a. dividend yield was also made after we gathered widespread feedback that this would be highly attractive to many of our investors. It is important to recognise that the Listed Investment Company (LIC) structure is ideally placed to deliver a relatively steady stream of fully franked dividends to shareholders, which is more important than ever when interest rates are so low. The reason this is possible is that a LIC can build its profits reserve over time and the Board has the ability to choose how to smooth the payment of these to investors. As of 30 June 2021, the Company's profits reserve was $258.8 million (67.2 cents per share), which covers dividends for 6 years, if the latest dividend of 5.5 cents was annualised. The ability to frank these dividends is made possible because a LIC pays corporate tax, as well as earning franking credits from dividends earned by its portfolio. It is also worth noting that VG1's Dividend Reinvestment Plan (DRP) requires shares to be bought on-market for participants when VG1's share price is below NTA.

I would also like to remind shareholders that the VGI Partners investment team has material investments in VG1 and is thus aligned with shareholders in desiring a combination of strong portfolio performance and a share price that reflects that. In particular, VGI Partners staff may only invest in VGI Partners' funds and VGI Partners itself, so this is an additional incentive for the team to be fully focused on managing the portfolio. The commitment of the VGI Partners founders to reinvest their portion of any VG1 performance fees back into VG1 shares is another important alignment mechanism, and again one that is uncommon amongst competing offerings. In March 2021, 2.4 million shares were bought on-market under this program.

Shareholder Engagement

We are always keen to hear from our shareholders and we received a wide range of feedback throughout FY21. This has ranged from suggestions on how to improve our materials and briefings, through to views on the attributes of the LIC structure itself. Please be assured that our team welcomes all feedback and this is regularly discussed amongst senior management at VGI Partners as well as VG1's Board members who are focused on ensuring that they make the best decisions to support the interests of long-term shareholders in VG1.

As noted earlier, the LIC structure has a number of benefits for shareholders including the ability to deliver a steady stream of fully franked dividends. A closed-end LIC can be beneficial for fund performance, given there is a fixed amount of capital to invest. This allows the Manager to make long-term investments without being forced into buying or selling due to sudden inflows or redemptions, especially in times of market volatility. The size of our LIC has allowed the Manager to invest in global companies that would often be too small or illiquid for larger portfolios run by other managers. Our focus on creating shareholder value is our singular priority. VGI Partners recently published a paper exploring more of these aspects. This can be found at https://www.vgipartners.com/insights/.

To hear further from our Company and ask questions of the Manager, I would encourage you to participate in one of our upcoming briefings. We will be hosting a webinar for our investors on 20 August 2021 to discuss the FY21 results and provide a portfolio update, and we invite you to participate.

Given travel restrictions related to COVID-19, the annual VGI Partners roadshow to capital cities may not be possible this year, but we will look to host further briefings later in the year by webcast and phone. Details will be announced shortly.

The VG1 Annual General Meeting (**AGM**) will be held on Tuesday 16 November 2021. Full details will be available in the Notice of Meeting which will be sent to shareholders closer to the date. In the event that it becomes impractical to hold a physical AGM due to COVID-19, the Company will seek to hold the AGM online.

To ensure that you remain fully informed on VG1 issues, we recommend that you elect to receive all investor communications via email. Please contact Ingrid Groer, our Head of Investor Relations, on +612 9237 8923 if you require assistance in this regard, or if you have any questions about your investment. You can also subscribe for announcements via our website or change your communication elections via Investorserve (the portal of our registry, Boardroom).

We thank you again for placing trust in the Board, and VGI Partners as the Manager of your capital, to deliver long-term growth in investment returns.

Yours sincerely,

David F Jones AM
Chairman
Sydney

16 August 2021

Directors' Report

For the year ended 30 June 2021

The Directors of VGI Partners Global Investments Limited (**the Company** or **VG1**) present their Directors' report together with the Financial Report of the Company for the year ended 30 June 2021. The Company is limited by shares and is incorporated in Australia.

Directors

The following persons were Directors of the Company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Name	Position	Date appointed
David F Jones AM	Chairman	9 June 2017
Robert M P Luciano	Director	9 June 2017
Lawrence Myers	Independent Director	4 July 2017
Noel J J Whittaker AM	Independent Director	7 July 2017
Adelaide H McDonald	Independent Director	1 July 2019
Douglas H Tynan	Director	9 June 2017 – resigned 24 September 2020

Principal Activity

The principal activity of the Company is to provide shareholders with access to a concentrated portfolio, predominantly comprised of long investments and short positions in global listed securities, and the investment expertise of VGI Partners Limited, the Investment Manager (**the Manager**). The Manager employs the same investment strategy for the Company as it employs in the management of the VGI Partners Master Fund, the VGI Partners Offshore Fund and several Individually Managed Accounts.

There have been no significant changes in the nature of this activity during the period and no change is anticipated in the future.

Review of Operations

Investment operations during the year resulted in an operating profit before tax of $218,182,042 (2020: loss of $65,282,846) and an operating profit after tax of $153,921,468 (2020: loss of $45,475,840).

For the financial year, the Company's portfolio generated an increase in post-tax NTA after all fees of 18.5% (2020: (4.3%)). Further information on the financial highlights of the Company is contained in the Letter from the Chairman.

Costs paid by the Manager

The Investment Manager continues to show strong alignment and support to the Company and its shareholders by paying the majority of the Company's operating costs. The Manager paid for over $781,000 of operating expenses this financial year (2020: $677,000) which include ASX and ASIC fees, audit costs, legal and tax advice costs and any fees charged by the Company's Fund Administrator.

On-market share buy-back program

On 18 August 2020, the Company announced its intention to commence an on-market buy-back of shares for up to 10 percent of the Company's issued shares with the objective of capital management over a period of 12 months commencing 2 September 2020. As at 30 June 2021, the Company had bought back 22,065,775 shares at a cost of $50,208,320 (excluding brokerage).

Dividend Yield Target of 4% p.a.

With a strong profits reserve balance and maturation of VG1's portfolio, on 11 May 2021, the Board of VG1 announced its intention to target a dividend yield of 4% per annum, payable semi-annually, calculated by reference to the VG1 share price commencing from the 30 June 2021 dividend payable in September 2021. The dividend target is dependent on the Company having sufficient profits reserves, franking credits and cash flows and it is within prudent business practices.

VG1's Dividend Reinvestment Plan continued to be in operation for holders of ordinary shares in the Company.

Other matters

During the year, Douglas Tynan resigned from the VG1 Board as part of his transition to his ongoing role as a Non-Executive Director of the Investment Manager, VGI Partners Limited.

Further information on the Company's operational and financial review is contained in the Chairman's Letter.

Financial Position

The net assets of the Company as at 30 June 2021 were $983,926,676 (2020: $892,392,253).

Dividends

Dividends paid or declared during the year are as follows:

	$
Fully franked FY2021 interim dividend of 1.5 cents per share paid on 17 March 2021	6,074,910
Fully franked FY2020 final dividend of 1.5 cents per share paid on 23 September 2020	6,103,815
Total	**12,178,725**

Please refer to Appendix 4E and note 14 for further information.

Matters subsequent to the end of the financial year

Since the end of the year, the Directors declared a fully franked final dividend of 5.5 cents per share to be paid on 29 September 2021. The dividend qualifies for the Company's DRP.

The Company is not aware of any other matter or circumstance since the end of the financial year not otherwise dealt with in this report, that has, or may, significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Company during the year ended 30 June 2021.

Likely developments and expected results of operations

The Company will continue to pursue its investment objectives for the long-term benefit of shareholders.

Environmental regulation

The operations of the Company are not subject to any particular or significant environmental regulations under a law of the Commonwealth, or of a State or Territory.

Information on Directors and Officeholders

Name:	**David F Jones AM**
Title:	Chairman
Qualifications:	*B.Eng. (1st Class Hons) (Melb.), MBA (Harvard)*
Experience and expertise:	Mr Jones has more than 30 years’ experience in investment markets, the majority as a general partner in private equity firms, and prior to that in general management and management consulting. Mr Jones has been a board member of numerous private and public businesses, including a number in the wealth management sector. In 2021 Mr Jones was made a Member of the Order of Australia for significant services to the museums and galleries sector, and to the community.
Other current listed directorships:	Mr Jones is a Director of VGI Partners Limited and VGI Partners Asian Investments Limited.
Former directorships (last three years):	Mr Jones has not held any other directorships of listed companies within the last three years.
Special responsibilities:	Mr Jones is a member of the Company’s Audit and Risk Committee.
Interests in the Company at 30 June:	Shares: 300,188

Name:	**Robert M P Luciano**
Title:	Director
Qualifications:	*B.Com (Acc/Fin) (UNSW), M.Com (Fin) (UNSW), F Fin, CFA*
Experience and expertise:	Mr Luciano founded VGI Partners Limited in 2008. He has more than 25 years’ experience as a portfolio manager, equities analyst and accountant. Mr Luciano is also a director of The VGI Partners Foundation, a registered charitable organisation.
Other current listed directorships:	Mr Luciano is Chairman and Managing Director of VGI Partners Limited and a Director of VGI Partners Asian Investments Limited.
Former directorships (last three years):	Mr Luciano has not held any other directorships of listed companies within the last three years.
Interests in the Company at 30 June:	Shares: 8,167,194

Name:	**Adelaide H McDonald**
Title:	Independent Director
Qualifications:	*B.Com (Acc/Fin) (UQLD), B.BusMan (UQLD), CFA*
Experience and expertise:	Ms McDonald has over 13 years’ experience in corporate advisory and equity research. Ms McDonald is currently an Executive Director of MDH Pty Ltd, one of Australia’s largest integrated beef producers. In addition, Ms McDonald has held roles as a Director at KPMG in the Mergers and Acquisitions practice with previous roles at Wilson HTM and BDO Kendalls.
Other current listed directorships:	Ms McDonald is an Independent Director of VGI Partners Asian Investments Limited.
Former directorships (last three years)	Ms McDonald has not held any other directorships of listed companies within the last three years.
Special responsibilities:	Ms McDonald is a member of the Company’s Audit and Risk Committee.
Interests in the Company at 30 June:	Shares: 30,000

Name:	**Lawrence Myers**
Title:	Independent Director
Qualifications:	*B.Acct (UNiSA), CA, CTA*
Experience and expertise:	Mr Myers is the Founder and Managing Director of MBP Advisory Pty Limited, a prominent, high-end Sydney firm of Chartered Accountants which he established in 1998. Mr Myers is also the CEO of FIFO Investments Pty Limited, the family office for the Myers family and a number of associated families. Mr Myers' specialist areas of practice include mergers and acquisitions, corporate and business advisory, tax consulting and advisory, succession planning and family office services. Lawrence is also a member of the Foundation board of the Art Gallery of New South Wales.
Other current listed directorships:	Mr Myers has been an Independent Director and Chairman of the Audit and Risk Committee of ASX listed Breville Group Limited since 2013 and has been its Lead Independent Director since August 2014. Mr Myers is also Independent Chairman of VGI Partners Asian Investments Limited.
Former directorships (last three years):	Mr Myers has not held any other directorships of listed companies within the last three years.
Special responsibilities:	Mr Myers is the Chairman of the Company's Audit and Risk Committee.
Interests in the Company at 30 June:	Shares: 312,330

Name:	**Noel J J Whittaker AM**
Title:	Independent Director
Qualifications:	*AM, FCPA, CTA*
Experience and expertise:	Mr Whittaker is a pioneer in the field of consumer financial education. He writes weekly columns in many major newspapers including the Brisbane Sunday Mail, the Sydney Morning Herald and The Age. For 30 years, Mr Whittaker was a Director of Whittaker Macnaught, one of Australia's leading financial advisory companies, with more than two billion dollars under management. He relinquished all interests in that business in 2007. In 2011 he was made a Member of the Order of Australia for service to the community in raising awareness of personal finance. Mr Whittaker is a Chartered Tax Adviser, a member of the Australian Securities and Investment Commission Regional Liaison committee and is currently an Adjunct Professor with the Faculty of Business at the Queensland University of Technology. Mr Whittaker has been a Director of the Company since 7 July 2017.
Other current listed directorships:	Mr Whittaker does not hold any other directorships in listed companies.
Former directorships (last three years):	Mr Whittaker has not held any other directorships of listed companies within the last three years.
Interests in the Company at 30 June:	Shares: 230,489

Name:	**Ian J Cameron**
Title:	Company Secretary
Qualifications:	*B.Com (Acc) (UMACQ), CA, B.Laws (UOW), GDLP (UOW)*
Experience and expertise:	Mr Cameron has more than 14 years' experience in investment management and professional services. Prior to joining the Manager in 2018, Mr Cameron worked at Pantheon Ventures and Aspect Capital in London, after starting his career at KPMG in Sydney. He is a member of Chartered Accountants Australia and New Zealand and a Solicitor of the Supreme Court of NSW.

Remuneration of key management personnel

Information about the remuneration of key management personnel is set out in the Remuneration Report section of this Directors' Report.

Meetings of Directors

The number of meetings of the Company's Board of Directors held during the year ended 30 June 2021, and the number of meetings attended by each Director were:

	Board Meetings		**Audit and Risk Committee Meetings**	
	A	**B**	**A**	**B**
David F Jones AM	6	6	4	4
Robert M P Luciano	6	6	#	#
Lawrence Myers	6	6	4	4
Noel J J Whittaker AM	6	6	#	#
Adelaide H McDonald	6	6	4	4
Douglas H Tynan *	0	2	#	#

A = Number of meetings attended

B = Number of meetings held during the time the Director held office during the year

= Not a member of the Audit and Risk Committee

* Mr Tynan resigned from the Board on 24 September 2020.

Remuneration Report (Audited)

The Directors are the only people considered to be key management personnel (**KMP**) of the Company.

This Report details the nature and amount of remuneration for each Director of the Company in accordance with the *Corporations Act 2001*.

Details of remuneration

David Jones, Robert Luciano and Douglas Tynan were Directors of the Manager during the year, and do not receive Directors' fees from the Company. The Company Secretary is remunerated by the Manager.

The Company does not have a remuneration committee. The Board from time to time determines the remuneration of Independent Directors within the maximum amount approved by shareholders at the Annual General Meeting. The maximum total remuneration of the Directors of the Company has been set at $225,000 per annum.

The Board determines the remuneration levels and ensures they are competitively set to attract and retain appropriately qualified and experienced directors. The Directors' remuneration is not linked to the Company's performance and is reviewed annually.

Independent Directors do not receive bonuses nor are they issued options over securities as part of their remuneration. Independent Directors' fees cover all main Board activities and membership of committees, which reflect the demands that are made on them and their responsibilities.

The following table shows details of the remuneration received or receivable by the Independent Directors of the Company for the current and prior financial years.

Name	Position	Short term employee benefits Directors' fees $	Post-employment benefits Superannuation $	Total $
2021				
Lawrence Myers	Independent Director	63,927	6,073	70,000
Adelaide H McDonald	Independent Director	63,927	6,073	70,000
Noel J J Whittaker AM	Independent Director	63,927	6,073	70,000
		191,781	**18,219**	**210,000**
2020				
Lawrence Myers	Independent Director	63,927	6,073	70,000
Adelaide H McDonald	Independent Director	63,927	6,073	70,000
Noel J J Whittaker AM	Independent Director	63,927	6,073	70,000
		191,781	**18,219**	**210,000**

The following table reflects the Company's performance and Independent Directors' remuneration over four years (see footnote):

	2021	2020	2019	2018 *
Operating profit / (loss) after tax ($)	153,921,468	(45,475,840)	50,623,963	33,177,988
Dividends (cents per share) **	7.0	2.5	–	–
NTA after tax ($ per share)	2.69	2.27	2.39	2.18
Share price ($)	2.45	1.83	2.37	2.22
Total Directors' remuneration ($)	210,000	210,000	157,029 ***	165,000
Earnings / (loss) per share (cents)	38.21	(11.18)	17.96	16.87
Share buy backs ($)	50,208,320	–	–	–

* For the period from 9 June 2017 (incorporation) to 30 June 2018.

** Relates to dividends earned during the performance for the respective financial year, including declared and paid after the end of the financial year.

*** J Gardner resigned 8 May 2019.

Director related entity remuneration

All transactions with related entities are made on normal commercial terms and conditions.

As noted on page 14, David Jones, Robert Luciano and Douglas Tynan (until 24 September 2020) are Directors of, and are remunerated by, the Manager.

The fees payable to the Manager are listed below:

- **Management fee:** The Manager is entitled to be paid a management fee equal to 1.5% p.a. (plus GST) of the value of the Company's portfolio calculated on the last business day of each month and paid monthly in arrears. For the year ended 30 June 2021, the Manager earned management fees of $15,057,362 exclusive of GST (30 June 2020: $14,806,450 exclusive of GST).
- **Performance fee:** The Manager is entitled to be paid a performance fee semi-annually in arrears, equal to 15% (plus GST) of the Portfolio's outperformance (if any) over each prior semi-annual Performance Calculation Period, subject to a high water mark mechanism.

  For the year ended 30 June 2021, the Manager earned performance fees of $25,629,579 exclusive of GST (30 June 2020: $122,076).

  Robert Luciano, Douglas Tynan and Robert Poiner have agreed to reinvest, from the dividends they receive from VGI Partners, their "look through" after tax share of any performance fees received by VGI Partners Limited from managing the VG1 portfolio into fully paid ordinary shares in VG1. Refer to page 37 and Shareholder Information part (g) (page 46) for further details on the reinvestment agreement.

No Director has received or become entitled to receive a benefit (other than those detailed in the Remuneration Report) by reason of a contract made by the Company or a related company with the Director or with a firm of which they are a member or with a company in which they have substantial financial interest.

Equity instrument disclosures

As at the balance date, the following interests in the Company were held by persons and their related parties, who were members of the Board during the year:

Ordinary shares held:

Name	Opening balance at 1 July 2020	Acquisitions *	Disposals	Closing balance at 30 June 2021
David F Jones AM	295,767	4,421	–	300,188
Robert M P Luciano **	6,228,161	1,939,033	–	8,167,194
Lawrence Myers	255,484	56,846	–	312,330
Noel J J Whittaker AM	227,094	3,395	–	230,489
Adelaide H McDonald	30,000	–	–	30,000
Douglas H Tynan (resigned 24 September 2020)	1,660,952	507,354	–	2,168,306 ***
Total	**8,697,458**	**2,511,049**	**–**	**11,208,507**

* Directors and Director related entities disposed of and acquired ordinary shares in the Company on the same terms and conditions available to other shareholders.

** Mr Luciano's balances include amounts held indirectly to meet the requirements of *AASB 124 Related Party Disclosures*.

*** Mr Tynan resigned from the Board of Directors on 24 September 2020 and was no longer a KMP of the Company after that date.

There have been no changes to the interests held by the Company's Directors and their related parties since balance date to the date of this report.

End of Remuneration Report

Insurance and indemnification of Officers and auditors

The Company indemnifies the current Directors and officers of the Company against all liabilities to another person (other than the Company) that may arise from their position as Directors and officers, except where the liabilities arise out of conduct involving a lack of good faith. The Company will meet the full amount of any such liabilities, including costs and expenses.

The auditor of the Company is not indemnified out of the assets of the Company.

In accordance with the provisions of the *Corporations Act 2001*, the Company has a Directors and officers liability policy covering all Directors and officers. The terms of the policy specifically prohibit disclosure of details of the amount of the insurance cover and the premium paid.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party, for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237 of the *Corporations Act 2001.*

Non-audit services

The Board of Directors is satisfied that the provision of other services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The Directors are satisfied that the services disclosed in Note 17 did not compromise the Auditor's independence for the following reasons:

- all non-audit services are reviewed and approved by the Board prior to commencement to ensure they do not adversely affect the integrity and objectivity of the Auditor; and
- the nature of the services provided do not compromise the general principles relating to the Auditor's independence in accordance with the APES 110 Code of Ethics for Professional Accountants (including Independence Standards) set by the Accounting Professional and Ethical Standards Board.

Rounding of amounts to nearest dollar

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the Directors' Report and in the Annual Report have been rounded to the nearest dollar unless otherwise specified.

Auditor's 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 17.

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

David F Jones AM
Chairman
Sydney
16 August 2021

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Sydney NSW 2000

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Sydney NSW 2001

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e. sydneypartners@pitcher.com.au

Auditor's Independence Declaration
To the Directors of VGI Partners Global Investments Limited
ABN 91 619 660 721

In relation to the independent audit of VGI Partners Global Investments Limited for the year ended 30 June 2021, to the best of my knowledge and belief there have been:

(i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*; and

(ii) no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.

S M Whiddett
Partner

Pitcher Partners
Sydney

16 August 2021

Adelaide Brisbane Melbourne Newcastle Perth Sydney

NETWORK MEMBER

Pitcher Partners is an association of independent firms.
An independent New South Wales Partnership. ABN 17 795 780 962. Liability limited by a scheme approved under Professional Standards Legislation.
Pitcher Partners is a member of the global network of Baker Tilly International Limited, the members of which are separate and independent legal entities.

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Financial Statements

Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2021

	Note	30 June 2021 $	30 June 2020 $
Income			
Net gains / (losses) on financial assets / liabilities measured at fair value through profit or loss		258,602,822	(55,951,159)
Dividend income		7,549,553	12,111,842
Interest income *		1,240,623	7,295,453
Net income / (loss)		**267,392,998**	**(36,543,864)**
Expenses			
Management fees		(15,433,796)	(15,176,611)
Performance fees		(26,270,318)	(125,128)
Director fees including on costs	15	(210,000)	(210,000)
Dividends on short positions		(1,348,600)	(7,571,028)
Interest expense *		(5,381,809)	(4,674,317)
Stock loan fees		(257,763)	(457,662)
Other expenses		(308,670)	(524,236)
Total expenses		**(49,210,956)**	**(28,738,982)**
Profit / (loss) before income tax		**218,182,042**	**(65,282,846)**
Income tax (expense) / income tax credit	5	(64,260,574)	19,807,006
Profit / (loss) after income tax attributable to members of the Company		**153,921,468**	**(45,475,840)**
Other comprehensive income			
Other comprehensive income for the year, net of tax		–	–
Total comprehensive income / (loss) for the year		**153,921,468**	**(45,475,840)**
Basic and diluted earnings / (loss) per share	22	**38.21 cents**	**(11.18) cents**

* The prior year interest expense has been reclassified and presented separately to interest income to align with the presentation of the 30 June 2021 Financial Report.

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

Statement of Financial Position

As at 30 June 2021

	Note	30 June 2021 $	30 June 2020 $
Assets			
Cash and cash equivalents	7	519,811,811	565,641,574
Trade and other receivables	8	1,352,890	14,062,325
Financial assets (securities held long)	4 & 9	1,149,780,084	786,569,492
Deferred tax assets	6	858,176	26,583,972
Total assets		**1,671,802,961**	**1,392,857,363**
Liabilities			
Amounts due to brokers	7	410,913,511	314,935,243
Trade and other payables	10	19,098,918	8,191,375
Financial liabilities (securities sold short)	4 & 9	192,208,998	144,212,684
Current tax liabilities		12,531,669	–
Deferred tax liabilities	6	53,123,189	33,125,808
Total liabilities		**687,876,285**	**500,465,110**
Net assets		**983,926,676**	**892,392,253**
Equity			
Issued capital	11	807,927,033	858,135,353
Profits reserve	13	258,754,199	117,011,456
Accumulated losses	12	(82,754,556)	(82,754,556)
Total equity		**983,926,676**	**892,392,253**

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

Statement of Changes in Equity

For the year ended 30 June 2021

	Issued Capital $	Accumulated Losses $	Profits Reserve $	Total Equity $
Balance at 1 July 2019	858,135,353	83,801,951	–	**941,937,304**
Loss for the year	–	(45,475,840)	–	**(45,475,840)**
Other comprehensive income for the year	–	–	–	**–**
Transfer to profits reserve	–	(121,080,667)	121,080,667	**–**
Dividends paid	–	–	(4,069,211)	**(4,069,211)**
Balance at 30 June 2020	**858,135,353**	**(82,754,556)**	**117,011,456**	**892,392,253**
Balance at 1 July 2020	858,135,353	(82,754,556)	117,011,456	**892,392,253**
Profit / (loss) for the year	–	153,921,468	–	**153,921,468**
Other comprehensive income for the year	–	–	–	**–**
Transfer to profits reserve	–	(153,921,468)	153,921,468	**–**
Dividends paid	–	–	(12,178,725)	**(12,178,725)**
On-market share buy-back	(50,208,320)	–	–	**(50,208,320)**
Balance at 30 June 2021	**807,927,033**	**(82,754,556)**	**258,754,199**	**983,926,676**

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows

For the year ended 30 June 2021

	Note	2021 $	2020 $
Cash flow from operating activities			
Proceeds from the sale of investments		740,509,201	1,869,605,276
Payments for the purchase of investments		(819,106,300)	(2,059,350,033)
Dividends received		7,679,393	12,086,224
Interest received		1,196,367	7,817,336
Realised foreign exchange gains / (losses)		3,713,395	(19,676,058)
Management fees paid		(15,133,253)	(15,087,264)
Performance fees paid		(10,460,996)	(9,647,370)
Stock loan fees paid		(258,603)	(458,808)
Dividends on short positions		(2,145,551)	(6,839,309)
Insurance fees paid		(259,849)	(433,121)
Director fees paid		(220,698)	(193,160)
Interest paid		(5,285,576)	(4,563,734)
Income tax paid		(5,913,283)	(7,683,995)
Payment for other expenses		(59,057)	(135,560)
Net cash (outflows) from operating activities	21	**(105,744,810)**	**(234,559,576)**
Cash flow from financing activities			
Dividends paid	14	(12,178,725)	(4,069,211)
Payments for on-market share buy-back		(50,341,566)	–
Net cash (outflows) from financing activities		**(62,520,291)**	**(4,069,211)**
Net (decrease) in cash and cash equivalents held		**(168,265,101)**	**(238,628,787)**
Effects of exchange rate changes on cash balances of cash held in foreign currencies		26,457,070	7,044,448
Cash and cash equivalents at the beginning of the year		250,706,331	482,290,670
Cash and cash equivalents at the end of the year	7	**108,898,300**	**250,706,331**

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

Notes to the Financial Statements

For the year ended 30 June 2021

1. General information

The Company is a listed public company domiciled in Australia. These financial statements cover the Company as an individual entity. The financial statements were authorised for issue on 16 August 2021 by the Directors of the Company.

2. Significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below.

a) Basis of Preparation

These general purpose financial statements have been prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards (**AASB**). Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

Except for cash flow information, the financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of financial assets and financial liabilities.

In accordance with ASIC Corporations (rounding in Directors' Reports) Instrument 2016/191, the amounts in the Directors' Report and in the financial statements have been rounded to the nearest dollar unless otherwise specified.

b) Statement of Compliance

The financial statements and notes thereto comply with Australian Accounting Standards as issued by the AASB and International Financial Reporting Standards as issued by the International Accounting Standards Board.

c) Financial assets and liabilities at fair value through profit or loss – Investments

i) Classification

Assets

The Company classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Company's portfolio of financial assets is managed and their performance is evaluated on a fair value basis in accordance with the Company's investment strategy. Financial assets include equity securities held long and are classified as fair value through profit or loss.

2. Significant accounting policies (continued)

c) Investments (continued)

i) Classification (continued)

Liabilities

The Company makes short sales (securities sold short) in which a borrowed equity security is sold in anticipation of a decline in market value of that security. Securities sold short are held for trading and are consequently classified as financial liabilities at fair value through profit or loss.

ii) Recognition/Derecognition

Financial assets and liabilities are recognised initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument. Any other financial assets and liabilities are recognised on the date they originated.

The Company derecognises a financial asset when the contractual rights to the cash flows from the financials assets expire or it transfers the financial asset and the transfer qualifies for derecognition.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

iii) Measurement

Financial assets and liabilities are measured initially at fair value, with subsequent changes in their fair value recognised in the Statement of Profit or Loss and Other Comprehensive Income. Transaction costs are recognised in the Statement of Profit or Loss and Other Comprehensive Income.

d) Fair Value Measurement

When a financial asset is measured at fair value, the value is based on the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

Assets measured at fair value are classified into 3 levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Shares that are listed or traded on an exchange are fair valued using last sale price, as at the close of business on the day the shares are being valued. If a quoted market price is not available on a recognised stock exchange, the fair value of the instruments are estimated using valuation techniques, which include the use of recent arm’s length market transactions, reference to the current fair value of another instrument that is substantially the same, or any other valuation techniques that provide a reliable estimate of prices obtained in actual market transactions.

e) Income and Expenditure

Net gains / (losses) on financial assets and financial liabilities arising on a change in fair value are calculated as the difference between the fair value at year end and the fair value at the preceding valuation point.

Interest income and expenses, including interest income and expenses from non-derivative financial assets, are recognised in the Statement of Profit or Loss and Other Comprehensive Income as they accrue. Interest income and expenses are presented as separate items on the Statement of Profit or Loss and Other Comprehensive Income

Dividend income relating to exchange-traded equity instruments is recognised in the Statement of Profit or Loss and Other Comprehensive Income on the ex-dividend date with any related foreign withholding tax deducted as an expense.

2. Significant accounting policies (continued)

e) Income and Expenditure (continued)

All expenses are recognised in the Statement of Profit or Loss and Other Comprehensive Income on an accruals basis.

f) Income Tax

The income tax expense or benefit for the year is the tax payable on that year's taxable income at the applicable tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and any adjustment recognised for prior years, where applicable.

Current tax liabilities / (assets) are measured at the amounts expected to be paid to / (recovered from) the Australian Taxation Office (**ATO**).

The Company may incur withholding tax imposed by certain countries on investment income. Such income will be recorded net of withholding tax in the Statement of Profit or Loss and Other Comprehensive Income.

Deferred tax assets are recognised to the extent that they are recoverable. Deductible temporary differences and unused tax losses are only recognised if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are recognised at the tax rates expected to apply when the assets are recovered, or liabilities settled. Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority.

g) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, unless GST incurred is not recoverable from the ATO. In that case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included in other receivables or other payables in the Statement of Financial Position.

h) Cash and cash equivalents

Cash and cash equivalents include cash on hand and deposits held at call with financial institutions that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value. For the Statement of Cash Flows presentation purposes, cash and cash equivalents also includes amounts due to brokers, which are shown within the current liabilities on the Statement of Financial Position.

i) Amounts due to brokers

Facilities provided by prime brokers and custodians are repayable on demand and form an integral part of the Company's cash management. The balance will fluctuate from being positive to negative as cash management needs arise, rather than part of its operating, investing and financing activities.

j) Profits reserve

The profits reserve is made up of amounts transferred from current and retained earnings that are preserved for future dividend payments.

k) Dividends

Dividends are recognised when declared during the financial year.

2. Significant accounting policies (continued)

l) Trade and other receivables

Trade and other receivables relate to outstanding settlements, interest and dividends receivable. They are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method less any allowance for expected credit losses when relevant.

m) Trade and other payables

These amounts represent liabilities for outstanding settlements as well as services provided to the Company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted.

n) Share capital

Ordinary shares are classified as equity.

o) Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year.

p) Critical accounting estimates and judgments

The preparation of the financial statements requires the Directors to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. The Directors continually evaluate their judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. The Directors base their judgements and estimates on historical experience and various other factors, including expectations of future events, which the Directors believe to be reasonable under the circumstances.

There are no estimates or judgements that have a material impact on the Company's financial results for the year ended 30 June 2021. All material financial assets are valued by reference to quoted prices and therefore no significant estimates or judgements are required in respect to their valuation.

q) New accounting standards and interpretations

The Company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the AASB that are mandatory for the current reporting period. These Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company.

r) Functional and presentation currency

Items included in the financial statements are presented and measured in Australian dollars, the currency of the primary economic environment in which the Company operates (the functional currency).

Foreign currency transactions are translated into the functional currency using the exchange rates applicable at the transaction date.

At reporting date, monetary items are translated at the exchange rate applicable at reporting date, and non-monetary items carried at fair value are translated at the rates applicable at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported in the Statement of Profit or Loss and Other Comprehensive Income on a net basis within the disclosure 'net gains / (losses) on financial assets / liabilities measured at fair value through profit or loss'.

3. Financial risk management

The Company's financial instruments consist primarily of international and Australian listed investments, deposits with banks, trade and other receivables and trade payables, and as a result financial risks include market risk (including price risk, foreign currency risk and interest rate risk), credit risk and liquidity risk. The Board of the Company, with the Manager, has implemented a risk management framework to manage and mitigate these risks.

a) Market risk

i) Price risk

Price risk arises from investments held by the Company and classified in the Statement of Financial Position as 'financial assets / liabilities'.

The Manager seeks to manage market risk by careful selection of securities in accordance with its investment process, including formalised research, due diligence, capital allocation decision making, ongoing monitoring, financial modelling as well as managing net equity exposure levels.

The Investment Strategy provides the Company with a broad global mandate, with the majority of the Company's portfolio in international and Australian listed securities. A breakdown of the Company's overall market exposures at the financial reporting date are below:

	2021 $	2020 $
Financial assets (securities held long)	1,149,780,084	786,569,492
Financial liabilities (securities sold short)	(192,208,998)	(144,212,684)
Net overall exposure	**957,571,086**	**642,356,808**

At the reporting date, had equity prices moved by +/- 10% with other variables held constant, the movement in profit before income tax would be approximately +/- $95,757,109 (2020: $64,235,681).

ii) Foreign currency risk

The Company holds assets and performs transactions denominated in currencies other than its functional currency, the Australian dollar. As a result, it is exposed to the effects of exchange rate fluctuations, creating foreign currency risk. The Manager manages the exchange rate exposures within approved policy parameters, monitors exchange rates closely as part of its portfolio management and may hedge some or all of its exposure to foreign currency exchange risk.

	Liabilities 2021 $ AUD	Assets 2021 $ AUD
United States Dollar (USD)	(727,701,517)	727,322,443
Euro (EUR)	(198,125,940)	197,956,305
Great British Pound (GBP)	(32,134,225)	31,718,600
Japanese Yen (JPY)	(99,947,668)	98,529,129
Danish Krone (DKK)	–	69
Swiss Franc (CHF)	(71,314,955)	69,900,102
Hong Kong Dollars (HKD)	(30,370,525)	29,519,122
Norwegian Kroner (NOK)	(2,221,108)	2,335,388
Swedish Krona (SEK)	(24,448,175)	26,069,334

3. Financial risk management (continued)

a) Market risk (continued)

ii) Foreign currency risk (continued)

	Liabilities 2020 $ AUD	Assets 2020 $ AUD
United States Dollar (USD)	(642,680,052)	1,088,585,522
Euro (EUR)	(58,315,956)	54,687,125
Great British Pound (GBP)	(63,938,860)	61,912,558
Japanese Yen (JPY)	(123,172,540)	120,442,565
Danish Krone (DKK)	(619,438)	–
Swiss Franc (CHF)	(46,672,266)	47,241,557
Swedish Krona (SEK)	(847,408)	–

The table below performs a sensitivity analysis of the effect on the net assets attributable to shareholders (and profit before income tax) due to a possible movement of the currency rate against the Australian dollar with all other variables held constant.

Currency	AUD equivalent in exposure by currency 2021 $	Change in variable + / - %	Profit / (loss) attributable to shareholders 2021 $
USD Impact	(379,074)	5%/(5%)	(18,954) / 18,954
EUR Impact	(169,635)	5%/(5%)	(8,482) / 8,482
GBP Impact	(415,625)	5%/(5%)	(20,781) / 20,781
JPY Impact	(1,418,539)	5%/(5%)	(70,927) / 70,927
DKK Impact	69	5%/(5%)	3 / (3)
CHF Impact	(1,414,853)	5%/(5%)	(70,743) / 70,743
HKD Impact	(851,403)	5%/(5%)	(42,570) / 42,570
NOK Impact	114,280	5%/(5%)	5,714 / (5,714)
SEK Impact	1,621,159	5%/(5%)	81,058 / (81,058)

Currency	AUD equivalent in exposure by currency 2020 $	Change in variable + / - %	Profit / (loss) attributable to shareholders 2020 $
USD Impact	445,905,470	5%/(5%)	22,295,274 / (22,295,274)
EUR Impact	(3,628,831)	5%/(5%)	(181,442) / 181,442
GBP Impact	(2,026,302)	5%/(5%)	(101,315) / 101,315
JPY Impact	(2,729,975)	5%/(5%)	(136,499) / 136,499
DKK Impact	(619,438)	5%/(5%)	(30,972) / 30,972
CHF Impact	569,291	5%/(5%)	28,465 / (28,465)
SEK Impact	(847,408)	5%/(5%)	(42,370) / 42,370

3. Financial risk management (continued)

a) Market risk (continued)

iii) Cash flow and fair value interest rate risk

Interest rate risk is the possibility the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates.

The majority of the Company's financial assets and liabilities are non-interest-bearing. Any interest-bearing financial assets and financial liabilities either mature or reprice in the short term. As a result, the Company is subject to limited exposure to fluctuations in market interest rates which would create interest rate risk. The Company also holds substantial cash positions which are directly affected by interest rate movements, however at balance date, interest rates on these cash accounts are at historically low levels.

2021	Floating $	Fixed $	Total $
Cash and cash equivalents	519,811,811	–	**519,811,811**
Amounts due to brokers	(410,913,511)	–	**(410,913,511)**
Total	**108,898,300**	**–**	**108,898,300**

2020	Floating $	Fixed $	Total $
Cash and cash equivalents	565,641,574	–	**565,641,574**
Amounts due to brokers	(314,935,243)	–	**(314,935,243)**
Total	**250,706,331**	**–**	**250,706,331**

The sensitivity analysis below has been determined based on the Company's exposure to interest rates at the reporting date and the stipulated change taking place at the beginning of the financial year and held constant throughout the reporting year, in the case of instruments that have floating interest rates.

The following table illustrates the effect on interest income from possible changes in interest rates that were reasonably possible based on the risk the Company was exposed to at reporting date:

		Effect on interest income	
	Change in variable rate + / - %	**2021**	**2020**
Interest rate risk	0.50% / (0.50%)	544,492 / (544,492)	1,253,532 / (1,253,532)

3. Financial risk management (continued)

b) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the counterparty (bank and prime broker) by failing to discharge an obligation.

The Manager has adopted a policy of only dealing with what it assesses to be creditworthy counterparties, conducting due diligence of all new counterparties, monitoring the creditworthiness and ratings of counterparties on an ongoing basis and obtaining sufficient collateral or other security (where appropriate), as a means of mitigating the financial risk of financial loss from default. The Manager is satisfied that the counterparties are of sufficient quality and diversity to minimise any individual counterparty risk. Credit risk on cash and cash equivalents is not considered to be a significant risk to the Company as the majority of cash is held with major Australian banks and their 100% owned banking subsidiaries, being institutions that have a Standard & Poor’s A-1+ rating (30 June 2020: Standard & Poor’s A-1+ rating).

The maximum exposure to credit risk by class of recognised financial assets at the end of the reporting period is equivalent to the carrying amount and classification of those financial assets as presented in the Statement of Financial Position, including the carrying amount of cash and cash equivalents, financial assets (securities held long) that may have been collateralised against borrowed stock and are held under a custody arrangement, and trade and other receivables.

Under the arrangements which the Company has entered into to facilitate stock borrowing for covered short selling, borrowed stock is collateralised by the long stock portfolio. If the stock borrowing counterparty became insolvent, it is possible that the Company may not recover all of the collateral that the Company gave to the counterparty.

None of the assets exposed to credit risk are overdue or considered to be impaired (30 June 2020: nil).

c) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

Under the Investment Management Agreement, the Manager has agreed to pay all of the Company’s operating expenses except for director fees and all premiums payable for directors and officers insurance. The Manager maintains the Company’s unencumbered cash balances at sufficient levels to ensure that the Company can meet these expense outgoings as and when they fall due. Further, the Manager closely manages and monitors the allocation of the Company’s investment assets between cash, the purchase of securities and the settlement of short positions in accordance with its investment process, as well as tax thereon to be paid to the ATO.

The assets of the Company are predominantly in the form of readily tradeable securities which can be sold on-market if necessary.

3. Financial risk management (continued)

c) Liquidity risk (continued)

The tables below summarise the maturity profile of the Company's financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

At 30 June 2021	Less than 1 month $	Less than 3 months $	More than 3 months $	Total $
Financial liabilities				
Amounts due to brokers	410,913,511	–	–	**410,913,511**
Financial liabilities at fair value through profit or loss	192,208,998	–	–	**192,208,998**
Trade and other payables	2,132,816	16,966,102	–	**19,098,918**
Current tax liabilities	–	–	12,531,669	**12,531,669**
Total financial liabilities	**605,255,325**	**16,966,102**	**12,531,669**	**634,753,096**

At 30 June 2020	Less than 1 month $	Less than 3 months $	More than 3 months $	Total $
Financial liabilities				
Amounts due to brokers	314,935,243	–	–	**314,935,243**
Financial liabilities at fair value through profit or loss	144,212,684	–	–	**144,212,684**
Trade and other payables	8,191,375	–	–	**8,191,375**
Total financial liabilities	**467,339,302**	**–**	**–**	**467,339,302**

4. Fair value measurements

The Company measures and recognises its investments as financial assets and liabilities at fair value through profit or loss on a recurring basis.

AASB 13: Fair Value Measurement requires the disclosure of fair value information using a fair value hierarchy reflecting the significance of the inputs in making the measurements. The fair value hierarchy consists of the following levels:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table presents the Company's financial assets and liabilities measured and recognised at fair value at the reporting date. The carrying amounts of all financial instruments are reasonable approximations of the respective instrument's fair value.

At 30 June 2021	Level 1 $	Level 2 $	Level 3 $	Total $
Financial assets (securities held long)	1,147,326,754	2,453,330	–	**1,149,780,084**
Financial liabilities (securities sold short)	192,208,998	–	–	**192,208,998**

At 30 June 2020	Level 1 $	Level 2 $	Level 3 $	Total $
Financial assets (securities held long)	775,838,780	10,730,712	–	**786,569,492**
Financial liabilities (securities sold short)	144,212,684	–	–	**144,212,684**

Transfers between levels

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. There were no transfers between levels for recurring fair value measurements during the year.

5. Income tax

	2021 $	2020 $
a) Income tax recognised in profit or loss		
Current tax (expense)	(18,537,397)	–
Deferred tax (expense) / credit	(45,723,177)	19,807,006
Total income tax (expense) / credit in profit or loss	**(64,260,574)**	**19,807,006**
Total income tax (expense) / credit results from:		
Current tax (liabilities) / assets	(18,537,397)	37,460
Deferred tax assets	(25,725,796)	24,009,443
Deferred tax liabilities	(19,997,381)	(4,239,897)
Income tax (expense) / credit	**(64,260,574)**	**19,807,006**
b) Income tax recognised in profit or loss		
Profit / (loss) before income tax expense	218,182,042	(65,282,846)
Tax at the Australian corporate tax rate of 30%	(65,454,613)	19,584,854
Foreign income tax offset gross up	(478,125)	(449,329)
Franking credits / foreign income tax offset utilisation	1,672,164	634,021
Adjustment to tax charge in respect of previous periods	–	37,460
Income tax (expense) / credit recognised in profit or loss	**(64,260,574)**	**19,807,006**

6. Deferred tax assets / liabilities

	2021 $	2020 $
a) Deferred tax assets		
The deferred tax assets balance comprises temporary differences attributable to:		
Tax losses	–	24,867,620
Share issue costs	858,176	1,716,352
Closing balance	**858,176**	**26,583,972**
Movement in deferred tax assets:		
Opening balance	**26,583,972**	**2,574,529**
Tax losses	(24,867,620)	24,867,620
Share issue costs	(858,176)	(858,177)
Closing balance	**858,176**	**26,583,972**
b) Deferred tax liabilities		
The deferred tax liabilities balance comprises temporary differences attributable to:		
Unrealised foreign exchange gains	7,327,560	(609,561)
Dividends receivable	–	38,952
Unrealised gains on market value movement	45,795,629	33,696,417
Closing balance	**53,123,189**	**33,125,808**

6. Deferred tax assets / liabilities (continued)	2021 $	2020 $
Movement in deferred tax liabilities:		
Balance at the beginning of the year	**33,125,808**	**28,885,911**
Unrealised foreign exchange gains	7,937,121	2,113,335
Dividends receivable	(38,952)	7,685
Unrealised gains on market value movement	12,099,212	2,118,877
Closing balance	**53,123,189**	**33,125,808**

7. Cash and cash equivalents

	2021 $	2020 $
Cash and cash equivalents	519,811,811	565,641,574
Amounts due to brokers *	(410,913,511)	(314,935,243)
Total	**108,898,300**	**250,706,331**

* Refer to note 2 i) for additional information.

8. Trade and other receivables

	2021 $	2020 $
Dividends receivable	–	129,840
GST receivable	1,165,724	180,455
Unsettled trades	–	13,742,366
Interest receivable	53,920	9,664
Other receivables	133,246	–
Total	**1,352,890**	**14,062,325**

9. Financial assets and liabilities at fair value through profit or loss

	2021 $	2020 $
Financial assets:		
Listed investments held long at fair value	1,147,326,754	775,838,780
Unlisted investments held long at fair value	2,453,330	10,730,712
Financial liabilities:		
Listed positions sold short at fair value	192,208,998	144,212,684

10. Trade and other payables

	2021 $	2020 $
Management fees payable	1,465,610	1,237,620
Performance fees payable	16,966,102	–
Unsettled trades	–	5,557,545
Other payables	667,206	1,396,210
Total	**19,098,918**	**8,191,375**

11. Issued capital

	Number of Shares	$
Opening balance as at 1 July 2019	406,921,053	858,135,353
Closing balance as at 30 June 2020	**406,921,053**	**858,135,353**
Opening balance as at 1 July 2020	406,921,053	858,135,353
On-market share buy-back	(22,065,775)	(50,208,320)
Closing balance as at 30 June 2021	**384,855,278**	**807,927,033**

Reinvestment Agreement

The Manager and the Company have agreed that Robert Luciano, Douglas Tynan and Robert Poiner will reinvest an amount equivalent to all of their after-tax proceeds from any performance fees received by the Manager via a share purchase mechanism, the terms of which are stipulated in an agreement (**Reinvestment Agreement**). Refer to page 37 and Shareholder Information part (g) (page 46) for further details.

On-market share buy-back program

The Company announced on 18 August 2020 its intention to commence an on-market buy-back of shares for up to 10 percent of the Company's issued shares. The objective of the buy-back is capital management. Any buy-back or series of such transactions will be funded from the Company's existing financial resources where the Directors consider that it is in the interest of all existing shareholders to do so.

Capital risk management

The Company's policy is to maintain a strong capital base so as to maintain investor and market confidence. The overall strategy remains unchanged. To achieve this, the Board of Directors monitor the monthly NTA results, investment performance and share price movements.

The Board is focused on maximising returns to shareholders with capital management a key objective of the Company. The Company is not subject to any externally imposed capital requirements.

12. Retained earnings / (accumulated losses)

	2021 $	2020 $
Opening balance	**(82,754,556)**	**83,801,951**
Transfer to profits reserve	(153,921,468)	(121,080,667)
Profit / (loss) for the year	153,921,468	(45,475,840)
Closing balance	**(82,754,556)**	**(82,754,556)**

13. Profits reserve

	2021 $	2020 $
Opening balance	**117,011,456**	**–**
Transfer from retained earnings	153,921,468	121,080,667
Dividends paid (see note 14)	(12,178,725)	(4,069,211)
Closing balance	**258,754,199**	**117,011,456**

The profits reserve is made up of amounts transferred from current year profits and retained earnings and are preserved for future dividend payments. The Company may set aside some or all of the undistributed profits to the profits reserve for payments of dividends rather than maintaining these profits within retained earnings/accumulated losses.

Dividends are paid out of the profits reserve. Subsequent to the year ended 30 June 2021, the Directors have declared a fully franked dividend at a 30% tax rate of 5.5 cents per share, payable on 29 September 2021. This has not been recognised in the Statement of Financial Position. The balance in the profits reserve after providing for the 2021 final dividend is $237,811,964 (or 62 cents per share, based on the current shares on issue).

14. Dividends

a) Ordinary dividends declared or paid during the year

	2021 $	2020 $
Fully franked dividends at 30% paid during the period:		
2020 Interim dividend: 1 cent per share, paid 3 April 2020	–	4,069,211
2020 Final dividend: 1.5 cents per share, paid 23 September 2020	6,103,815	–
2021 Interim dividend: 1.5 cents per share, paid 17 March 2021	6,074,910	–

The Company's DRP was operative for these dividends.

Dividend Yield Target of 4% p.a.

On 11 May 2021, the Board of VG1 announced its intention to target a dividend yield of 4% per annum calculated by reference to the VG1 share price commencing from the 30 June 2021 dividend payable in September 2021. The dividend target is dependent on the Company having sufficient profits reserves, franking credits and cash flows and it is within prudent business practices.

Subsequent to the year ended 30 June 2021, the Directors have declared a fully franked dividend at a 30% tax rate of 5.5 cents per share, payable 29 September 2021. This has not been recognised in the Statement of Financial Position.

14. Dividends (continued)

b) Dividend franking account

	2021 Franking credits	2020 Franking credits
Balance of franking account at year end	**8,803,434**	**7,905,141**
Adjusted for franking credits arising from estimated income tax payable	12,531,669	–
Franking credits available for use in subsequent periods	**21,335,103**	**7,905,141**
Subsequent to the reporting period, the franking account would be reduced by the proposed dividend disclosed in note 20 *	(8,975,243)	(2,615,921)
	12,359,860	**5,289,220**

* Pending additional buy-backs subsequent to the release of the Annual Report.

The Company's ability to pay franked dividends is dependent upon the receipt of franked dividends from investments and the payment of tax. The dividend declared by the Directors on 16 August 2021 will be franked out of existing franking credits, or out of franking credits arising from the payment of income tax.

The balance of the franking account does not include tax on unrealised investment gains at the end of the reporting period. As at 30 June 2021, the deferred tax in relation to fair value movements on the investment portfolio is in a credit balance of $45,795,629 and this amount has been presented as a deferred tax liability (2020: balance of $33,696,417 presented as a deferred tax liability).

15. Key management personnel disclosures

a) Independent Directors' Remuneration

	2021 $	2020 $
Short-term employment benefits	191,781	191,781
Post-employment benefits	18,219	18,219
Total	**210,000**	**210,000**

The Directors of the Manager do not receive Director's fees from the Company. The Company Secretary is remunerated by the Manager.

Detailed remuneration disclosures are provided in the remuneration report on page 14.

b) Ordinary shares held

Refer to Remuneration Report 'equity instrument disclosures relating to directors' (page 15) for further details.

16. Related party transactions

All transactions with related entities are made on normal commercial terms and conditions.

Costs paid by the Manager

The Investment Manager continues to show strong alignment and support to the Company and its shareholders by paying the majority of operating costs incurred by the Company. The Manager paid for over $781,000 of operating expenses this financial year (2020: $677,000) which include ASX and ASIC fees, audit costs, legal and tax advice costs and any fees charged by the Company's Fund Administrator.

Management fee

The Manager is entitled to be paid a management fee equal to 1.5% per annum (plus GST) of the value of the Company's portfolio calculated on the last business day of each calendar month and paid monthly in arrears. As at 30 June 2021, the balance payable to the Manager was $1,465,610 including GST (2020: $1,237,620) (refer to note 10).

Performance fee and reinvestment mechanism

The Manager is entitled to be paid a performance fee semi-annually in arrears, equal to 15% (plus GST) of the Portfolio's outperformance (if any) over each prior semi-annual performance calculation period, subject to a high water mark mechanism.

The high water mark is the net asset value of the portfolio before all taxes calculated on the last date of the performance calculation period to which the Manager was last entitled to be paid a performance fee.

For the year ended 30 June 2021, the Manager earned performance fees of $25,629,579 exclusive of GST (2020: $122,076 exclusive of GST).

The resulting performance fee reinvestment amount for the period ended 31 December 2020 of $5,431,188 received by Robert Luciano, Douglas Tynan and Robert Poiner was reinvested into 2,387,786 fully paid ordinary shares in VG1. Refer to Shareholder Information shareholder Information part (g) (page 46) for details of the Reinvestment Agreement.

17. Remuneration of Auditor

During the year the following fees were paid or payable for services provided by the Auditor of the Company, its related practices and non-related audit firms:

	2021 $	2020 $
Audit and review of financial statements	53,000	53,000
Taxation services	43,487	12,950
Total remuneration for audit and other assurance services	**96,487**	**65,950**

The Company's audit and other assurance service fees are being paid by the Manager under the Investment Management Agreement.

18. Contingencies and commitments

The Company had no material contingent liabilities or capital commitments as at 30 June 2021 (2020: nil).

19. Segment Information

The Company only has one reportable segment and one industry. It operates in Australia and in the securities industry. It earns revenue from dividend income, interest income and other returns on an investment portfolio.

20. Events occurring after the reporting year

Since the end of the year, the Directors declared a fully franked final dividend of 5.5 cents per share to be paid on 29 September 2021.

The Company is not aware of any other matter or circumstance since the end of the financial year not otherwise dealt with in this report, that has, or may, significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

21. Reconciliation of profit after income tax to net cash inflow from operating activities

	2021 $	2020 $
Profit / (loss) after income tax	153,921,468	(45,475,840)
Fair value movements in financial assets and liabilities	(146,033,618)	(14,107,372)
Share buy-back	133,246	–
Changes in assets / liabilities:		
Decrease / (increase) in trade and other receivables	12,709,435	(11,313,070)
Increase in investments	(195,637,730)	(128,839,232)
Decrease / (increase) in deferred tax assets	25,725,796	(24,009,443)
Increase / (decrease) in trade and other payables	10,907,543	(7,333,061)
Increase in deferred tax liabilities	19,997,381	4,239,897
Increase / (decrease) in current tax liability	12,531,669	(7,721,455)
Net cash outflow from operating activities	**(105,744,810)**	**(234,559,576)**

22. Earnings per share

	2021 $	2020 $
Profit / (loss) after income tax used in the calculation of basic and diluted earnings per share	153,921,468	(45,475,840)
Basic and diluted earnings / (loss) per share	**38.21 cents**	**(11.18) cents**

	2021 Number of Shares	2020 Number of Shares
Weighted average number of ordinary shares outstanding during the period used in calculating basic and diluted earnings / (loss) per share	**402,838,411**	**406,921,053**

There are no outstanding securities that are potentially dilutive in nature for the Company at the end of the year.

Directors' Declaration

In accordance with a resolution of the Directors of VGI Partners Global Investments Limited (the Company), the Directors of the Company declare that:

a) the financial statements and notes set out on pages 18 to 38 are in accordance with the *Corporations Act 2001*, including:

   i) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and

   ii) giving a true and fair view of the Company's financial position as at 30 June 2021 and of its performance for the financial year ended 30 June 2021;

b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable;

c) Note 2(b) to the financial statements confirms compliance with International Financial Reporting Standards; and

d) the Directors have been given the declarations required by section 295A of the *Corporations Act 2001*.

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

David F Jones AM
Chairman
Sydney
16 August 2021

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Independent Auditor's Report
To the Members of VGI Partners Global Investments Limited
ABN 91 619 660 721

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of VGI Partners Global Investments Limited ("the Company"), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year ended then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of VGI Partners Global Investments Limited is in accordance with the *Corporations Act 2001*, including:

i. giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001.*

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of the Company, would be on the same terms if given to the Directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current year. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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Key audit matter	How our audit addressed the matter
Existence, Completeness and Valuation of Financial Assets and Financial Liabilities ***Refer to Note 9: Financial assets and liabilities at fair value through profit or loss***	
We focused our audit effort on the existence, completeness and valuation of the Company's financial assets and financial liabilities as they are the most significant driver of the Company's Net Tangible Assets and profits. The majority of the Company's investments are considered to be non-complex in nature with fair value based on readily observable data from the ASX or other observable markets. Consequently, these investments are classified under Australian Accounting Standards as either "Level 1" (i.e. where the valuation is based on quoted prices in active markets) or "Level 2" (i.e. where key inputs to valuation are based on other observable inputs).	Our procedures included, amongst others: ▪ Obtaining an understanding of the investment management process and controls; ▪ Reviewing and evaluating the independent audit reports on internal controls (ASAE 3402 Assurance Reports on Controls at a Service Organisation) for the Custodians; ▪ Obtaining confirmation of the investment holdings directly from the Custodians; ▪ Recalculating and assessing the Company's valuation of individual investment holdings to independent pricing sources; ▪ Evaluating the accounting treatment of revaluations of financial assets and financial liabilities for current/deferred tax and unrealised gains or losses; and ▪ Assessing the adequacy of disclosures in the financial statements.

Accuracy of Management Fees and Performance Fees ***Refer to Note 10: Trade and other payables, Note 16 Related party transactions***	
We focused our audit effort on the accuracy of calculating the management fees and performance fees as they are significant expenses of the Company and their calculation may require adjustments for major events such as payment of company dividends and taxes, capital raisings and capital reductions in accordance with the Investment Management Agreement between the Company and the Investment Manager. Key inputs include portfolio composition and valuation and high watermark mechanism in accordance with the Investment Management Agreement between the Company and the Investment Manager. In addition, to their quantum, as these transactions are made with related parties, there are additional inherent risks associated with these transactions, including the potential for these transactions to be made on terms and conditions more favourable than if they had been with an independent third-party.	Our procedures included, amongst others: ▪ Obtaining an understanding of and evaluating the processes and controls for calculating the management and performance fees; ▪ Making enquiries with the Investment Manager and those charged with governance with respect to any significant events during the year and associated adjustments made as a result, in addition to reviewing ASX announcements and Board meeting minutes; ▪ Testing of adjustments for major events such as company dividends, tax payments, capital raisings, capital reductions as well as any other relevant expenses used in the calculation of management and performance fees; ▪ Testing of key inputs such as portfolio composition and valuation, set percentage used in the calculation of management and performance fees, as well as performing a recalculation in accordance with our understanding of the Investment Management Agreement; and ▪ Assessing the adequacy of disclosures made in the financial statements.

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Other Information

The Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report for the financial year ended 30 June 2021, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

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

In preparing the financial report, the Directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

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- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 14 to 15 of the Directors' Report for the financial year ended 30 June 2021. In our opinion, the Remuneration Report of VGI Partners Global Investments Limited, for the financial year ended 30 June 2021, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The Directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

SMWhiddett

S M Whiddett
Partner

Pitcher Partners

Pitcher Partners
Sydney

16 August 2021

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Investment Portfolio

As at 30 June 2021

Financial assets (securities held long) as at 30 June 2021 (in alphabetical order):

Company name	Stock code
Alibaba Group Holdings Ltd	9988 HK
Amazon.com Inc	AMZN US
American Well Corp - Class A	AMWL US
ANGI Homeservices Inc - A	ANGI US
AUTO1 Group SE	AG1 GY
Cie Financiere Richemont	CFR SW
CME Group Inc.	CME US
Dropbox Inc - Class A	DBX US
Ericsson LM-B Shs	ERICB SS
Francaise des Jeux	FDJ FP
Health Catalyst Inc	HCAT US
IAC/InterActiveCorp	IAC US
Kahoot! ASA	KAHOT NO
MasterCard Inc	MA US
Morningstar Inc.	MORN US
Netflix Inc	NFLX US
Olympus Corp	7733 JP
OTIS Worldwide Corp	OTIS US
Palantir Technologies Inc - A	PLTR US
Pernod Ricard SA	RI FP
Pinterest Inc - Class A	PINS US
Qualtrics International - CL A	XM US
Reckitt Benckiser Group PLC	RKT LN
SAP SE	SAP GY
Sectra AB-B Shs	SECTB SS
Teladoc Health Inc.	TDOC US
Twitter Inc	TWTR US
Ubisoft Entertainment	UBI FP
VIMEO Inc	VMEO US
Agricultural Investment Trust (AU)	N/A
Yakult Honsha Co Ltd	2267 JP

Short positions are not disclosed.

Shareholder Information

The Shareholder information set out below was applicable as at 31 July 2021.

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report, is listed below.

a) Substantial Holders

The following parties have notified the Company that they have a substantial relevant interest in the ordinary shares of VGI Partners Global Investments Limited in accordance with section 671B of the *Corporations Act 2001*:

	Ordinary shares	
Name	**Number held**	**% of total shares issued**
1607 Capital Partners LLC	24,666,861	6.06 *

* Based on the last substantial shareholder notice lodged on 12 October 2020.

b) Voting Rights

Each ordinary share is entitled to one vote when a poll is called, otherwise each Shareholder present at a meeting or by proxy has one vote on a show of hands.

c) Stock Exchange Listing

Quotation has been granted for all of the ordinary shares of the Company on all Member Exchanges of the ASX Limited.

d) Unquoted Securities

There are no unquoted shares.

e) Distribution of equity securities

Analysis of numbers of equity security holders by size of holding:

	Ordinary shares		
Holding	**No of Shareholders**	**Shares**	**Percentage (%)**
1 - 1,000	356	145,517	0.038
1,001 - 5,000	1,500	4,989,127	1.308
5,001 - 10,000	1,688	13,257,794	3.474
10,001 - 100,000	4,511	131,233,742	34.392
100,001 and over	356	231,953,908	60.788
Total	**8,411**	**381,580,088**	**100.000**

f) Equity security holders

Twenty largest quoted equity security holders as at 31 July 2021:

Name	Ordinary shares Number held	Percentage of issued shares (%)
HSBC Custody Nominees (Australia) Limited	69,839,342	18.303%
National Nominees Limited	22,191,872	5.816%
Netwealth Investments Limited - Wrap Services A/C	12,962,185	3.397%
BNP Paribas Nominees Pty Ltd - HUB24 Custodial Serv Ltd DRP	9,694,261	2.540%
Citicorp Nominees Pty Limited	8,642,182	2.265%
Luciano Family Group Investments Pty Limited	6,838,591	1.792%
VGI Partners Limited	5,476,392	1.435%
Investment Custodial Services Limited	4,146,675	1.087%
Navigator Australia Ltd	4,114,173	1.078%
UBS Nominees Pty Ltd	2,809,003	0.736%
Citicorp Nominees Pty Limited - DPSL A/C	2,740,611	0.718%
Buttonwood Nominees Pty Ltd	2,719,432	0.713%
BNP Paribas Nominees Pty Ltd - Ib Au Noms Retailclient DRP	2,022,866	0.530%
HSBC Custody Nominees (Australia) Limited - Euroclear Bank SA Nv A/C	1,751,108	0.459%
Netwealth Investments Limited - Super Services A/C	1,533,138	0.402%
Custodial Services Limited	1,284,732	0.337%
Liangrove Media Pty Limited	1,254,448	0.329%
Akat Investments Pty Limited	1,000,000	0.262%
FZIC Pty Ltd	1,000,000	0.262%
WD41 Pty Limited	988,145	0.259%
Total Top 20 Holding	**163,009,156**	**42.720%**

g) Securities Subject to Voluntary Escrow

Robert Luciano, Douglas Tynan and Robert Poiner have entered into a Reinvestment Agreement with VGI Partners Limited and VG1, pursuant to which was agreed, to the maximum extent permitted by law, to re-invest, from the dividends received from VGI Partners Limited, their “look through” after tax share of any performance fees received by VGI Partners Limited from managing the VG1 portfolio into fully paid ordinary shares in VG1 (**VG1 Shares**), and to have such VG1 Shares voluntarily escrowed on a long term basis.

Corporate Directory

Board of Directors

David F Jones AM – Chairman
Robert M P Luciano
Noel J J Whittaker AM
Lawrence Myers
Adelaide H McDonald

Company Secretary

Ian J Cameron

Head of Investor Relations

Ingrid L Groer

T: 1800 571 917 (inside Australia)
T: +61 2 9237 8923 (outside Australia)
E: investor.relations@vgipartners.com

Investment Manager

VGI Partners Limited
AFSL 321789

Registered Office

39 Phillip Street
Sydney NSW 2000

Website

www.vgipartners.com/lics/vg1

Share Registrar

Boardroom Pty Limited
Level 12, 225 George Street
Sydney NSW 2000
T: 1300 737 760 (inside Australia)
T: + 61 2 9290 9600 (outside Australia)
E: enquiries@boardroomlimited.com.au

For enquiries relating to shareholdings, dividends (including participation in the dividend reinvestment plan) and related matters, please contact the share registrar.

Auditor

Pitcher Partners
Level 16, Tower 2, Darling Park
201 Sussex St
Sydney NSW 2000
T: (02) 9221 2099

Prime Brokers and Custodians

Morgan Stanley & Co. LLC
1585 Broadway, 6th Floor
New York, NY 10036, United States of America

Goldman Sachs & Co. LLC
200 West Street, 29th Floor
New York, NY 10282, United States of America

Deutsche Bank AG
Winchester House, 1 Great Winchester Street
London, EC2N 2DB, United Kingdom

ASX Code

VG1

VGI Partners
Global Investments Limited

39 Phillip Street
Sydney NSW 2000 Australia

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