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MFF Capital Investments Limited ('MFF')
Net Tangible Assets ('NTA') per share for March 2018

Please find enclosed MFF's monthly NTA per share for March 2018.

Geoffrey Stirton
Company Secretary

3 April 2018

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MFF advises that its approximate monthly NTA per share as at 29 March 2018 was $2.549 pre-tax, ($2.324 pre-tax as at 30 June 2017) and $2.128 after providing for tax[1] (mostly deferred). These figures are cum dividend (1.5 cents per share fully franked payable in May 2018).

The MFF portfolio remains broadly unchanged, and is concentrated in long term holdings in outstanding businesses, many of which appear to have above average prospects for profitable growth and satisfactory market valuations. During the month some equity prices became moderately more attractive as some potential risks crystallized further (political, regulatory, trade, valuations), with few offsets outside of the continuing strong economies and earnings, new business initiatives, new premises/factories, M+A (including counterbids and hostile takeovers), debt and equity raisings and record funding for private equity. Leading and concurrent economic indicators and real estate prices continued to be strong as did consumer and corporate confidence measures. Consensus investors also appeared less concerned about inflation and rising US interest rates and this was reflected in markets including the benchmark US ten year bond yield which eased from about 2.9% to about 2.75%.

General equity prices are below levels which prevailed prior to the US tax cuts. Although previous market volatility has benefitted MFF (overall), this time the possible benefits appear to have lower probabilities and to be less material, as this round starts from higher market price levels, during US Federal Reserve tightening, after a period of non-negative Government activity and when the shares of corporate profit in economies are at record levels. Individual business cases were less important than usual for many equity and index prices during the latter stages of the recent market expansion, despite significant exceptions relating to technological and competitive disruptions. Ultimately, however, earnings (cash) compared with prices paid are the primary drivers of equity market prices. We expect that earnings and cash flow after tax and all charges for the MFF portfolio companies easily exceeded US$10 billion for the month.

In the last two months we have bought modest amounts of consumer staples, as their lower market prices might be satisfactory in comparison with business cases with challenges including commodity input prices, transport costs and increased competitive pressures (and may be reflective of 'value traps'). Although we believe that these holdings compare favourably with our cash holdings [their average pre-tax earnings yields are more than double ten year bond yields], their characteristics are moderate return for moderate risk (at best), even allowing for lower market prices. When future market conditions present more attractive opportunities with stronger business cases relative to market prices, MFF can choose between funding from sales of the consumer staples or other portfolio components and/or using borrowing capacity. MFF has retained its balance sheet strength with moderate commitments (other than contingent deferred tax liabilities reflecting unrealised portfolio appreciation), and the portfolio is concentrated in leading companies, with above average competitive positions, margins and share trading liquidity.

Although economic strength continued in China, supporting and reflecting the ongoing consumer recovery, there are early indications of less strong housing development markets in some regions. The response of the Chinese Government will be important, and it has transitioned its economic leadership team from the team which re-stimulated the economy in recent years. China's economic strength has been an important contributor to world GDP and profit growth.

Details of our currency positions remain broadly unchanged and are summarised below. We have been increasing the AUD cash on hand (modestly) for AUD dividends, tax and other expenses. The USD has continued to be weak since the US corporate tax cuts, and this is already inflating reported figures for some US multinationals (and the reverse for some non US companies).

MFF CAPITAL INVESTMENTS LIMITED

Holdings as at 29 March 2018 with market values of 0.5% or more of the portfolio are shown in the table below (shown as percentages of investment assets including net cash).

Holding	%
Visa	13.4
MasterCard	12.3
Home Depot	10.3
Bank of America	9.0
Lowe's	8.2
JP Morgan Chase	5.6
Alphabet	4.7
HCA Healthcare	4.4
Wells Fargo	4.1
US Bancorp	3.6
Facebook	3.4
Lloyds Banking Group	3.3

Holding	%
CVS Health	2.9
DBS Group	1.6
United Overseas Bank	1.5
S&P Global	1.4
Oversea - Chinese Banking	1.3
Coca Cola	1.3
Kraft Heinz	1.0
AECOM	1.0
Capitaland	0.9
Mondelez International	0.7
Colgate-Palmolive	0.7
Apple Inc	0.5
Schroders	0.5

Net cash as a percentage of investment assets including net cash was approximately 1.6% as at 29 March 2018. AUD net cash was 1.3%, GBP net debt 2.8%, USD net cash 3.2% and other currency borrowing/cash exposures were below 1% of investment assets as at 29 March 2018 (all approximate). Key currency rates for AUD as at 29 March 2018 were 0.7671 (USD), 0.6237 (EUR) and 0.5468 (GBP), compared with rates for the previous month which were 0.8098 (USD), 0.6500 (EUR) and 0.5694 (GBP).

Yours faithfully,

Chris Mackay

Chris Mackay
Portfolio Manager

3 April 2018

[1] Net tax liabilities are tax liabilities less tax assets, and are partially in respect of realised gains.

All figures are unaudited and approximate.