

EPS Report

February 2016



CONSCIOUSCAPITAL

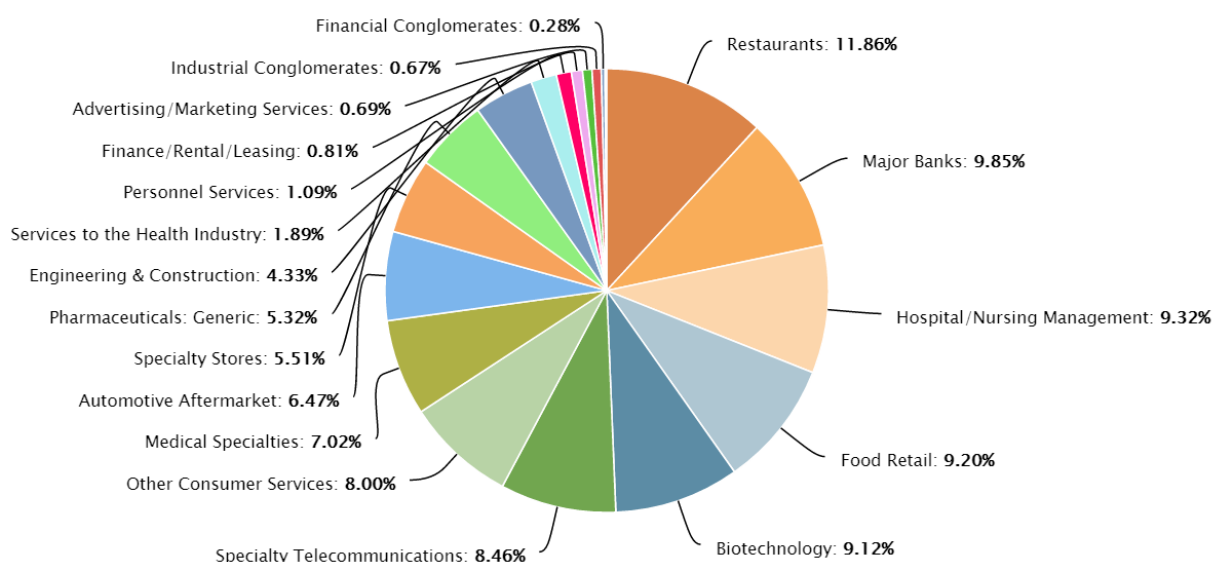
Earnings Growth Drives Share Prices and Dividends: Over time it is the upward trend of earnings per share that drives the share price. Assuming a stable payout ratio, it also drives growth in dividends. But EPS does not have to grow every year. Isolated dips short dips followed by growth afterwards can provide excellent buying opportunities.

A useful indicator of EPS growth is return on equity (ROE): high and consistent ROE generally indicates healthy EPS growth or a healthy dividend.

The following table gives the weighting, ROE and growth results for earnings per share for the largest ten holdings in the Conscious Investor® Fund. Since January most companies have released their interim reports. The standout has been Blackmores with its EPS increasing by 159% from the prior corresponding period. In the past two months there has been no change in companies, only a change in the order: CBA and FLT changed places; ARB increased two places; and SUL and BKL each went down one place.

Symbol	Name	Weighting	ROE	Div Yield	Previous EPS (\$)	EPSttm (\$)	Growth 1-yr	Growth 5-yr
DMP	Dominos Pizza	11.8%	21.0%	0.9%	\$0.54	\$0.88	63.4%	23.1%
RHC	Ramsay Health	9.4%	20.0%	1.5%	\$1.64	\$2.00	22.2%	17.1%
CSL	CSL	9.1%	49.4%	1.6%	\$2.86	\$3.18	11.2%	16.7%
FLT	Flight Centre	8.1%	20.2%	3.6%	\$2.58	\$2.74	6.2%	13.7%
CBA	Commonwealth B.	6.5%	17.4%	5.9%	\$5.27	\$5.35	1.5%	7.4%
ARB	ARB Corporation	6.4%	19.5%	1.9%	\$0.59	\$0.59	1.2%	4.5%
SUL	Super Retail	5.5%	13.8%	4.7%	\$0.54	\$0.53	-1.5%	11.4%
BKL	Blackmores	5.3%	35.0%	1.3%	\$1.49	\$4.39	194.5%	7.1%
WES	Wesfarmers	4.9%	10.1%	5.8%	\$1.96	\$2.24	14.1%	8.6%
WOW	Woolworth	4.5%	22.7%	6.2%	\$1.96	\$2.00	2.0%	2.9%

Explanation: Weighting includes the cash in the fund, ROE is return on equity over the previous financial year, previous EPS is the earnings per share for the previous full financial year, EPSttm is earnings per share for the trailing 12 months, Growth 1-year is the percentage growth of EPS over the previous full year and Growth 5-years is the average annual growth of EPS over the past five years.



Sector Distribution

This report is prepared for members of the Conscious Investor® Fund. It does not take into account anyone's personal circumstances. Remember, what happened in the past is not always what will happen in the future.

Questions? Contact us:

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