

Australian Absolute Growth Fund

(available to Australian tax residents only)

June 2019



Portfolio Managers



William Curtayne
Portfolio Manager



Wayne Gentle
Portfolio Manager

June was another strong month for the Fund with a 2.8% return, driven by large gains by our investments in resource and high yield companies.

Our resource investments are mostly in iron ore and gold which both performed well in June as the underlying commodities rallied. The iron ore rally was driven by shortages in supply from Brazil following dam failures earlier in the year.

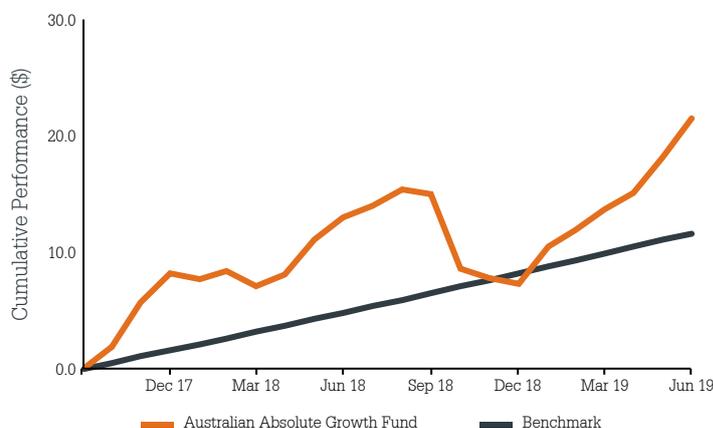
Our main position in BHP rallied 9.0% and we took the opportunity to reduce the large position we took following our research trip to China in March.

The US dollar gold price increased 7.7% as continued trade tensions and subdued global growth caused weakness in the US dollar and demand for alternative stores of wealth. Our main gold positions Newcrest Mining and Evolution Mining rallied 17.4% and 12.7% respectively.

Our income generating equities continued to perform strongly on the back of lower interest rates. Top performers were Transurban (+8.0%), Contact Energy (+8.5%), Goodman Group (+13.3%) and Charter Hall (+6.6%).

Overall the portfolio maintains a reasonable exposure to equities which we expect to be supported by record low interest rates in Australia and New Zealand. The portfolio is weighted to higher quality and income producing equities with select investment in growth companies and cyclical companies such as the mining firms.

Investment Performance to June 2019*



* Cumulative performance since inception, after all fees and expenses, and assumes reinvestment of distributions.

Key Fund Facts

Objective	Absolute returns with an annualised return of 5% above the RBA Cash Rate while seeking to preserve investor capital
Description	A diversified portfolio of predominantly Australian equities, complemented by selective exposure to international equities, fixed interest securities and cash. May use derivatives and foreign currency hedging.
Benchmark	RBA Cash Rate + 5% p.a.
Redemption Price <small>as at 30 Jun</small>	\$1.1638
NAV <small>as at 30 Jun</small>	\$94.9 Million
Inception Date	October 2017
Minimum Investment	\$20,000
Recommended Investment Timeframe	5 years +
Buy-sell Spread	+/-0.20%
Entry/Exit Fee	Nil
Distribution Frequency	Annual (30 June)
Management Fee*	1.00%
Capped Expense Recovery*	0.10%
Performance Fee*	15% p.a. of returns above the benchmark subject to achieving the high watermark.
Fund Pricing	Daily

* Fees are stated exclusive of GST.

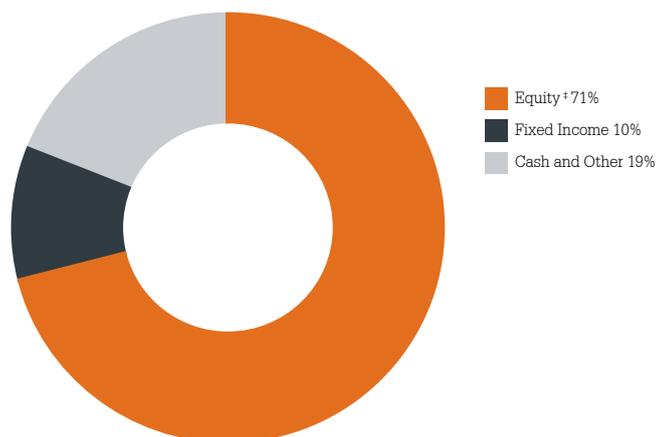
Investment Performance to June 2019¹

	1 Month	6 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)**
Australian Absolute Growth Fund	2.82%	13.22%	7.53%	-	-	11.81%
Benchmark	0.50%	3.15%	6.48%	-	-	6.51%

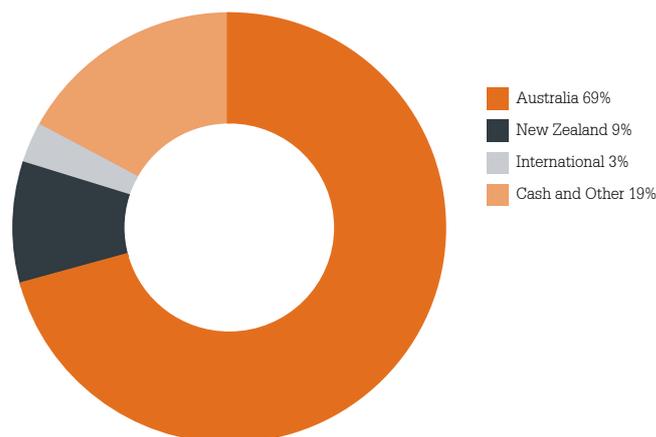
* Net performance figures are shown after all fees and expenses, and assumes reinvestment of distributions.

** Inception date of the Fund is 2 October 2017

Current Asset Allocation¹



Current Country Allocation¹¹



Top Security Holdings

Holdings	% of Fund's NAV
CSL	4.84%
Commonwealth Bank	3.99%
National Australia Bank	3.77%
BHP Group	3.51%
Transurban Group	3.29%
Contact Energy	2.59%
a2 Milk Company	2.54%
Orora	2.25%
Aristocrat Leisure	2.23%
Australian Finance Group	2.01%

Note: Fixed interest securities are reported in the following format: Issuer name, interest (coupon rate), maturity year.

¹ The actual investment mix incorporates the notional exposure value of equity derivatives and credit default swaps, where applicable.

¹¹ Equity will be the net amount, ie the total long less any shorts.

¹¹ Typically the country in which the company issuing the share/bond primarily operates

Fund Changes

There have been no material changes to the below information since the last monthly report:

- The Fund's risk profile
- The Fund's strategy

There have been no changes to the below information since the PDS was issued:

- Key service providers
- Individuals playing a key role in investment

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