

Australian Absolute Growth Fund

October 2017



Portfolio Managers



William Curtayne
Portfolio Manager



Wayne Gentle
Portfolio Manager

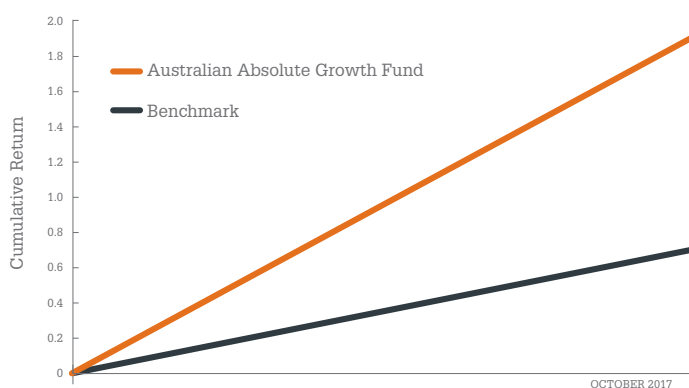
The Fund had a strong opening month delivering a 1.9% net return. Fortunately, we invested a lot of our cash at the beginning of the month immediately upon inception of the Fund meaning we benefitted from the broad ASX market rally in October. At month end the Fund was approximately 70% invested in Australian equities with the remainder in cash. Over time, we expect to have 75 to 85% of the Fund in Australian equities with the balance in a combination of international equities, fixed income investments and cash. The ability to invest some of the Fund into these non-Australian equity assets should help us produce more consistent returns and better protect capital if the Australian equity market experiences a period of weakness.

As part of our process, we analyse our investments in detail individually and at the portfolio level. At month end, we had 42% of the Fund invested in what we classify as Quality and Income equity type investments. These companies are generally (but not always) lower risk due to stronger barriers to entry, asset backing and higher sustainable dividends. The remaining 28% is invested in the higher risk Growth, Cyclical, Turnaround and

Opportunistic equity type investments which should deliver higher returns in the long run, but with more volatility in the short term.

We have a good pipeline of ideas to work through, so we expect to continue deploying cash over the next few months.

Investment Performance to October 2017*



*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 benchmark 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. The Fund may use derivatives and foreign currency hedging.
Benchmark	RBA cash rate + 5% per annum
Redemption Price <small>as at 31 Oct</small>	\$1.0225
NAV <small>as at 31 Oct</small>	\$31 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.

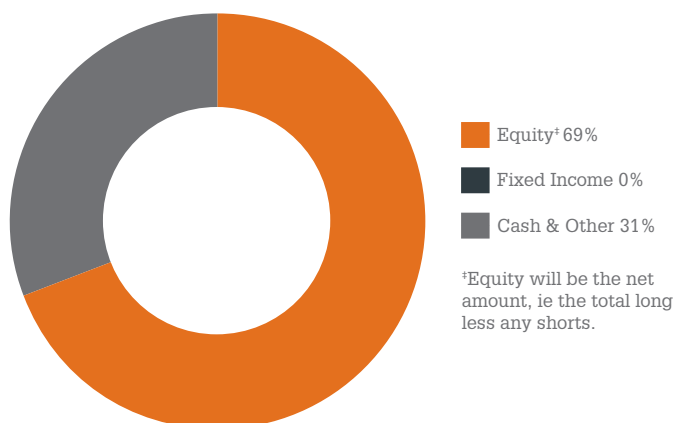
Investment Performance to October 2017*

	1 Month	6 Months	1 Year	3 Years (p.a.)	5 Years (p.a.)	Since inception (p.a.)**
Australian Absolute Growth Fund	1.90%	-	-	-	-	-
Benchmark	0.53%	-	-	-	-	-

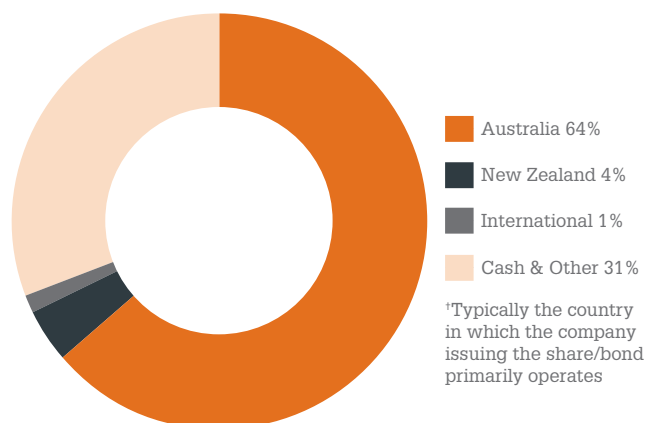
*Net performance figures are shown after all fees and expenses, and assumes reinvestment of distributions.

** Inception date of the Fund is 2 October 2017.

Current Asset Allocation



Current Country Allocation†



Top Security Holdings

Companies	% of Fund Net Assets
Westpac Banking Corp	4.30%
National Australia Bank	4.25%
Commonwealth Bank Of Australia	3.54%
Suncorp Group	3.32%
Orora	3.26%
Westfield Corp	2.53%
Eclix Group	2.04%
Australian Finance Group	2.00%
Scentre Group	1.96%
Wellcom Group	1.92%

Fund Changes

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

- 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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