

## Regal Investment Fund (ASX: RF1)

### OCTOBER 2020

The Regal Investment Fund Net Asset Value (NAV) decreased by -0.02% to \$3.43 in October.

The Market Neutral Strategy decreased 8.0% for the month. The strategy experienced a mixed month of performance, with a number of positive contributions from the short book (primarily across the travel and leisure sectors and select emerging biotech companies) being offset by weaker contributions from a handful of higher conviction positions on the long side.

The Global Alpha Strategy returned -1.0% in October, as both the discretionary and systematic trading strategies resulted in largely flat returns.

The Small Companies strategy increased 0.5% in October. A continued overweight position in the Fund toward the technology and communications sectors generated sound results this month, with key holdings in PDF document software provider Nitro Software (+12%) and mobile network provider Tuas Limited (+42%) performing strongly, alongside new ASX entrant Aussie Broadband (+83%).

The Regal Emerging Companies Fund III increased 6.4% in October. The largest contributor was telecommunications company Aussie Broadband which listed during the month.

### UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	-8.0%	8.3%	9.9%
Long Short Equity Strategy	-2.1%	18.4%	14.9%
Small Companies Strategy	0.5%	25.5%	31.8%
Emerging Companies Strategy	6.4%	81.5%	85.7%
Global Alpha Strategy	-1.0%	65.8%	75.4%
Long Short Health Care Strategy	-1.7%	-	-1.1%*
<b>TOTAL (NET)</b>	<b>0.0%</b>	<b>35.6%</b>	<b>32.4%</b>

Past performance is not a reliable indicator of future performance.  
\*Total Return Since Inception (not annualised)

### SUMMARY DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	YTD %	12 MTHS %	INCEPTION %P.A.
<b>Regal Investment Fund</b>	<b>-0.02</b>	<b>12.47</b>	<b>33.65</b>	<b>35.60</b>	<b>32.40</b>

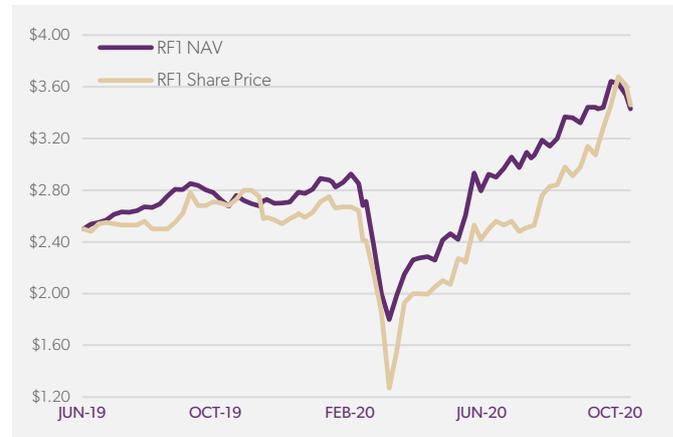
Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income.

### KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$3.43
ASX Code	RF1	RF1 NAV	A\$349m
Structure	Listed Investment Trust	Units on Issue	101,926,939 units
Listing Date	17 June 2019	Distribution Frequency	Semi-annual
Management Fee	1.5% (plus GST)	Responsible Entity	Equity Trustees Limited
Performance Fee	20% above RBA Cash Rate	Investment Manager	Regal Funds Management Pty Ltd
High Water Mark	Yes	Fund Administrator	HSBC

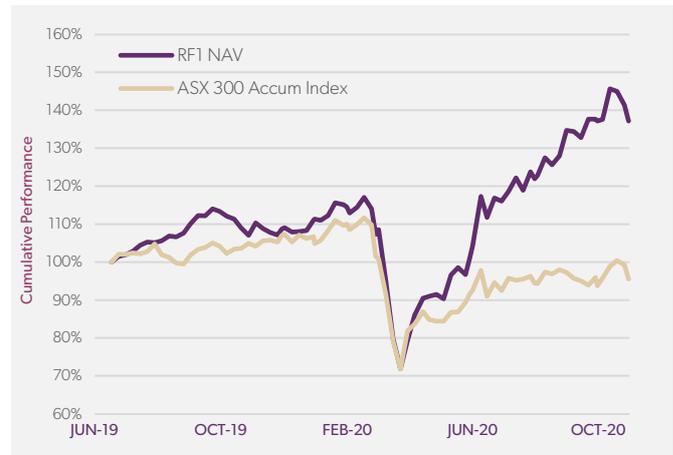
Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 31 October 2020.

### RF1 NAV vs RF1 SHARE PRICE



Past performance is not a reliable indicator of future performance.

### RF1 NAV vs ASX 300 ACCUM. INDEX



Past performance is not a reliable indicator of future performance.

### CONTACT INFORMATION

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## STRATEGY

The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk adjusted absolute returns over a period of more than five years with limited correlation to equity markets. The Manager's investment philosophy is grounded in the belief that a diversified portfolio of assets, using a range of investment strategies and backed by long-term capital, is key to achieving superior risk-adjusted returns over the long-term.

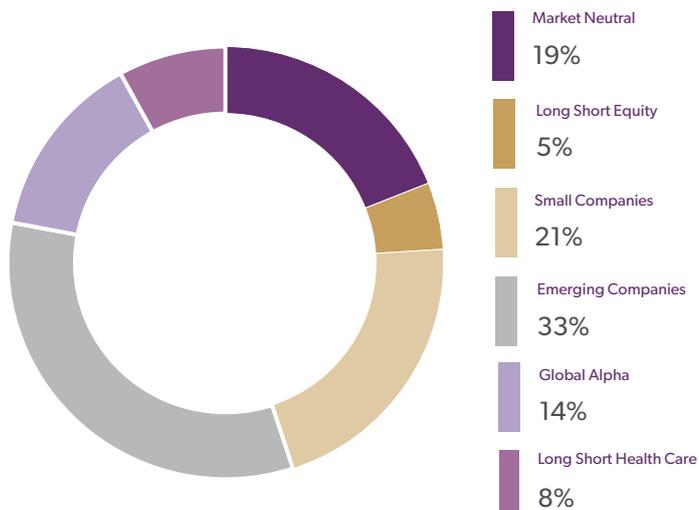
The RF1 portfolio will be constructed by the Manager using multiple investment strategies managed by Regal. The Manager may adjust the Portfolio's strategy allocations depending on prevailing market conditions or other factors it considers relevant at the time in order to achieve the RF1's Investment Objectives. The Regal investment strategies include but are not limited to five investment strategies that the Manager will use to construct the initial portfolio.

The current exposure ranges for the Strategies are below<sup>1</sup>:

MARKET NEUTRAL	LONG SHORT EQUITY	SMALL COMPANIES	EMERGING COMPANIES <sup>2</sup>	GLOBAL ALPHA	LONG SHORT HEALTHCARE
0% - 50%	0% - 25%	0% - 25%	0% - 25%	0% - 25%	0% - 25%

Effective 7 September 2020, the Long Short Healthcare Strategy has been added to the underlying investment mandate of RF1 with an exposure range of 0 - 25%.

## CURRENT EXPOSURE BY STRATEGY (NAV)



## FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2020	4.57	-6.38	-22.97	8.48	12.64	15.81	11.35	10.49	1.82	-0.02			<b>33.65</b>
2019	n/a	n/a	n/a	n/a	n/a	2.06	2.82	3.91	4.00	-3.22	-0.93	2.41	<b>11.36</b>

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A copy of the PDS is available at [www.regalfm.com/RF1](http://www.regalfm.com/RF1)

Investors should use only the official website addresses and contact details shown above in relation to investments in Regal Funds. Investors should be wary of fraudulent websites which may be operating illegally to impersonate Regal. Regal does not accept credit cards and does not offer investment plans with guaranteed returns.

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<sup>1</sup> Ranges permitted by the Investment Guideline. The Fund portfolio will be constructed using multiple Regal Investment Strategies and these Strategies are not necessarily limited to the current Investment Strategies.

<sup>2</sup> Applicable at the time of investment

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## FUND ADVISOR PROFILE

Regal Funds Management Pty Limited is the Fund's Investment Manager. The Manager was founded in 2004 and has specialised in alternative investment strategies with a primary focus on long/short investment strategies.

The Investment Manager has a team of 35 people, including 19 investment management professionals across a number of investment strategies.

The Manager's Investment Team have, on average, over 10 years' experience in financial markets both in Australia and overseas. The Investment Manager has experience on the buy and sell side, fundamental investing, sales and research, long-side and hedge fund investing, as well as investment banking and capital markets.

## BALANCE SHEET EXPOSURES (% OF NAV)

SECTOR	LONG	SHORT	NET	GROSS
Communication Services	16	-13	3	30
Consumer Discretionary	24	-11	13	36
Consumer Staples	10	-7	3	17
Diversified	0	0	0	0
Energy	6	-6	0	12
Financials	21	-15	7	36
Health Care	26	-14	12	40
Industrials	14	-7	7	20
Information Technology	36	-10	26	46
Materials	37	-12	26	48
Real Estate	5	-6	-1	11
Utilities	1	-2	-1	3
<b>Total</b>	<b>198</b>	<b>-103</b>	<b>95</b>	<b>300</b>

REGION	LONG	SHORT	NET	GROSS
Asia	57	-49	9	106
Australia/NZ	129	-52	77	180
EMEA	3	-1	2	3
Americas	9	-1	7	10
<b>Total</b>	<b>198</b>	<b>-103</b>	<b>95</b>	<b>300</b>