



Regal Investment Fund (ASX: RF1)

SEPTEMBER 2021

The Regal Investment Fund Net Asset Value (NAV) increased by 2.8% to \$3.78 in September. Since inception on 17 June 2019, the Fund has generated 39.1% p.a. net of fees¹.

Global equity markets largely declined in September, driven predominantly by a variety of macroeconomic developments across China and the US. Concerns surrounding China's real estate market and the fate of highly indebted property developer Evergrande led risk-off moves through the Asia region, while global equity and bond markets navigated a hawkish update from the US Federal Reserve signalling a near-term tapering of the central bank's massive asset purchase program. The S&P 500 fell -4.7%, recording its worst monthly decline since March 2020, while the tech-heavy NASDAQ declined -5.3%. The ASX 200 outperformed global peers, falling -2.7% in September, recording its first monthly decline for 2021.

Commodity price inflation remained a key theme in September, with the Chinese government forced to install measures to limit power usage to counter soaring energy costs, while UK fuel costs reached an 8-year high and the US natural gas prices spiked to 7-year highs. Not all commodities rose, however, with iron ore declining -25%, impacting the share prices of a number of index-heavy Australian bulk miners.

The Regal Investment Fund delivered a pleasing performance this month, particularly given the softer equity market environment over the period. Returns this month were led by the Emerging Companies strategy, with positive contributions coming from a number of pre-IPO positions that completed capital raising initiatives at a premium to the current carrying values. This included a pre-IPO position in wealth management infrastructure business FinClear, the company completing an investment round this month at a valuation more than three-times higher than its previous capital raising last year. A continued overweight in the Small Companies strategy toward resources and companies exposed to commodities where we anticipate continued supply concerns also contributed positively this month. This included long positions in uranium miner and developer Paladin Energy (PDN), which benefited from a significant move in the uranium spot price to over US\$50/lb this month, and a number of positions leveraged to the battery metals sector. Global M&A and deal flow volume again remained elevated in September, with the Fund's Global Alpha strategy finding good opportunities to generate performance across a number of systematic and discretionary events across Australia, Asia and the US.

RF1 SUMMARY DATA (as of 30 September 2021)

RF1 ASX Closing Price	\$4.63
RF1 NAV	\$3.78
Premium / (Discount)	+22.5%

¹ Past performance is not a reliable indicator of future performance.

RF1 FUND PERFORMANCE

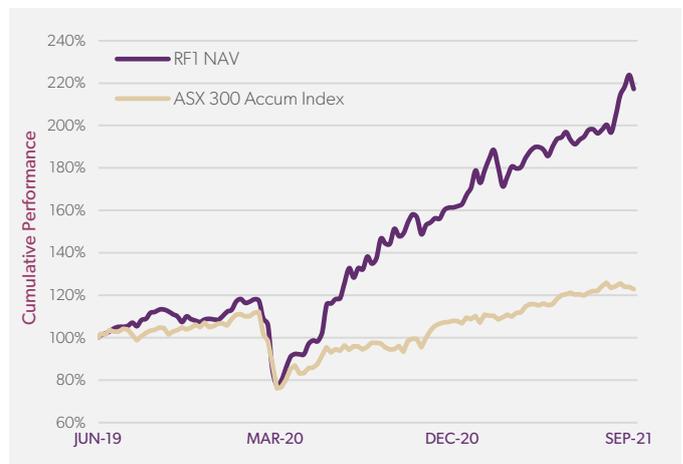


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	0.9%	29.8%	23.1%
Long Short Equity Strategy	-1.9%	24.3%	20.9%
Small Companies Strategy	0.9%	91.0%	56.9%
Emerging Companies Fund III	10.7%	83.9%	72.1%
Global Alpha Strategy	5.0%	110.1%	96.4%
Long Short Health Care Strategy	0.6%	15.4%	15.0%
TOTAL RF1 (NET)	2.8%	45.0%	39.1%

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Underlying strategy performance expressed exclusive of fees and costs; Total RF1 performance expressed net of fees and costs.

PERFORMANCE DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	6 MTH %	1 YR %	2 YRS %P.A	INCEPTION %P.A.
Regal Investment Fund	2.8	11.6	21.2	45.0	38.0	39.1

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Net return on RF1 assets after fees, and costs.

KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$3.78
ASX Code	RF1	RF1 NAV	A\$438m
Structure	Listed Investment Trust	Units on Issue	115,906,049 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

CONTACT INFORMATION

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STRATEGY

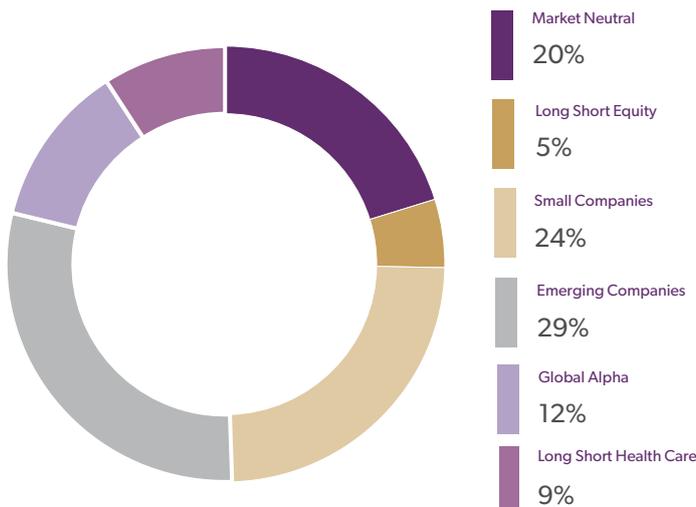
The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk-adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's ("Regal" or the "Manager") 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 is constructed by the Manager using multiple investment strategies managed by it. 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 RF1's investment objectives.

The current exposure ranges for the Strategies are below¹:

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

CURRENT EXPOSURE BY STRATEGY (NAV)



FUND ADVISOR PROFILE

Regal is RF1's investment manager. Regal was founded in 2004 and has specialised in alternative investment strategies with a primary focus on long/short investment strategies.

Regal has a team of approximately 40 people, including approximately 20 investment management professionals across a number of investment strategies.

Regal's investment team have, on average, over 10 years' experience in financial markets both in Australia and overseas. Regal 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	12	-3	9	15
Consumer Discretionary	14	-16	-2	30
Consumer Staples	9	-3	6	11
Diversified	0	-1	-1	1
Energy	12	-2	10	14
Financials	14	-18	-4	32
Health Care	25	-20	5	46
Industrials	14	-7	7	21
Information Technology	32	-7	25	39
Materials	34	-12	23	46
Real Estate	8	-6	2	14
Utilities	1	-1	0	2
Total	175	-95	80	270

REGION	LONG	SHORT	NET	GROSS
Asia	15	-3	12	18
Australia/NZ	148	-87	61	235
EMEA	2	-1	1	3
Americas	10	-4	6	14
Total	175	-95	80	270

FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2021	6.16	4.22	-1.22	6.65	1.83	0.02	1.21	7.27	2.82				32.50
2020	4.57	-6.38	-22.97	8.48	12.64	15.81	11.35	10.49	1.82	-0.02	4.77	4.49	46.31
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	11.36

Past performance is not a reliable indicator of future performance. Performance figures are net of fees, costs, and assume reinvestment of income.

A copy of the PDS is available at www.regalfm.com/RF1

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

² Applicable at the time of investment

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 30 September 2021.