

Regal Investment Fund (ASX: RF1)

JULY 2021

The Regal Investment Fund Net Asset Value (NAV) increased by 1.2% to \$3.43 in July.

Global equity markets delivered a mixed set of performances in July, with a number of developed world markets again eclipsing record highs, while emerging markets suffered an aggressive sell-off following a series of surprise regulatory announcements from the Chinese Government. While the emerging global threat from the COVID-19 delta variant has begun to raise questions surrounding the sustainability of the global economic recovery, US equities responded well to a strong start to the 2Q earnings season and continued positive momentum across a number of US economic indicators. The S&P 500 rose +2.3%, the tech-heavy NASDAQ increased +1.2% while US 10-year bond yields again retraced their early recovery, falling 24bps to 1.23%.

A continued overweight in the Fund to the Materials sector delivered positive alpha this month, following continued strength in underlying spot commodity markets. Key contributors across the sector included overweights in diversified miner BHP Group (+10%), Canadian-based iron pre miner Champion Iron (+19%) and recently-listed copper and precious metals miner 29Metals (+14%).

The Fund also benefitted this month from a number of overweights within the small and mid-cap space. Location-based app provider Life360 (+19%) was well supported following a strong quarterly update that indicated annualised monthly revenues now in excess of US\$100m and the completion of a private capital raising to a 'Family Advisory Council' that included investments from US basketballer Kobe Bryant's charitable foundation, US skateboarder Tony Hawk and NBA star Chris Paul.

While buoyant equity markets and increasing merger and takeover activity have created a challenging environment for short books, the Fund pleasingly delivered positive alpha from short positions this month, coming from positions across materials, financial services and health care.

RF1 SUMMARY DATA (as of 31 July 2021)

RF1 Unit Price	\$4.36
RF1 NAV	\$3.43
Premium / (Discount)	+27.1%

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

RF1 FUND PERFORMANCE

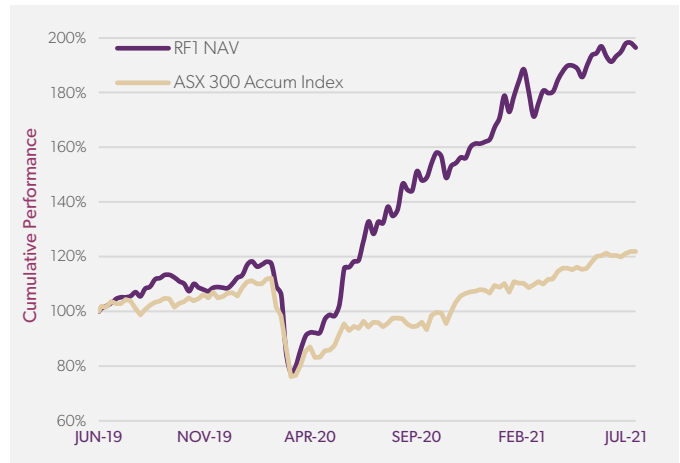


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	5.4%	38.9%	19.9%
Long Short Equity Strategy	5.0%	34.9%	20.9%
Small Companies Strategy	2.7%	121.6%	53.1%
Emerging Companies Fund III	0.7%	64.1%	56.3%
Global Alpha Strategy	-0.8%	102.1%	91.4%
Long Short Health Care Strategy	-0.9%	-	8.5%*
TOTAL RF1 (NET)	1.2%	47.9%	36.3%

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.
*Total Return Since Inception in September 2020 (not annualised)

PERFORMANCE DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	6 MTH %	12 MTHS %	INCEPTION %P.A.
Regal Investment Fund	1.2	3.1	13.2	47.9	36.3

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\$3.43
ASX Code	RF1	RF1 NAV	A\$396m
Structure	Listed Investment Trust	Units on Issue	115,711,861 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

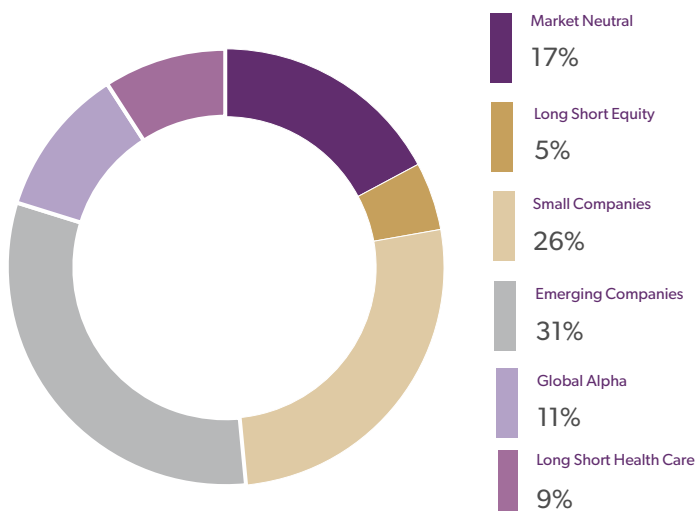
The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's ("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 39 people, including 19 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	9	-5	4	14
Consumer Discretionary	17	-12	5	29
Consumer Staples	8	-3	4	11
Diversified	0	-1	-1	1
Energy	8	-4	4	12
Financials	16	-13	3	29
Health Care	29	-19	10	48
Industrials	11	-8	3	19
Information Technology	30	-10	19	40
Materials	36	-13	23	49
Real Estate	11	-7	4	17
Utilities	0	-1	0	1
Total	176	-96	80	271

REGION	LONG	SHORT	NET	GROSS
Asia	20	-11	8	31
Australia/NZ	146	-69	77	215
EMEA	2	0	2	2
Americas	9	-16	-7	24
Total	176	-96	80	271

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						20.14
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 Guideline. 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 31 July 2021.