

Regal Investment Fund (ASX: RF1)

MAY 2021

The Regal Investment Fund Net Asset Value (NAV) increased by 1.8% to \$4.40 in May.

The ASX 200 Index recovered from an intra-month decline of -1.5% to finish May +1.9%, outperforming the bulk of developed market peers and recording its eighth consecutive month of positive returns. The index-heavy Banks sector led returns across domestic large caps, following better-than-expected trading updates from the big four banks and broader market positioning toward industry sectors likely to benefit from future rises in bond yields. Resources again enjoyed a strong month, particularly across companies within the small and mid-cap space, following supportive moves across gold (+8%), copper (+4%), thermal coal (+20%) and oil (+4%).

An overweight tilt within the Fund to the Resources sector delivered positive results, with long positions in WA-based junior explorer Chalice Mining (+27%), Pilbara-based gold explorer DeGrey Mining (+7%) and mining-related lab testing and certification business ALS Global (+17%) all contributing to returns. The Fund also benefited from long positions in gaming machine manufacturer Aristocrat Leisure (+10%) and NZ electricity infrastructure player Infratil (+7%) after both companies delivered favourable earnings updates.

The Small Companies strategy benefitted from long positions in luxury online retailer Cettire (+44%), after the company upgraded FY21 prospectus forecasts, alongside long positions in cloud-based call recording software provider Dubber Corp (+11%) and fleet management business Eclix Group (+9%).

An overweight position in Buy Now, Pay Later (BNPL) provider Zip Co detracted from returns this month, amidst broader weakness across the BNPL and wider technology space.

RF1 SUMMARY DATA (as of 31 May 2021)

RF1 Unit Price	\$4.44
RF1 NAV	\$4.40
Premium/(Discount)	+0.9%
Trailing Yield¹	5.3%

Past performance is not a reliable indicator of future performance.

1. Trailing Yield equals the total cash distributions paid by RF1 in the preceding 12 months divided by the RF1 unit price as at 31 May 2021.

PERFORMANCE DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	6 MTH %	12 MTHS %	INCEPTION %P.A.
Regal Investment Fund	1.8	7.3	24.0	88.5	39.0

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.

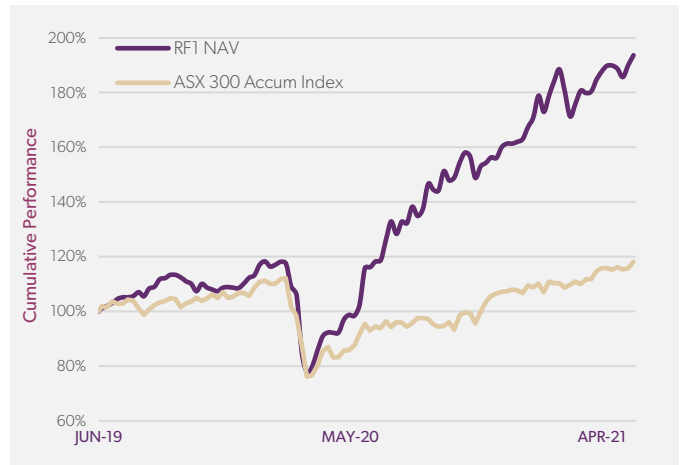
KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$4.40
ASX Code	RF1	RF1 NAV	A\$445m
Structure	Listed Investment Trust	Units on Issue	101,325,364 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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RF1 NAV vs ASX 300 ACCUM. INDEX



Past performance is not a reliable indicator of future performance. Net of fees and costs.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	0.6%	81.9%	21.9%
Long Short Equity Strategy	1.0%	53.0%	20.8%
Small Companies Strategy	9.0%	158.4%	55.8%
Emerging Companies Fund III	0.1%	129.5%	81.2%
Global Alpha Strategy	1.2%	132.8%	99.4%
Long Short Health Care Strategy	3.0%	-	5.7%*
TOTAL RF1 (NET)	1.8%	88.5%	39.0%

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

STRATEGY

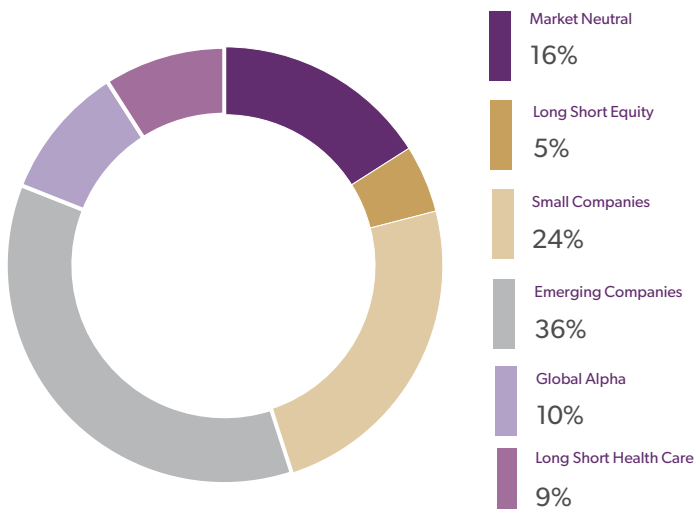
The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's ("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 35 people, including 18 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	-4	6	13
Consumer Discretionary	15	-11	4	25
Consumer Staples	7	-3	4	10
Diversified	0	0	0	0
Energy	7	-2	4	9
Financials	13	-10	3	23
Health Care	24	-17	6	41
Industrials	14	-8	7	22
Information Technology	22	-10	12	32
Materials	36	-10	27	46
Real Estate	3	-4	-1	7
Utilities	4	-2	1	6
Total	154	-81	72	235

REGION	LONG	SHORT	NET	GROSS
Asia	25	-17	8	41
Australia/NZ	115	-53	62	168
EMEA	2	-1	1	3
Americas	12	-11	2	23
Total	154	-81	72	235

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								18.69
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 May 2021.