



Regal Investment Fund (ASX: RF1)

MAY 2022

The Regal Investment Fund Net Asset Value (NAV) decreased by -5.3% to \$3.64 in May. Since inception on 17 June 2019, the Fund has generated 28.8% p.a. net of fees.¹

Global equity markets experienced another tumultuous month of performance in May, as concerns surrounding rising inflation, tightening monetary conditions and the quantum of further interest rate increases continued to weigh on overall investor sentiment. The S&P 500 subsequently rallied late in the month to snap a seven-week consecutive losing streak - its longest consecutive period of weekly losses since the bursting of the dot-com bubble in 2001 - and post its strongest weekly performance since November 2020, finishing the month flat. The tech-heavy NASDAQ Composite and growth-exposed smaller companies space continued to be impacted by the ongoing de-rating in both secular growth and unprofitable technology companies, the NASDAQ declining -2.1% in May and Russell 3000 small cap index falling -0.3%.

After several months of strong outperformance, commodity markets also came under pressure in May, as concerns surrounding the deteriorating macroeconomic environment and ongoing COVID-related lockdowns in China saw the majority of base metal and bulk commodity markets weaker. Iron ore fell -11.7%, copper declined -2.7%, while energy markets continued to remain well supported as WTI Crude rose a further +9.3%. Australian equities underperformed global peers, the ASX 200 declining -3.0%, while the ASX Small Ordinaries retreated -7.0%. Whilst broadly expected, May also delivered a symbolic first Rate hike from the RBA since 2010, the overnight cash rate increasing 25bps to 0.35%.

The Market Neutral strategy and the Long Short Health Care strategy were positive contributors in May, with the short book delivering the bulk of positive returns, including within consumer discretionary and information technology sectors in Market Neutral and the emerging life sciences sector in the Long Short Health Care strategy.

The Long Short Equity strategy and the Global Alpha strategy were largely flat this month, while the Small Companies strategy detracted from performance, with negative performance stemming from long positions in sustainable technology business Calix (-2%), sales enablement software provider Bigtincan (-13%) and video content business Atomos (-59%).

RF1 SUMMARY DATA (as at 31 May 2022)

RF1 ASX Closing Price	\$3.71
RF1 NAV	\$3.64
Premium / (Discount)	+1.92%

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

PERFORMANCE DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	6 MTH %	1 YR %	2 YRS %P.A	INCEPTION %P.A.
Regal Investment Fund	-5.24	2.94	-2.61	10.45	44.27	28.78

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\$3.64
ASX Code	RF1	RF1 NAV	A\$630m
Structure	Listed Investment Trust	Units on Issue	172,919,517 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 FUND PERFORMANCE

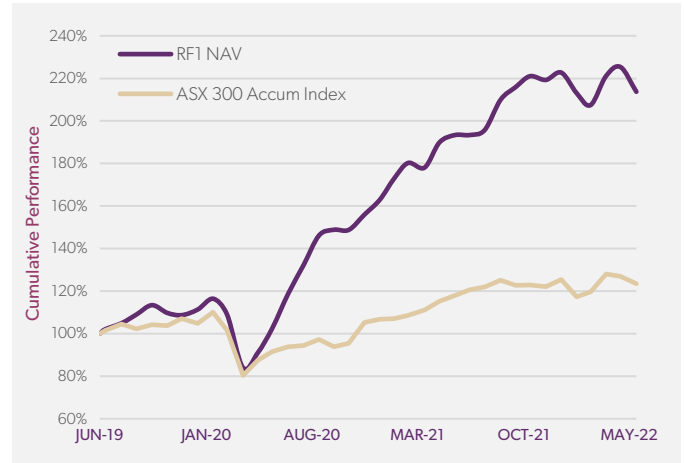


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	0.10%	45.76%	29.83%
Long Short Equity Strategy	-3.61%	13.01%	18.41%
Small Companies Strategy	-20.22%	-20.80%	24.75%
Emerging Companies Strategy	-3.56%	8.56%	52.64%
Global Alpha Strategy	-3.55%	68.18%	89.94%
Long Short Health Care Strategy	1.43%	9.90%	9.01%
TOTAL RF1 (NET)	-5.24%	10.45%	28.78%

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.

STRATEGY

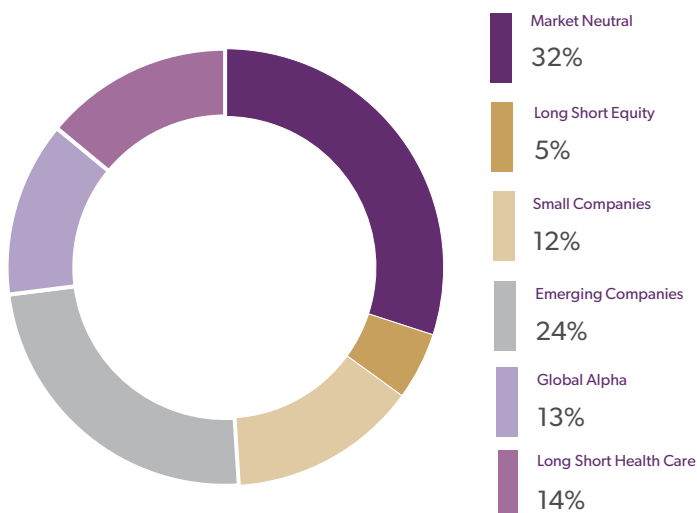
The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk-adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's ("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 below:¹

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	7	-6	1	13
Consumer Discretionary	9	-14	-5	24
Consumer Staples	10	-4	6	13
Diversified	0	0	0	0
Energy	20	-4	16	24
Financials	18	-6	12	23
Health Care	30	-18	12	47
Industrials	17	-6	12	23
Information Technology	24	-11	13	34
Materials	47	-20	27	67
Real Estate	10	-9	1	19
Utilities	3	-2	1	5
Total	195	-99	96	294

REGION	LONG	SHORT	NET	GROSS
Asia	19	-10	9	28
Australia/NZ	164	-64	100	228
EMEA	5	-4	1	9
Americas	7	-21	-14	29
Total	195	-99	96	294

FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2022	-4.34	-2.63	6.57	1.93	-5.24								-4.12
2021	6.16	4.22	-1.22	6.65	1.83	0.02	1.21	7.27	2.86	2.39	-0.79	1.57	36.72
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 and 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 31 May 2022.