

# Regal Investment Fund

ASX:RF1

## NOVEMBER 2023

The Regal Investment Fund ("RF1") Net Asset Value ("NAV") increased by 1.2% to \$2.99 in November. Since inception on 17 June 2019, the Fund has generated 17.8% p.a. net of fees.<sup>1</sup>

Global risk assets surged in November, responding to growing market consensus that the US Federal Reserve rate hiking cycle is nearing completion. US 10-year bond yields experienced their largest monthly decline since 1985, falling 73bps, whilst US interest rate futures markets moved to price in their view of a 45% probability of a Federal Reserve rate cut in March 2024. Across global equity markets, gains were broad-based across geography and sector, in addition to heightened levels of short-covering across lower quality and more speculative companies. In Australia, the ASX 200 increased +4.5%, while smaller companies outperformed their larger cap peers, with the ASX Small Ordinaries index rising +7.0%.

In line with the broader Australian economy, the best performing underlying strategies in November were Small Companies and Emerging Companies, attributing +1.0% and +0.7% respectively to performance. Main positive attributors stemmed from a long position in Cettire (+21%) following a strong rebound in the share price as the company continues to outperform other luxury retail peers, including its key competitor Farfetch. Other key contributors included long positions in wealth management platform provider HUB24 (+11%), Australian high-grade gold producer Pantoro (+66%) and US-listed bitcoin miner Iris Energy (+60%).

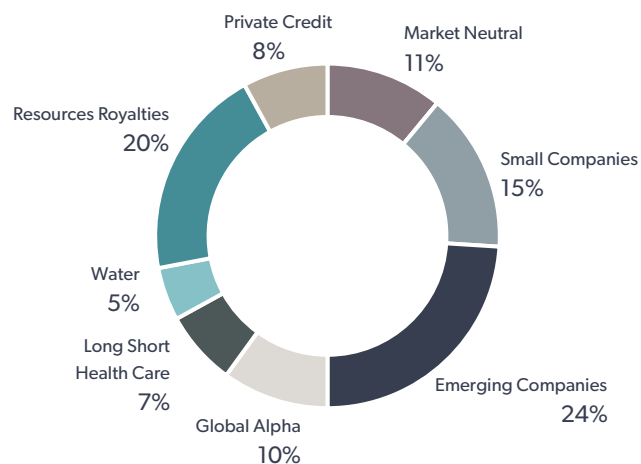
Main detractors this month were from the Resources Royalties strategy which experienced a negative month, with assets affected by the higher AUD/USD rate and lower oil prices.

## FUND INFORMATION

Name	Regal Investment Fund
ASX Code	RF1
ASX Closing Price	\$2.79
Monthly NAV	\$2.99
Premium/(Discount)	-6.71%
Structure	Listed Investment Trust
Listing Date	17 June 2019
Management Fee	1.5% (plus GST)
Performance Fee	20% (plus GST) above RBA Cash Rate
High Water Mark	Yes
Fund Size	A\$600m
Units on Issue	200,613,444 units
Distribution Frequency	Semi-annual
Responsible Entity	Equity Trustees Limited
Investment Manager	Regal Funds Management Pty Ltd
Fund Administrator	HSBC

Past performance is not a reliable indicator of future performance. Data as at 30 November 2023.

## EXPOSURE BY STRATEGY (NAV)<sup>2</sup>



<sup>2</sup> As at 30 November 2023. The Fund portfolio will be constructed using multiple Regal Investment Strategies and these Strategies are not necessarily limited to the current Investment Strategies.

## PERFORMANCE DATA % (NET)<sup>1</sup>

Performance	1 mth	3 mth	6 mth	1 yr	2 yrs pa	3 yrs pa	4 yrs pa	Inception pa
Regal Investment Fund	1.2	1.9	8.9	5.2	-2.3	10.3	17.8	17.8

<sup>1</sup> 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. Returns greater than one year are annualised.

## PERFORMANCE BY MONTH % (NET)<sup>3</sup>

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	3.33	-3.38	0.29	0.16	0.34	5.44	1.23	0.15	1.44	-0.76	1.19		9.57
2022	-4.34	-2.63	6.57	1.93	-5.24	-13.05	2.55	7.89	-0.58	-1.27	-1.32	-4.02	-14.26
2021	6.16	4.22	-1.22	6.64	1.83	0.02	1.21	7.27	2.82	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	-	-	-	-	-	2.06	2.82	3.91	4.00	-3.22	-0.93	2.41	11.36

<sup>3</sup> Past performance is not a reliable indicator of future performance. Performance figures are net of fees and costs and assume reinvestment of distributions.

## RF1 PERFORMANCE

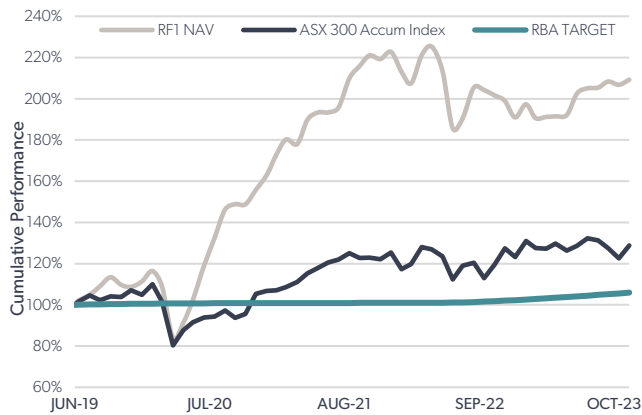


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

## UNDERLYING STRATEGY PERFORMANCE (GROSS)

Strategy	1 month %	12 months %	Inception % pa
Market Neutral Strategy	-0.7	-2.6	14.1
Small Companies Strategy	6.8	29.5	23.3
Emerging Companies Strategy	2.8	-5.6	51.6
Global Alpha Strategy	3.7	29.6	62.8
Long Short Health Care Strategy	0.3	8.3	7.0
Water Strategy	-1.1	-3.0	-3.0
Resources Royalties Strategy	-1.9	19.4	16.4
Private Credit Strategy	0.9	-	7.5 <sup>3</sup>
<b>Total RF1 (net)</b>	<b>1.2</b>	<b>5.2</b>	<b>17.8</b>

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.

<sup>3</sup> Private Credit commenced 1 March 2023. Performance since inception not annualised.

## BALANCE SHEET EXPOSURES (% OF NAV)

Sector	Long	Short	Net	Gross
Communication Services	6	-2	4	7
Consumer Discretionary	12	-9	3	21
Consumer Staples	6	-3	4	9
Diversified	0	0	0	0
Energy	6	-4	2	11
Financials	15	-11	4	26
Health Care	16	-10	6	26
Industrials	17	-7	10	24
Information Technology	13	-8	4	21
Materials	30	-13	17	44
Real Estate	5	-4	1	9
Utilities	2	-1	1	3
<b>Total (Listed Positions)</b>	<b>128</b>	<b>-72</b>	<b>56</b>	<b>200</b>
<b>Total (Non Listed Positions)</b>	<b>41</b>	<b>0</b>	<b>41</b>	<b>41</b>
<b>Total</b>	<b>169</b>	<b>-72</b>	<b>97</b>	<b>241</b>

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Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 30 November 2023.

## 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.

## FUND ADVISOR PROFILE

Regal is RF1's investment manager. Regal is a multi-award winning investment management business, four times awarded alternative investment management firm of the year<sup>6</sup>.

A subsidiary of ASX-listed Regal Partners Limited (ASX:RPL), Regal sits alongside investment managers VGI Partners, Kilter Rural and Attunga Capital, which manage capital across a diverse range of alternative investment strategies covering long / short equities, private markets, real and natural assets, and capital solutions.

With a large team of approximately 110, including over 50 investment professionals, located in offices across Sydney, Melbourne, Singapore, Hong Kong and New York, RPL manages capital on behalf of institutions, family offices, charities, wealth advisory groups and private investors across Australia, Europe and the US. Combining deep industry experience, extensive networks and multi-award winning performance track records, Regal seeks to be the leading provider of alternative investment strategies in Australia and Asia.

<sup>6</sup> Australian Alternative Investment Manager of the Year, awarded at the Annual AIMA 'Hedge Funds Rock' Awards in 2019, 2016, 2014, 2011.

## CONTACT

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