



## Regal Investment Fund (ASX: RF1)

### JULY 2022

The Regal Investment Fund Net Asset Value (NAV) increased by 2.6% to \$2.94 in July. Since inception on 17 June 2019, the Fund has generated 22.6% p.a. net of fees.<sup>1</sup>

Global equity markets rebounded strongly in July as investors embraced more accommodative commentary from the US Federal Reserve and a better-than-expected quarterly US reporting season. After a difficult start to the 2022 calendar year, the S&P 500 and Nasdaq Composite produced their strongest monthly gains since 2020, rising 9.1% and 12.4% respectively. After a difficult June, the majority of spot commodity markets also stabilised in July as investors digested commentary from a number of major global miners that reiterated excessively tight supply constraints across a variety of base and bulk minerals, alongside an improving outlook for broader global economic growth. While underperforming global counterparts, Australian equities posted positive months of performance, the ASX 200 rising 5.7%, and the ASX Small Ordinaries increasing 11.4%. Asian equity markets were softer in July as concerns surrounding slowing economic growth and ongoing COVID-related lockdowns weighed heavily on the region, the MSCI China Index declining -9.3%.

The Small Companies strategy was the largest positive contributor in July, rebounding strongly from a softer performance in June. Key contributors to performance came primarily from the long book, including long positions in Singaporean mobile network provider Tuas (+40%), sales enablement software provider Bigtincan (+55%) and contractor management software business Damstra (+132%). The Global Alpha strategy also provided a positive return, benefitting from a number of positions in the discretionary book, including a long position in registry provider Link Administration Holdings (+16%).

The Market Neutral strategy detracted from performance this month, led by negative contributions from the short book given the broader-based rally in risk. This primarily impacted short exposures in a number of loss-making technology businesses and the emerging healthcare and consumer discretionary sectors. The Emerging Companies strategy also detracted from returns this month, following a negative revaluation in an unlisted position in the technology sector.

### RF1 SUMMARY DATA (as at 31 July 2022)

<b>RF1 ASX Closing Price</b>	<b>\$3.20</b>
<b>RF1 NAV</b>	<b>\$2.94</b>
<b>Premium / (Discount)</b>	<b>+8.84%</b>

<sup>1</sup> 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.
<b>Regal Investment Fund</b>	<b>2.55</b>	<b>-15.51</b>	<b>-10.63</b>	<b>-2.72</b>	<b>19.96</b>	<b>22.56</b>

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\$2.94
ASX Code	RF1	RF1 NAV	A\$524m
Structure	Listed Investment Trust	Units on Issue	178,140,031 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

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 31 July 2022.

### RF1 FUND PERFORMANCE

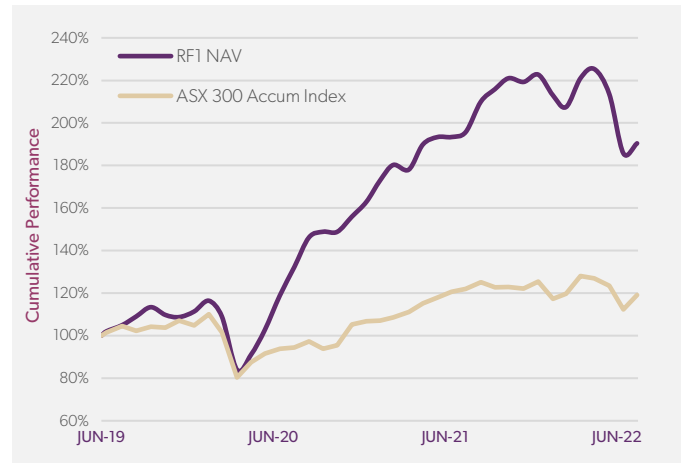


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

### UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	-4.03%	24.92%	21.77%
Long Short Equity Strategy	6.44%	1.33%	14.53%
Small Companies Strategy	46.26%	-34.24%	17.58%
Emerging Companies Strategy	-0.41%	1.17%	46.41%
Global Alpha Strategy	5.84%	50.68%	78.89%
Long Short Health Care Strategy	-0.78%	9.02%	9.22%
<b>TOTAL RF1 (NET)</b>	<b>2.55%</b>	<b>-2.72%</b>	<b>22.56%</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.

### CONTACT INFORMATION

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## STRATEGY

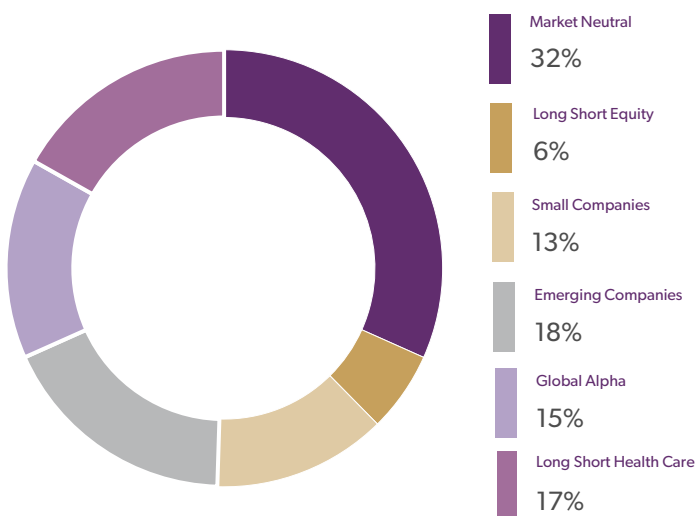
The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk-adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's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

MARKET NEUTRAL	LONG SHORT EQUITY	SMALL COMPANIES	EMERGING COMPANIES <sup>2</sup>	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	8	-4	4	11
Consumer Discretionary	8	-16	-8	25
Consumer Staples	6	-4	2	9
Diversified	3	0	3	3
Energy	22	-2	20	24
Financials	21	-7	14	28
Health Care	31	-19	13	50
Industrials	14	-6	8	19
Information Technology	26	-12	14	38
Materials	40	-20	20	59
Real Estate	11	-7	4	18
Utilities	3	-1	2	3
Total	192	-98	94	289

REGION	LONG	SHORT	NET	GROSS
Asia	24	-10	14	35
Australia/NZ	152	-65	87	217
EMEA	7	-4	3	11
Americas	8	-18	-10	26
Total	192	-98	94	289

## 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	-13.05	2.55						-14.51
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](http://www.regalfm.com/RF1)

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<sup>1</sup> 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.

<sup>2</sup> Applicable at the time of investment

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