

# APPENDIX 4E – PRELIMINARY FINAL REPORT

Regal Investment Fund (ARSN: 632 283 384) (the Fund)

## DETAILS OF REPORTING PERIOD

Current reporting period: Year ended 30 June 2023

Previous corresponding period: Year ended 30 June 2022

The directors of Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975), the Responsible Entity of the Fund, announce the results of the Fund for the year ended 30 June 2023 as follows:

## RESULTS FOR ANNOUNCEMENT TO THE MARKET

Extracted from the Annual Report for the year ended 30 June 2023.

PERFORMANCE	YEAR ENDED 30 JUNE 2023 \$'000		YEAR ENDED 30 JUNE 2022 \$'000
Total investment income/(loss) (Revenue from ordinary activities)	124,788	Up 863% from	12,952
<b>Operating profit/(loss) for the year</b>	55,940	Up 207% from	(52,444)
<b>Total comprehensive income/(loss) for the year</b>	55,940	Up 207% from	(52,444)

## REVIEW AND RESULTS OF OPERATIONS

During the year ended 30 June 2023, the Fund continued to invest its funds in accordance with the Product Disclosure Statement dated 8 April 2019 and the provisions of the constitution of the Fund (Constitution).

The Fund's performance was 9.12% (net of fees) for the year ended 30 June 2023. The referable index of the Fund, the RBA Cash Rate returned 2.69% for the same period.

## STATEMENT OF COMPREHENSIVE INCOME

Refer to the Annual Report for the year ended 30 June 2023 attached to this Appendix 4E for further information

## STATEMENT OF FINANCIAL POSITION

Refer to the Annual Report for the year ended 30 June 2023 attached to this Appendix 4E for further information.

## STATEMENT OF CHANGES IN EQUITY

Refer to the Annual Report for the year ended 30 June 2023 attached to this Appendix 4E for further information.



## STATEMENT OF CASH FLOWS

Refer to the Annual Report for the year ended 30 June 2023 attached to this Appendix 4E for further information.

## DETAILS OF DISTRIBUTIONS

The distributions for the year ended 30 June 2023 are as follows:

DISTRIBUTIONS <sup>(1), (2)</sup>	RECORD DATE	PAYMENT DATE	AMOUNT PER UNIT (CPU)
December 2022 (paid)	3 January 2023	31 January 2023	15.000
June 2023 (payable)	3 July 2023	28 August 2023	7.778
<b>Total</b>			<b>22.778</b>

- (1) On 26 June 2023 the Fund announced the estimated details of its distribution for the six months ending 30 June 2023.
- (2) Subsequent to the current reporting period, on 27 July 2023, the Fund announced the actual details of its six-monthly distribution and made a payment on 28 August 2023. DRP election date was 4 July 2023.

## DETAILS OF DISTRIBUTION REINVESTMENT PLAN

The Responsible Entity established a distribution reinvestment plan (DRP) on 17 June 2019. An eligible unit holder may elect into the DRP by completing an election notice and sending it to the registry. An eligible member may elect to partially or fully participate in the DRP and is recorded on the register once the Responsible Entity has accepted the election.

On 9 July 2020, in accordance with the rules of the DRP (section 11), the Responsible Entity provided a notice that the DRP will be amended. The effect of the change is to increase the period that the Responsible Entity has to purchase units on market for the DRP from up to 10 trading days to up to 20 trading days.

Under the DRP, the Responsible Entity has the discretion to determine whether new units will be issued, or existing units purchased on market. This is driven by the following:

- Where the market price is greater than or equal to the net asset value price, new units will be issued; or
- Where the market price is less than the net asset value price, existing units will be purchased on market.

Details on the DRP may be found at <https://www.regal-fund.com/site/regal-investment-fund>

## ON-MARKET BUY-BACKS

On 5 February 2021, the Responsible Entity in consultation with the Investment Manager, has exercised its discretion to commence a buy-back to purchase units on-market with a view to addressing any unsatisfied liquidity in the units or any material discount in the price at the which the units may have been trading to the NAV per unit.

The buy-backs have been in accordance with the Constitution, ASX Listing Rules and all applicable laws. A buy-back will not exceed 10% of the smallest number of units on issue in the Fund during the 12 months prior to any buy-back, unless otherwise approved by ordinary resolution of unit holders.

On 3 February 2023, the buy-back was extended for another 12 months, from 5 February 2023 to 4 February 2024. The original 10/12 buy-back limit was reached in June 2023 and a final buy-back notice was lodged with the ASX on 30 June 2023. On 11 July 2023 the intention to commence a new buy-back to purchase units on-market was announced to ASX.



Units purchased by the Responsible Entity on behalf of the Fund under a buy-back will be immediately cancelled.

During the year ended 30 June 2023, the Fund has purchased on-market and cancelled 8,308,165 units (2022: 1,445,235 units) at a cost of \$23,052,379 (2022: \$5,015,496).

## CAPITAL RAISING

On 1 December 2022, a Placement and Unit Purchase Plan was announced to the ASX. The placement raised \$79,759,130 and the Unit Purchase Plan raised \$12,319,993. A total of 26,498,050 units were issued under the Placement and a total of 4,092,657 units were issued under the Unit Purchase Plan. Proceeds raised were allocated across Regal's existing strategies, including long/short equities, private markets, real and natural assets and capital solutions. RF1 further deployed capital into the new Private Credit Strategy on a measured and opportunistic basis, given the expectation of attractive investment opportunities and to further diversify RF1's portfolio across public and private alternative investment strategies. Total proceeds from the capital raisings (\$212,326,940), were used to invest into existing strategies as per the Fund's Product Disclosure Statement.

## NET TANGIBLE ASSETS

	AS AT 30 JUNE 2023	AS AT 30 JUNE 2022
Total Net Tangible Assets attributable to unit holders (\$'000)	590,672	485,803
Units on issue ('000)	203,973	172,252
Net Tangible Assets attributable to unit holders per unit (\$)	2.90	2.82

## CONTROL GAINED OR LOST OVER ENTITIES DURING THE PERIOD

During the year ended 30 June 2023 the Fund became the majority investor in the Regal Resources Royalties Fund.

## DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

The Fund did not have any interest in associates and joint venture entities during the year ended 30 June 2023.

## SIGNIFICANT INFORMATION

Refer to the attached Annual Report for a detailed discussion on the performance and financial position of the Fund for the year ended 30 June 2023.

## COMMENTARY ON RESULTS FOR THE PERIOD

Refer to the Annual Report for the year ended 30 June 2023 attached to this Appendix 4E for further information.

## INDEPENDENT AUDIT REPORT

This report is based on the Annual Report which has been audited by the Fund's auditor. All the documents comprise the information required by ASX Listing Rule 4.3A.

## COMMENTARY

Philip Gentry, Chairman, Equity Trustees Limited, the Responsible Entity of Regal Investment Fund, has authorised that this document be given to the ASX.

# **REGAL INVESTMENT FUND**

ARSN 632 283 384

## **ANNUAL REPORT FOR THE YEAR ENDED 30 JUNE 2023**

# REGAL INVESTMENT FUND

ARSN 632 283 384

## ANNUAL REPORT FOR THE YEAR ENDED 30 JUNE 2023

### CONTENTS

	<b>Pages</b>
Directors' report	2 - 5
Corporate Governance Statement	6
Auditor's independence declaration	7
Statement of comprehensive income	8
Statement of financial position	9
Statement of changes in equity	10
Statement of cash flows	11
Notes to the financial statements	12 – 53
Directors' declaration	54
Independent auditor's report to the unit holders of Regal Investment Fund	55
Additional corporate information	

This annual report covers Regal Investment Fund as an individual entity.

The Responsible Entity of Regal Investment Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975).

The Responsible Entity's registered office is:

Level 1, 575 Bourke Street  
Melbourne, VIC 3000

## DIRECTORS' REPORT

The directors of Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975), the Responsible Entity of Regal Investment Fund (the "Fund"), present their report together with the financial statements of the Fund for the year ended 30 June 2023.

### Principal activities

The Fund was constituted on 15 March 2019, registered with the Australian Securities and Investments Commission (ASIC) on 26 March 2019, and commenced operations on 29 April 2019. The Fund was listed on the Australian Securities Exchange (ASX) on 17 June 2019 and is quoted under ticker code: RF1.

The Fund invests in alternative investment strategies managed by Regal Funds Management Pty Limited ("Regal"), in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution. The Fund also uses derivatives for economic hedges.

The Fund did not have any employees during the year.

There were no significant changes in the nature of the Fund's activities during the year.

The various service providers for the Fund are detailed below:

<b>Service</b>	<b>Provider</b>
Responsible Entity	Equity Trustees Limited
Investment Manager	Regal Funds Management Pty Limited
Custodian and Administrator	The Hongkong and Shanghai Banking Corporation Limited, Sydney Branch
Prime Brokers	UBS AG, Australia Branch Merrill Lynch International Bank Ltd Morgan Stanley J.P Morgan Credit Suisse Securities (Europe) Ltd
Statutory Auditor	Ernst & Young

### Directors

The following persons held office as directors and the secretary of Equity Trustees Limited during or since the end of the year and up to the date of this report:

Philip D Gentry	Chairman
Mary A O'Connor	
Michael J O'Brien	
Russell W Beasley	
David B Warren	(appointed 6 March 2023)
Samantha Einhart	Company Secretary

## DIRECTORS' REPORT (CONTINUED)

### Review and results of operations

During the year, the Fund continued to invest its funds in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The Fund's performance was 9.12% (net of fees) for the year ended 30 June 2023. The referable index of the Fund, the RBA Cash Rate returned 2.69% for the same period.

Fund's performance is calculated based on the percentage change in the unit price in the Fund over the period (with any distributions paid during the period reinvested). Returns are disclosed after fees and expenses but before taxes.

The performance of the Fund, as represented by the results of its operations, was as follows:

	Year ended	
	30 June 2023	30 June 2022
Profit/(loss) for the year (\$'000)	55,940	(52,444)
Distributions paid and payable (\$'000)	46,951	68,116
Distributions (cents per unit)	22.78	39.56

### Significant changes in the state of affairs

David B Warren was appointed as a director of Equity Trustees Limited on 6 March 2023.

On 3 February 2023, the buy-back program was extended for another 12 months from the 5 February 2023 to 4 February 2024.

In the opinion of the directors, there were no other significant changes in the state of affairs of the Fund that occurred during the financial year.

### Units buy-back plan

During the year ended 30 June 2023, the Fund has purchased on-market and cancelled 8,308,165 units (30 June 2022: 1,445,235 units) at a cost of \$23,052,379 (30 June 2022: \$5,015,496).

### Capital raising

On 1 December 2022, a Placement and Unit Purchase Plan was announced to the ASX. The placement raised \$79,759,130 and the Unit Purchase Plan raised \$12,319,993. A total of 26,498,050 units were issued under the Placement and a total of 4,092,657 units were issued under the Unit Purchase Plan. Proceeds raised were allocated across Regal's existing strategies, including long/short equities, private markets, real and natural assets and capital solutions. RF1 further deployed capital into the new Private Credit Strategy on a measured and opportunistic basis, given the expectation of attractive investment opportunities and to further diversify RF1's portfolio across public and private alternative investment strategies.

## **DIRECTORS' REPORT (CONTINUED)**

### **Matters subsequent to the end of the financial year**

No matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may have a significant effect on:

- i. the operations of the Fund in future financial years; or
- ii. the results of those operations in future financial years; or
- iii. the state of affairs of the Fund in future financial years.

### **Likely developments and expected results of operations**

The Fund will continue to be managed in accordance with the investment objectives and guidelines as set out in the Product Disclosure Statement and the provisions of the Fund's Constitution.

The results of the Fund's operations will be affected by a number of factors, including the performance of investment markets in which the Fund invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

As markets are subject to fluctuations, it is imprudent to provide a detailed outlook on statement of expected results of operations. The Fund provides monthly fund updates and annual investor reports, which are disclosed on the ASX website. The Fund's updates include detailed discussions in relation to some underlying investments from time to time.

The Fund's investment activities will expose it to a variety of risks, which are disclosed in the Fund's Product Disclosure Statement and disclosed on the ASX website.

### **Indemnification and insurance of officers**

No insurance premiums are paid for out of the assets of the Fund in regards to insurance cover provided to the officers of Equity Trustees Limited. So long as the officers of Equity Trustees Limited act in accordance with the Fund's Constitution and the Law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

### **Indemnification of auditor**

The Responsible Entity has not, during or since the end of the financial year, except to the extent permitted by law, indemnified or agreed to indemnify the auditor of the Fund against a liability incurred as auditor.

### **Fees paid to and interests held in the Fund by the Responsible Entity and its associates**

Fees paid to the Responsible Entity and its associates out of Fund property during the year are disclosed in Note 22 to the financial statements.

No fees were paid out of Fund property to the directors of the Responsible Entity during the year.

The number of interests in the Fund held by the Responsible Entity or its associates as at the end of the financial year are disclosed in Note 22 to the financial statements.

### **Interests in the Fund**

The movement in units on issue in the Fund during the year is disclosed in Note 10 to the financial statements.

The value of the Fund's assets and liabilities is disclosed in the statement of financial position and derived using the basis set out in Note 2 to the financial statements.



## **DIRECTORS' REPORT (CONTINUED)**

### **Environmental regulation**

The operations of the Fund are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

### **Rounding of amounts to the nearest thousand dollars**

Amounts in the Directors' report have been rounded to the nearest thousand dollars in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, unless otherwise indicated.

### **Auditor's independence declaration**

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 7.

This report is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry  
Chairman

Melbourne  
28 August 2023

## **CORPORATE GOVERNANCE STATEMENT**

Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975) in its capacity as a responsible entity (“Responsible Entity”) of the Regal Investment Fund (“the Fund”), has established a corporate governance framework which sets out the rules, relationships, systems and processes within which the Responsible Entity operates to promote investor confidence and good corporate governance.

Refer to the URL below for the location of the Corporate Governance Statement on the Investment Manager's website:

[https://www.regalrm.com/site/PDF/1520\\_0/CorporateGovernanceStatement](https://www.regalrm.com/site/PDF/1520_0/CorporateGovernanceStatement)



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## Auditor's Independence Declaration to the Directors of Equity Trustees Limited as Responsible Entity of Regal Investment Fund

As lead auditor for the audit of the financial report of Regal Investment Fund for the financial year ended 30 June 2023, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit;
- b. No contraventions of any applicable code of professional conduct in relation to the audit; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the audit.

A stylized signature of 'Ernst &amp; Young' in a cursive script.

Ernst & Young

A handwritten signature of 'Jaddus M. Manga' in a cursive script.

Jaddus Manga  
Partner  
28 August 2023

## STATEMENT OF COMPREHENSIVE INCOME

	Notes	Year ended	
		30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>			
Interest income from financial assets at fair value through profit or loss		683	408
Interest income from financial assets at amortised cost		6,865	210
Dividend and distribution income		55,327	57,176
Net gains/(losses) on financial instruments at fair value through profit or loss		59,788	(53,885)
Net foreign exchange gain/(loss)		(3,100)	5,232
Other income	20	5,224	3,811
<b>Total investment income/(loss)</b>		<b>124,787</b>	<b>12,952</b>
<b>Expenses</b>			
Investment Manager fees	22(g)	8,659	25,161
Dividend expense on short positioned securities		12,079	7,729
Interest expense		16,194	4,269
Transaction fees		21,068	20,582
Responsible Entity fees	22(g)	223	223
Auditors' remuneration	19	135	74
Other expenses	21	10,489	7,358
<b>Total expenses</b>		<b>68,847</b>	<b>65,396</b>
<b>Profit/(loss) for the year</b>		<b>55,940</b>	<b>(52,444)</b>
Other comprehensive income/(loss)		-	-
<b>Total comprehensive income/(loss) for the year</b>		<b>55,940</b>	<b>(52,444)</b>
<b>Basic earnings per unit (cents per unit)</b>	11	<b>28.87</b>	<b>(34.28)</b>
<b>Diluted earnings per unit (cents per unit)</b>	11	<b>28.87</b>	<b>(34.28)</b>

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

## STATEMENT OF FINANCIAL POSITION

	Notes	As at	
		30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>			
Cash and cash equivalents	13	27	337
Due from brokers	15	198,700	136,358
Receivables	17	15,900	32,357
Financial assets at fair value through profit or loss	5(c),6	1,029,213	975,034
<b>Total assets</b>		<b>1,243,840</b>	<b>1,144,086</b>
<b>Liabilities</b>			
Due to brokers	16	245,434	222,801
Distributions payable	12	15,864	50,923
Payables	18	4,648	2,936
Financial liabilities at fair value through profit or loss	5(c),7	387,222	381,623
<b>Total liabilities</b>		<b>653,168</b>	<b>658,283</b>
<b>Net assets attributable to unit holders – equity</b>	10	<b>590,672</b>	<b>485,803</b>

*The above statement of financial position should be read in conjunction with the accompanying notes.*

## STATEMENT OF CHANGES IN EQUITY

	Notes	Year ended	
		30 June 2023 \$'000	30 June 2022 \$'000
<b>Total equity at the beginning of the financial year</b>		<b>485,803</b>	342,960
<b>Comprehensive income/(loss) for the financial year</b>			
Profit/(loss) for the year		<b>55,940</b>	(52,444)
Other comprehensive income/(loss)		-	-
<b>Total comprehensive income/(loss)</b>		<b>55,940</b>	(52,444)
<b>Transactions with unit holders</b>			
Applications	10	<b>92,079</b>	212,327
Units buy-back	10	<b>(23,053)</b>	(5,016)
Reinvestment of distributions	10	<b>26,854</b>	56,092
Distributions paid and payable	10,12	<b>(46,951)</b>	(68,116)
<b>Total transactions with unit holders</b>		<b>48,929</b>	195,287
<b>Total equity at the end of the financial year</b>		<b>590,672</b>	485,803

*The above statement of changes in equity should be read in conjunction with the accompanying notes.*

## STATEMENT OF CASH FLOWS

	Notes	Year ended	
		30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments at fair value through profit or loss		8,875,894	8,949,139
Payments for purchase of financial instruments at fair value through profit or loss		(8,904,395)	(9,103,360)
Interest income from financial assets at fair value through profit or loss		1,091	-
Interest income received from financial assets at amortised cost		6,500	182
Dividends and distributions income received		75,036	84,189
Other income received		1,929	4,937
Investment Manager fees paid		(9,442)	(48,261)
Dividend expense paid on short position securities		(11,517)	(7,493)
Interest expense paid		(15,271)	(3,868)
Transaction fees paid		(21,246)	(20,370)
Responsible Entity fees paid		(133)	(237)
Auditors' remuneration paid		(129)	(84)
Other expenses paid		(9,397)	(4,609)
<b>Net cash inflow/(outflow) from operating activities</b>	14(a)	<b>(11,080)</b>	<b>(149,835)</b>
<b>Cash flows from financing activities</b>			
Proceeds from applications by unit holders		92,079	212,327
Payments for units buy-back		(23,052)	(5,015)
Distributions paid to unit holders		(55,157)	(63,549)
<b>Net cash inflow/(outflow) from financing activities</b>		<b>13,870</b>	<b>143,763</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>2,790</b>	<b>(6,072)</b>
Cash and cash equivalents at the beginning of the year		337	1,177
Effect of foreign currency exchange rate changes on cash and cash equivalents		(3,100)	5,232
<b>Cash and cash equivalents at the end of the year</b>	13	<b>27</b>	<b>337</b>
<b>Non-cash operating and financing activities</b>			
Issue of units under the distribution reinvestment plan	14(b)	26,853	56,092

The above statement of cash flows should be read in conjunction with the accompanying notes.

## NOTES TO FINANCIAL STATEMENTS

### CONTENTS

- 1 General information
- 2 Summary of significant accounting policies
- 3 Financial risk management
- 4 Offsetting financial assets and liabilities
- 5 Fair value measurement
- 6 Financial assets at fair value through profit or loss
- 7 Financial liabilities at fair value through profit or loss
- 8 Derivative financial instruments
- 9 Investment in managed investment schemes
- 10 Net assets attributable to unit holders - equity
- 11 Basic and diluted earnings per unit
- 12 Distributions to unit holders
- 13 Cash and cash equivalents
- 14 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities
- 15 Due from brokers
- 16 Due to brokers
- 17 Receivables
- 18 Payables
- 19 Remuneration of auditors
- 20 Other income
- 21 Other expenses
- 22 Related party transactions
- 23 Operating segments
- 24 Events occurring after the reporting period
- 25 Contingent assets and liabilities and commitments



## **1. GENERAL INFORMATION**

These financial statements cover Regal Investment Fund (the "Fund") as an individual entity. The Fund is an Australian registered managed investment scheme which was constituted on 15 March 2019, registered with the Australian Securities and Investments Commission (ASIC) on 26 March 2019 and commenced operations on 29 April 2019. The Fund will terminate in accordance with the provisions of the Fund's Constitution or by Law.

The Fund was listed on the Australian Securities Exchange (ASX) on 17 June 2019 and is quoted under ticker code: RF1.

The Responsible Entity of the Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975) (the "Responsible Entity"). The Responsible Entity's registered office is Level 1, 575 Bourke Street, Melbourne, VIC 3000. The financial statements are presented in the Australian currency unless otherwise noted.

The Fund invests in alternative investment strategies managed by Regal Funds Management Pty Limited (the "Investment Manager") in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The financial statements were authorised for issue by the directors on the date the Directors' declaration was signed. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated in the following text.

### **a Basis of preparation**

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001* in Australia. The Fund is a for-profit entity for the purpose of preparing the financial statements.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities, except where otherwise stated.

The statement of financial position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within 12 months, except for investments in financial assets and liabilities.

The Fund manages financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within 12 months, however, an estimate of that amount cannot be determined as at reporting date.

### **i Compliance with International Financial Reporting Standards (IFRS)**

The financial statements of the Fund also comply with IFRS as issued by the International Accounting Standards Board (IASB).

### **ii New and amended standards adopted by the Fund**

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2022 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### a. Basis of preparation (continued)

#### iii *New standards and interpretations not yet adopted*

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2023, and have not been early adopted in preparing these financial statements.

None of these are expected to have a material effect on the financial statements of the Fund.

### b. Basis of consolidation

The Fund is an investment entity; therefore, it holds its investments in subscriptions at fair value rather than consolidating them. Investments in subsidiaries are classified at fair value through profit or loss in accordance with AASB 10 Consolidated Financial Statements.

Investment in subsidiaries: In accordance with the exceptions under AASB10 Consolidated Financial Statements, the Fund does not consolidate subsidiaries in the financial statements unless the subsidiary is not itself an investment entity and its main purpose and activities are providing services that relate to the Fund's investment activities. The Fund measures unconsolidated subsidiaries at FVPL.

### c. Judgements

Entities that meet the definition of an investment entity within AASB 10 are required to measure their subsidiaries at FVPL rather than consolidate them. The criteria which define an investment entity are, as follows:

- An entity that obtains funds from one or more investors for the purpose of providing those investors with investment managements services.
- An entity that commits to its investors that its business purpose is to invest funds solely for return from capital appreciation, investments income, or both.
- An entity that measures and evaluates the performance of substantially all of its investments on a fair value basis.

The absence of one or more of these typical characteristics does not necessarily disqualify an entity from being classified as an investments entity but indicates that additional judgement is required in determining whether the entity is an investment entity.

### d. Financial instruments

#### i. *Classification*

- **Financial assets**

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Fund classifies its financial assets based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### d. Financial instruments (continued)

#### i. Classification (continued)

- **Financial assets (continued)**

The Fund's portfolio of financial assets is managed and its performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Investment Manager to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business objective. Consequently, the debt securities are measured at fair value through profit or loss.

For cash and cash equivalents, due from brokers and receivables, these assets are held in order to collect the contractual cash flows. The contractual terms of these assets give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding. Consequently, these are measured at amortised cost.

- **Financial liabilities**

The Fund makes short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

For financial liabilities that are not classified and measured at fair value through profit or loss, these are classified as financial liabilities at amortised cost (due to brokers, distributions payable, management fees payable, audit, administration fees payables and custodian fees payable).

#### ii. Recognition and derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises from this date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liability is discharged, cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of comprehensive income.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### d. Financial instruments (continued)

#### iii. Measurement

- Financial instruments at fair value through profit or loss

At initial recognition, the Fund measures a financial asset and a financial liability at its fair value. Transaction costs of financial assets and liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of 'financial assets or liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair value of financial instruments is determined please see Note 5 to the financial statements.

- Financial instruments at amortised cost

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured using the effective interest rate method less any allowance for expected credit losses.

Cash and cash equivalents, due from brokers, receivables, securities purchased, distributions payable, payables and margin accounts are carried at amortised cost.

#### iv. Impairment

At each reporting date, the Fund shall estimate a loss allowance on each of the financial assets carried at amortised cost (cash and cash equivalents, due from brokers and receivables) at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that the asset is credit impaired. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the net carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

The expected credit loss (ECL) approach is based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Fund expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

The amount of the impairment loss is recognised in the statement of comprehensive income within other expenses. When a receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in the statement of comprehensive income.

#### v. Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position when the Fund has a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

Financial assets and liabilities that have been offset are disclosed in Note 4 to the financial statements.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

### **e. Net assets attributable to unit holders**

The Fund's units are classified as equity as they satisfy the following criteria under AASB 132 *Financial Instruments: Presentation*:

- the financial instrument entitles the holder to a pro-rata units of net assets in the event of the Fund's liquidation;
- the financial instrument is in the class of instruments that is subordinate to all other classes of instruments and there is an identical contractual obligation for the Fund to deliver a pro rata units of its net assets on liquidation; and
- there is no other instrument that has total cash flows based substantially on the profit or loss, change in recognised net assets or change in fair value of recognised and unrecognised net assets of the entity, and has the effect of substantially restricting or fixing the residual return to the unit holders.

The units can be traded on the ASX at any time for cash based on quoted prices. While the Fund is a listed investment trust and liquidity is generally expected to exist in the secondary market (ASX), there are no guarantees that an active trading market with sufficient liquidity will be available. Units are not able to be redeemed while the Fund is listed on ASX. However, the Responsible Entity may undertake a buy-back of units which satisfies the requirements of the Corporations Act and the Listing Rules. Any units acquired by the Responsible Entity under a buy-back will be immediately cancelled, as required by the Corporations Act.

### **f. Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as trading of these securities represents the Fund's main income generating activity.

### **g. Margin accounts**

Margin accounts comprise cash held as collateral for derivative transactions and short sales. The cash is held by the brokers and is only available to meet margin calls. It is not included as a component of cash and cash equivalents but instead, part of the due from brokers.

### **h. Investment income**

#### **i. Interest income**

Interest income from financial assets at amortised cost is recognised using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities measured at fair value through profit or loss.

The effective interest method is a method of calculating the amortised cost of a financial asset and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instruments (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

### **h. Investment income (continued)**

#### *i. Interest income (continued)*

Interest income on financial assets at fair value through profit or loss is also recognised in the statement of comprehensive income. Changes in fair value of financial instruments at fair value through profit or loss are recorded in accordance with the policies described in Note 2(d) to the financial statements.

#### *ii. Dividend income*

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded as an expense. The Fund currently incurs withholding tax imposed by certain countries on investment income. Such income is recorded gross of withholding tax in the statement of comprehensive income as an expense.

#### *iii. Net gains/(losses) on financial instruments*

Net gains/(losses) on financial instruments arising on a change in fair value are calculated as the difference between the fair value at the end of the reporting period and the fair value at the previous valuation point. Net gains/(losses) do not include interest or dividend/distribution income. Realised and unrealised gains/(losses) are shown in the notes to the financial statements.

Changes in fair value of financial instruments held at fair value through profit or loss are recorded in accordance with the policies described in Note 2(d) to the financial statements.

### **i. Expenses**

All expenses are recognised in the statement of comprehensive income on an accruals basis.

Interest expense from financial liabilities at fair value through the profit or loss is recognised using the effective interest method in the statement of comprehensive income.

Dividend expenses on short positions in equity securities equal to the dividends due on these securities. Such dividend expense is recognised in profit or loss when the shareholders' right to receive payment is established.

### **j. Income tax**

Under current legislation, the Fund is not subject to income tax as all assessable income, exempt income and non-assessable income will be attributed to unit holders under the Attribution Managed Investment Trust "AMIT" regime.

The Fund currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the statement of comprehensive income. Withholding taxes are included in the statement of comprehensive income as an expense.

The Fund considered whether it has any uncertain tax positions. The Fund determined, based on its tax compliance, that it is probable that its tax treatments will be accepted by the taxation authorities.

### **k. Distributions**

The Fund has elected into the AMIT regime. Under the Fund's Constitution, the Fund does not have an obligation to make distributions to unit holders by cash and/or reinvestment in accordance with AASB 132 *Financial Instruments: Presentation* (AASB 132). The units in the Fund have been classified as equity.

Distributions to unit holders are recognised directly in equity, and presented in the statement of changes in equity. A distribution payable is recognised in the statement of financial position where the amount remains unpaid at reporting date.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

### **I. Foreign currency translation**

#### *i. Functional and presentation currency*

Balances included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian dollar is also the Fund's presentation currency.

#### *ii. Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when fair value was determined.

The Fund does not isolate that portion of unrealised gains or losses on financial instruments at fair value through profit or loss which is due to changes in foreign exchange rates. Such fluctuations are included in the net gains/(losses) on financial instruments at fair value through profit or loss.

#### **m. Due from/to brokers**

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and is recognised initially at fair value and subsequently measured at amortised cost.

#### **n. Receivables**

Receivables may include amounts for interest and dividends. Dividends are accrued when the right to receive payment is established. Where applicable, interest is accrued on a daily basis. Amounts are generally received within 30 days of being recorded as receivables.

#### **o. Payables**

Payables include liabilities and accrued expenses owed by the Fund which are unpaid as at the end of the reporting period.

A separate distribution payable is recognised in the statement of financial position.

Distributions declared effective 30 June in relation to unit holders who have previously elected to reinvest distributions are recognised as reinvested after 1 July of the following financial year.

#### **p. Applications and redemptions**

Applications received for units in the Fund are recorded net of any entry fees payable prior to the issue of units in the Fund. Units are not able to be redeemed while the Fund is listed on ASX. However, the Responsible Entity may undertake a buy-back of units which satisfies the requirements of the Corporations Act and the Listing Rules.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

### **q. Goods and services tax (GST)**

The GST incurred on the costs of various services provided to the Fund by third parties such as management, administration and custodian services where applicable, have been passed on to the Fund. The Fund qualifies for Reduced Input Tax Credits (RITC) at a rate of at least 55%. Hence, fees for these services and any other expenses have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Amounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

### **r. Use of estimates and judgements**

The Fund makes estimates, assumptions and judgements that affect the reported amounts of assets and liabilities within the current and next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Fund's financial instruments, quoted market prices are readily available. However, certain financial instruments, for example over-the-counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Investment Manager.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations, require management to make estimates and judgements. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

The Fund estimates that the resultant expected credit loss (ECL) derived from using an impairment model has not materially impacted the Fund. Please see Note 3(c) to the financial statements for more information on credit risk.

For more information on how fair value is calculated refer to Note 5 to the financial statements.

### **s. Rounding of amounts**

The Fund is an entity of a kind referred to in ASIC Corporations (*Rounding in Financial/Directors' Reports*) Instrument 2016/191 relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded to the nearest thousand dollars unless otherwise indicated.

### **t. Comparative revisions**

Certain comparative figures have been re-classified to conform with the financial statement presentation adopted for the current year. Where necessary, comparative information has been revised to conform with changes in presentation in the current year.



### **3. FINANCIAL RISK MANAGEMENT**

The Fund's activities expose it to a variety of financial risks including market risk (which incorporates price risk, foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management programme focuses on ensuring compliance with the Fund's Product Disclosure Statement and the investment guidelines of the Fund. It also seeks to maximise the returns derived for the level of risk to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance. The Fund's policy allows it to use derivative financial instruments in managing its financial risks.

All investments present a risk of loss of capital. The maximum loss of capital on long equities is limited to the fair value of those positions. The maximum loss of capital on futures, forwards, swaps and warrants is limited to the notional contract values of those positions. On equities sold short, the maximum loss of capital can be unlimited.

The investments of the Fund, and associated risks, are managed by a specialist Investment Manager, Regal Funds Management Pty Limited under an Investment Management Agreement (IMA) approved by the Responsible Entity, and containing the investment strategy and guidelines of the Fund, consistent with those stated in the Product Disclosure Statement.

The Fund uses different methods to measure different types of risk to which it is exposed. These methods are explained below.

#### **a. Market risk**

##### *i. Price risk*

The Fund is exposed to price risk on equity securities, unlisted unit trusts, futures, forwards, swaps, options, convertible bonds and warrants. Price risk arises from investments held by the Fund for which prices in the future are uncertain. Where non-monetary financial instruments are denominated in currencies other than the Australian dollar, the price in the future will also fluctuate because of changes in foreign exchange rates which are considered a component of price risk.

Price risk is managed by the Investment Manager, in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The table at Note 3(b) summarises the sensitivities of the Fund's assets and liabilities to price risk. The analysis is based on the reasonably possible shift that the investment portfolio in which the Fund invests moves by +/- 10% (2022: +/-10%).

##### *ii. Foreign exchange risk*

The Fund operates internationally and holds both monetary and non-monetary assets denominated in currencies other than the Australian dollar. Foreign exchange risk arises as the value of monetary securities denominated in other currencies fluctuate due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk and not foreign exchange risk. However, the Investment Manager monitors the exposure of all foreign currency denominated assets and liabilities.

Foreign exchange risk is managed by the Investment Manager, in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

### 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

a. Market risk (continued)

ii. Foreign exchange risk (continued)

The table below summarises the fair value of the Fund's monetary financial assets and liabilities, which are denominated in a currency other than the Australian dollar.

As at 30 June 2023	INR \$'000	JPY \$'000	KRW \$'000	NZD \$'000	SGD \$'000	USD \$'000	GBP \$'000	HKD \$'000	THB \$'000	Other \$'000
<b>Assets</b>										
Due from brokers	1,821	7,920	1,867	3,107	758	55,188	22	615	3,075	1,150
Receivables	334	77	-	52	-	89	-	79	-	90
Financial assets at fair value through profit or loss	3,196	25,533	-	1,420	1,935	29,089	22,646	1,099	3,130	16,915
<b>Total assets</b>	<b>5,351</b>	<b>33,530</b>	<b>1,867</b>	<b>4,579</b>	<b>2,693</b>	<b>84,366</b>	<b>22,668</b>	<b>1,793</b>	<b>6,205</b>	<b>18,155</b>
<b>Liabilities</b>										
Due to brokers	256	9,292	-	-	1,956	25,340	11,871	1,055	-	9,347
Payables	5	29	-	9	4	185	49	121	-	112
Financial liabilities at fair value through profit or loss	36	22,082	-	4,145	509	43,457	334	1,828	-	7,476
<b>Total liabilities</b>	<b>297</b>	<b>31,403</b>	<b>-</b>	<b>4,154</b>	<b>2,469</b>	<b>68,982</b>	<b>12,254</b>	<b>3,004</b>	<b>-</b>	<b>16,935</b>
<b>Net exposure</b>	<b>5,054</b>	<b>2,127</b>	<b>1,867</b>	<b>425</b>	<b>224</b>	<b>15,384</b>	<b>10,414</b>	<b>(1,211)</b>	<b>6,205</b>	<b>1,220</b>

### 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

a. Market risk (continued)

ii. Foreign exchange risk (continued)

As at 30 June 2022	INR \$'000	JPY \$'000	KRW \$'000	NZD \$'000	SGD \$'000	USD \$'000	GBP \$'000	HKD \$'000	THB \$'000	Other \$'000
<b>Assets</b>										
Due from brokers	1,221	10,408	3,550	255	3,998	34,557	-	1,460	69	4,006
Receivables	293	108	-	-	-	18	5	177	-	22
Financial assets at fair value through profit or loss	-	51,866	4,355	9,011	7,022	23,474	18,771	4,722	64	10,347
<b>Total assets</b>	<b>1,514</b>	<b>62,382</b>	<b>7,905</b>	<b>9,266</b>	<b>11,020</b>	<b>58,049</b>	<b>18,776</b>	<b>6,359</b>	<b>133</b>	<b>14,375</b>
<b>Liabilities</b>										
Due to brokers	-	39,685	1,559	10,742	4,592	3,993	17,586	2,246	-	4,961
Payables	5	28	-	25	5	65	22	80	-	65
Financial liabilities at fair value through profit or loss	-	24,461	-	-	6,505	46,842	70	1,084	-	9,238
<b>Total liabilities</b>	<b>5</b>	<b>64,174</b>	<b>1,559</b>	<b>10,767</b>	<b>11,102</b>	<b>50,900</b>	<b>17,678</b>	<b>3,410</b>	<b>-</b>	<b>14,264</b>
<b>Net exposure</b>	<b>1,509</b>	<b>(1,792)</b>	<b>6,346</b>	<b>(1,501)</b>	<b>(82)</b>	<b>7,149</b>	<b>1,098</b>	<b>2,949</b>	<b>133</b>	<b>111</b>

The table at Note 3(b) summarises the sensitivities of the Fund's monetary assets and liabilities to foreign exchange risk. The analysis is based on the reasonably possible shift that the Australian dollar weakened and strengthened by 10% (2022: +/-10%) against the material foreign currencies to which the Fund is exposed.

### 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

#### a. Market risk (continued)

##### iii. Interest rate risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates. Financial instruments with fixed rates expose the Fund to fair value interest rate risk.

The Fund's interest bearing financial instruments expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rate risk on its financial position and cash flows. The risk is measured using sensitivity analysis.

The Fund's main interest rate risk arises from cash balances with its bank and brokers.

Interest rate risk management is undertaken by maintaining as close to a fully invested position as possible thus limiting the exposure of the Fund to interest rate risk due to fluctuations in the prevailing levels of market interest rates, in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution. As such, the majority of the Fund's financial assets and liabilities are non-interest bearing. Interest bearing financial assets and liabilities include cash and cash equivalents which matures in the short-term, no longer than 3 months and margin accounts.

The table below summarises the Fund's exposure to interest rate risk at the end of the reporting period.

As at 30 June 2023	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
<b>Financial assets</b>				
Cash and cash equivalents	27	-	-	27
Due from brokers	100,799	-	97,901	198,700
Receivables	-	-	15,900	15,900
Financial assets at fair value through profit or loss	-	-	1,029,213	1,029,213
<b>Total financial assets</b>	<b>100,826</b>	<b>-</b>	<b>1,143,014</b>	<b>1,243,840</b>
<b>Financial liabilities</b>				
Due to brokers	166,192	-	79,242	245,434
Distributions payable	-	-	15,864	15,864
Payables	-	-	4,648	4,648
Financial liabilities at fair value through profit or loss	-	-	387,222	387,222
<b>Total financial liabilities</b>	<b>166,192</b>	<b>-</b>	<b>486,976</b>	<b>653,168</b>
	<b>(65,366)</b>	<b>-</b>	<b>656,038</b>	<b>590,672</b>
Net increase/(decrease) in exposure from futures contracts and swaps (notional principal)	-	-	(79,703)	(79,703)
<b>Net exposure</b>	<b>(65,366)</b>	<b>-</b>	<b>576,335</b>	<b>510,969</b>

### 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

a. Market risk (continued)

iii. Interest rate risk (continued)

As at 30 June 2022	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
<b>Financial assets</b>				
Cash and cash equivalents	337	-	-	337
Due from brokers	76,804	-	59,554	136,358
Receivables	-	-	32,357	32,357
Financial assets at fair value through profit or loss	-	6,000	969,034	975,034
<b>Total financial assets</b>	<b>77,141</b>	<b>6,000</b>	<b>1,060,945</b>	<b>1,144,086</b>
<b>Financial liabilities</b>				
Due to brokers	163,302	-	59,499	222,801
Distributions payable	-	-	50,923	50,923
Payables	-	-	2,936	2,936
Financial liabilities at fair value through profit or loss	-	-	381,623	381,623
<b>Total financial liabilities</b>	<b>163,302</b>	<b>-</b>	<b>494,981</b>	<b>658,283</b>
	<b>(86,161)</b>	<b>6,000</b>	<b>565,964</b>	<b>485,803</b>
Net increase/(decrease) in exposure from futures contracts and swaps (notional principal)	-	-	(126,089)	(126,089)
<b>Net exposure</b>	<b>(86,161)</b>	<b>6,000</b>	<b>439,875</b>	<b>359,714</b>

The table at Note 3(b) summarises the impact of an increase/decrease in interest rates on the Fund's operating profit and net assets attributable to unit holders through changes in fair value or changes in future cash flows.

### 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

#### b. Summarised sensitivity analysis

The following table summarises the sensitivity of the Fund's operating profit and net assets attributable to unit holders to market risks. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in foreign exchange rates, interest rates and the historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market movements resulting from changes in the performance of and/or correlation between the performances of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variances in the risk variables.

	Impact on operating profit/net assets attributable to unit holders					
	Price risk		Foreign exchange risk		Interest rate risk	
	+10% \$'000	-10% \$'000	+10% \$'000	-10% \$'000	+100bps \$'000	-100bps \$'000
<b>As at 30 June 2023</b>	<b>64,199</b>	<b>(64,199)</b>	<b>4,171</b>	<b>(4,171)</b>	<b>(654)</b>	<b>654</b>
As at 30 June 2022	59,341	(59,341)	1,592	(1,592)	(862)	862

#### c. Credit risk

The Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay its obligations in full when they fall due, causing a financial loss to the Fund.

The Fund does not have a significant concentration of credit risk that arises from an exposure to a single counterparty or group of counterparties having similar characteristics. None of these assets are impaired nor past their due date. The maximum exposure to credit risk is the carrying amount of these balances as at the reporting date.

The main concentration of credit risk, to which the Fund is exposed, arises from counterparty credit risk on derivative financial instruments, cash and cash equivalents, amounts due to from brokers and other receivables.

The Fund determines credit risk and measures expected credit losses for financial assets measured at amortised cost using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. Management consider the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be insignificant to the Fund.

### 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

#### c. Credit risk (continued)

An analysis of debt by rating as at 30 June 2023 and 30 June 2022 is set out in the table below.

Counterparties	Credit rating 30 June 2023	Source of credit rating	Credit rating 30 June 2022	Source of credit rating
The Hongkong and Shanghai Banking Corporation Ltd	Aa3	Moody's	Aa3	Moody's
UBS AG, Australia Branch	Aa3	Moody's	Aa3	Moody's
Macquarie Bank Ltd	A2	Moody's	A2	Moody's
Merrill Lynch International Bank Ltd	A+	S&P	A2	Moody's
Morgan Stanley	Aa3	Moody's	Aaa	Moody's
Goldman Sachs International	A1	Moody's	A1	Moody's
J.P Morgan	Aa2	Moody's	Aa3	Moody's
Credit Suisse Securities (Europe) Ltd	A	S&P	A1	Moody's

#### i. Derivative financial instruments

For derivative financial instruments, the Investment Manager has the ultimate responsibility of managing the derivatives. The Fund's derivative positions will include positions selected by the investment strategies chosen by the Investment Manager from time to time.

The Fund also restricts its exposure to credit losses on the trading of derivative instruments it holds by entering into master netting arrangements with counterparties (approved brokers) with whom it undertakes a significant volume of transactions. Credit risk associated with favourable contracts is reduced by master netting arrangement to the extent that if an event of default occurs, all amounts with the counterparty are closed and settled on a net basis. The Fund's overall exposure to credit risk on derivative instruments subject to a master netting arrangement can change substantially within a short period, as it is affected by each transaction subject to the arrangements. Refer to Note 4 to the financial statements for further analysis of the Fund's master netting arrangements.

#### ii. Other

The Fund is not materially exposed to credit risk on other financial assets.

#### iii. Maximum exposure to credit risk

The maximum exposure to credit risk before any credit enhancements at the end of each reporting period is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

#### d. Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Exposure to liquidity risk for the Fund may arise from the requirement to meet daily unit holder redemption requests, margin calls on derivative transactions or to fund foreign exchange related cash flow requirements.

The Investment Manager mitigates liquidity risk by investing in financial instruments, which under normal market conditions are readily convertible to cash. In addition, the Fund maintains sufficient cash and cash equivalents to meet normal operating requirements.

### 3. FINANCIAL RISK MANAGEMENT (CONTINUED)

#### d. Liquidity risk (continued)

##### i. Maturities of non-derivative financial liabilities

The table below summarises the Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month \$'000	1 to 6 months \$'000	6 to 12 months \$'000	Over 12 months \$'000	Total \$'000
<b>As at 30 June 2023</b>					
Due to brokers	245,434	-	-	-	245,434
Distributions payable	-	15,864	-	-	15,864
Payables	2,780	1,333	-	-	4,113
Financial liabilities at fair value through profit or loss	382,807	-	-	-	382,807
<b>Contractual cash flows (excluding derivatives)</b>	<b>631,021</b>	<b>17,197</b>	<b>-</b>	<b>-</b>	<b>648,218</b>
<b>As at 30 June 2022</b>					
Due to brokers	222,801	-	-	-	222,801
Distributions payable	-	50,923	-	-	50,923
Payables	2,140	470	-	-	2,610
Financial liabilities at fair value through profit or loss	379,753	-	-	-	379,753
<b>Contractual cash flows (excluding derivatives)</b>	<b>604,694</b>	<b>51,393</b>	<b>-</b>	<b>-</b>	<b>656,087</b>

##### ii. Maturities of net settled derivative financial instruments

The table below analyses the Fund's net settled derivative financial instruments based on their contractual maturity. The Fund may, at its discretion, settle financial instruments prior to their original contractual settlement date, in accordance with its investment strategy, where permitted by the terms and conditions of the relevant instruments.

	Less than 1 month \$'000	1 to 6 months \$'000	6 to 12 months \$'000	Over 12 months \$'000	Total \$'000
<b>As at 30 June 2023</b>					
Financial liabilities at fair value through profit or loss	4,415	-	-	-	4,415
<b>Total net settled derivatives</b>	<b>4,415</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,415</b>
<b>As at 30 June 2022</b>					
Financial liabilities at fair value through profit or loss	1,870	-	-	-	1,870
<b>Total net settled derivatives</b>	<b>1,870</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,870</b>



#### 4. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. In the normal course of business, the Fund enters into various master netting agreements or other similar arrangements that do not meet the criteria for offsetting in the statement of financial position but still allow for the related amounts to be setoff in certain circumstances, such as bankruptcy or the termination of the contracts. The gross and net positions of financial assets and liabilities that have been offset in the statement of financial position are disclosed in the first three columns of the tables below.

	Effects of offsetting on the statement of financial position			Related amounts not offset		
	Gross amounts of financial instruments	Gross amounts set off in the statement of financial position	Net amount of financial instruments presented in the statement of financial position	Amounts subject to master netting arrangement	Collateral received /pledged	Net amount
As at 30 June 2023	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>						
Merrill Lynch						
International Bank Ltd	76,567	-	76,567	(38,366)		38,201
Morgan Stanley	32,976	-	32,976	(19,294)	9,546	23,228
UBS	78,967	-	78,967	(75,882)	-	3,085
Macquarie Bank Ltd	2,113	-	2,113	(1)	-	2,112
Goldman Sachs	678	-	678	-	-	678
J.P Morgan	8,277	-	8,277	(8,277)	-	-
Credit Suisse						
Securities (Europe) Ltd	-	-	-	-	-	-
<b>Total</b>	<b>199,578</b>	<b>-</b>	<b>199,578</b>	<b>(141,820)</b>	<b>9,546</b>	<b>67,304</b>
<b>Financial liabilities</b>						
Merrill Lynch						
International Bank Ltd	(38,469)	-	(38,469)	38,366		(103)
Morgan Stanley	(33,742)	-	(33,742)	19,294	-	(14,448)
UBS	(165,119)	-	(165,119)	75,882	-	(89,237)
Macquarie Bank Ltd	-	-	-	1	-	1
Goldman Sachs	(34)	-	(34)	-	-	(34)
J.P Morgan	(12,484)	-	(12,484)	8,277	-	(4,207)
Credit Suisse						
Securities (Europe) Ltd	-	-	-	-	-	-
<b>Total</b>	<b>(249,848)</b>	<b>-</b>	<b>(249,848)</b>	<b>141,820</b>	<b>-</b>	<b>(108,028)</b>

#### 4. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

	Effects of offsetting on the statement of financial position			Related amounts not offset		
	Gross amounts of financial instruments	Gross amounts set off in the statement of financial position	Net amount of financial instruments presented in the statement of financial position	Amounts subject to master netting arrangement	Collateral received /pledged	Net amount
As at 30 June 2022	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>						
Merrill Lynch						
International Bank Ltd	26,776	-	26,776	(26,776)	-	-
Morgan Stanley	16,236	-	16,236	(8,155)	512	8,593
UBS	80,273	-	80,273	(67,388)	-	12,885
Macquarie Bank Ltd	2,843	-	2,843	-	-	2,843
Goldman Sachs	4,475	-	4,475	(435)	-	4,040
J.P Morgan	6,115	-	6,115	(1,384)	-	4,731
Credit Suisse						
Securities (Europe) Ltd	7,550	-	7,550	(1,196)	-	6,354
<b>Total</b>	<b>144,268</b>	<b>-</b>	<b>144,268</b>	<b>(105,334)</b>	<b>512</b>	<b>39,446</b>
<b>Financial liabilities</b>						
Merrill Lynch						
International Bank Ltd	(73,595)	-	(73,595)	26,776	-	(46,819)
Morgan Stanley	(8,155)	-	(8,155)	8,155	-	-
UBS	(139,561)	-	(139,561)	67,388	-	(72,173)
Macquarie Bank Ltd	-	-	-	-	-	-
Goldman Sachs	(435)	-	(435)	435	-	-
J.P Morgan	(1,384)	-	(1,384)	1,384	-	-
Credit Suisse						
Securities (Europe) Ltd	(1,541)	-	(1,541)	1,196	-	(345)
<b>Total</b>	<b>(224,671)</b>	<b>-</b>	<b>(224,671)</b>	<b>105,334</b>	<b>-</b>	<b>(119,337)</b>

The gross financial instruments in the tables comprise due from brokers, due to brokers and derivatives balances.

## **4. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)**

### Master netting arrangement – not currently enforceable

Agreements with derivative counterparties are based on the International Swaps and Derivatives Association (ISDA) Master Agreement. Under the terms of these arrangements, only when certain credit events occur (such as default), the net position owing/receivable to a single counterparty in the same currency will be taken as owing and all the relevant arrangements terminated. As the Fund does not presently have a legally enforceable right of set-off, these amounts have not been offset in the statement of financial position but have been presented separately in the above table.

## **5. FAIR VALUE MEASUREMENT**

The Fund measures and recognises financial assets and liabilities at fair value through profit or loss on a recurring basis.

- Financial assets/liabilities at fair value through profit or loss (see Note 6 and Note 7)
- Derivative financial instruments (see Note 8)

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The Fund values its investments in accordance with the accounting policies set out in Note 2 to the financial statements. For the majority of its investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The Fund continues to determine net asset values with the frequency as set out in the Product Disclosure Statement, consistently applying valuation policies and reflective of prevailing market conditions.

The Fund and its unlisted unit trust invests into pre-IPO positions and private off take agreements. In determining fair value, there are a number of unobservable inputs including assessments of the current liquidity of capital markets, an assessment of the time until the investments will be ready to IPO, and forward looking economic factors commodity prices. The valuation inputs are estimates based on the circumstances prevailing at balance date and may materially change depending on future economic conditions and other factors specific to the individual investments and consequently the fair value could change significantly over time.

## **5. FAIR VALUE MEASUREMENT (CONTINUED)**

### **a. Fair value in an active market (level 1)**

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and listed equity securities) are based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

The quoted market price used for financial assets held by the Fund is the last traded price; the quoted market price for financial liabilities is the last traded price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

### **b. Fair value in an inactive or unquoted market (level 2 and level 3)**

The fair value of financial assets and financial liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

The Fund uses widely recognised valuation models for determining fair values of over-the-counter equity swaps, warrants, options and forward contracts. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. In the absence of a quoted price in an active market, warrants and options are valued using observable inputs such as intrinsic value of the underlying instrument and the exercise price. The models incorporate various inputs including both credit and debit valuation adjustments for counterparty and own credit risk, foreign exchange spot and forward rates. For these financial instruments, significant inputs into models are market observable and are included within level 2.

The Fund held investments that have been categorised within level 3 of the fair value hierarchy as at 30 June 2023 and 30 June 2022. Fair values for investment securities that do not have quoted prices in active markets are derived using a valuation policy that mandates the use of the price of recent investment techniques where the date of the investment is considered sufficiently proximate to the reporting date for the price on investment to remain indicative of the fair value at the reporting date.

Unlisted unit trusts are recorded at the Net Asset Value per units as reported by the underlying administrator.

At 30 June 2023 and 30 June 2022, investments classified within level 3 have significant unobservable inputs as they are infrequently traded. Level 3 investments consist mainly of unlisted, delisted, pre-IPO equity securities, suspended securities and unlisted unit trust. As observable prices are not available for these securities, the Investment Manager has used valuation techniques to derive fair value.

## 5. FAIR VALUE MEASUREMENT (CONTINUED)

### c. Recognised fair value measurements

The table below presents the Fund's financial assets and liabilities measured and recognised at fair value as at 30 June 2023 and 30 June 2022.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>As at 30 June 2023</b>				
<b>Financial assets</b>				
Equities	723,325	-	7,960	731,285
Unlisted unit trusts	-	-	294,270	294,270
Warrants	-	199	-	199
Swaps	-	2,075	-	2,075
Options	-	9	-	9
Futures contracts	99	-	-	99
Convertible bonds	-	-	1,276	1,276
<b>Total financial assets</b>	<b>723,424</b>	<b>2,283</b>	<b>303,506</b>	<b>1,029,213</b>
<b>Financial liabilities</b>				
Equities	381,834	-	973	382,807
Swaps	-	3,722	-	3,722
Futures contracts	441	-	-	441
Forward currency contracts	-	252	-	252
<b>Total financial liabilities</b>	<b>382,275</b>	<b>3,974</b>	<b>973</b>	<b>387,222</b>
<b>As at 30 June 2022</b>				
<b>Financial assets</b>				
Equities	855,876	-	185	856,061
Unlisted unit trusts	-	-	104,015	104,015
Warrants	-	95	-	95
Options	-	-	-	-
Swaps	-	8,257	-	8,257
Futures contracts	606	-	-	606
Forward currency contracts	-	-	-	-
Convertible bonds	-	-	6,000	6,000
<b>Total financial assets</b>	<b>856,482</b>	<b>8,352</b>	<b>110,200</b>	<b>975,034</b>
<b>Financial liabilities</b>				
Equities	375,933	95	3,725	379,753
Swaps	-	1,828	35	1,863
Futures contracts	7	-	-	7
Forward currency contracts	-	-	-	-
<b>Total financial liabilities</b>	<b>375,940</b>	<b>1,923</b>	<b>3,760</b>	<b>381,623</b>

## 5. FAIR VALUE MEASUREMENT (CONTINUED)

### d. Transfer between levels

Management's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

The following table presents the transfers between levels at the end of the reporting period.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
<b>As at 30 June 2023</b>			
<b>Financial assets</b>			
Transfer between levels 1 and 3	(1,642)	-	1,642
Transfer between levels 2 and 3	-	-	-

Two of the listed equity investments voluntarily suspended trade of its ordinary shares from the market. These investments were reclassified from level 1 to level 3 accordingly. In addition, level 3 convertible bonds converted into level 3 equity investments as at year end.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
<b>As at 30 June 2022</b>			
<b>Financial assets</b>			
Transfer between levels 1 and 3	4,296	-	(4,296)
Transfer between levels 2 and 3	-	-	-

The transfers from Level 3 to Level 1 are equity instruments currently trading from the market (previously pre-IPO) as at year end. Accordingly, the valuation inputs for these securities were based on quoted market price and therefore resulted in the reclassification to Level 1.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
<b>As at 30 June 2023</b>			
<b>Financial liabilities</b>			
Transfer between levels 1 and 3	-	-	-
Transfer between levels 2 and 3	-	35	(35)

The transfers from level 3 to level 2 pertains to two equity swaps listed on official quotation as at year end. Accordingly, the valuation inputs for these securities was based on underlying quoted market prices and therefore resulted in the reclassification to level 2.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
<b>As at 30 June 2022</b>			
<b>Financial liabilities</b>			
Transfer between levels 1 and 3	300	-	(300)
Transfer between levels 2 and 3	-	-	-

The transfers from level 1 to level 3 are listed equities that voluntarily suspended trade and delisted of its ordinary shares from the market These investments were reclassified from level 1 to level 3.

## 5. FAIR VALUE MEASUREMENT (CONTINUED)

### e. Fair value measurements using significant unobservable inputs (level 3)

The following table presents the movement in level 3 instruments for the year ended 30 June 2023 and 30 June 2022 by class of financial instrument.

Financial assets	Equities \$'000	Unlisted unit trusts \$'000	Swaps \$'000	Convertible bonds \$'000	Total \$'000
Opening balance – 30 June 2021	2,272	108,336	-	-	110,608
Transfer into/(out) from level 3	(4,296)	-	-	-	(4,296)
Purchases	10,863	45,078	-	6,000	61,941
Sales	(894)	-	-	-	(894)
Unrealised gains/(losses) recognised in the statement of comprehensive income	(7,570)	(49,399)	-	-	(56,969)
Realised gains/(losses) recognised in the statement of comprehensive income	(190)	-	-	-	(190)
Closing balance – 30 June 2022*	185	104,015	-	6,000	110,200
Transfer into/(out) from level 3	<b>7,642</b>	-	-	<b>(6,000)</b>	<b>1,642</b>
Purchases	<b>7,302</b>	<b>193,143</b>	-	<b>1,276</b>	<b>201,721</b>
Sales	<b>(1,545)</b>	-	-	-	<b>(1,545)</b>
Unrealised gains/(losses) recognised in the statement of comprehensive income	<b>(5,257)</b>	<b>(2,888)</b>	-	-	<b>(8,145)</b>
Realised gains/(losses) recognised in the statement of comprehensive income	<b>(367)</b>	-	-	-	<b>(367)</b>
<b>Closing balance – 30 June 2023*</b>	<b>7,960</b>	<b>294,270</b>	-	<b>1,276</b>	<b>303,506</b>

Includes unrealised gains/(losses) recognized in profit or loss attributable to balances held at the end of the reporting period.

## 5. FAIR VALUE MEASUREMENT (CONTINUED)

### e. Fair value measurements using significant unobservable inputs (level 3) (continued)

Financial liabilities	Equities \$'000	Unlisted unit trusts \$'000	Swaps \$'000	Convertible bonds \$'000	Total \$'000
Opening balance – 30 June 2021	-	-	(101)	-	(101)
Transfer into/(out) from level 3	(300)	-	-	-	(300)
Purchases	7,569	-	-	-	7,569
Sales	(20,294)	-	(694)	-	(20,988)
Unrealised gains/(losses) recognised in the statement of comprehensive income	6,918	-	66	-	6,984
Realised gains/(losses) recognised in the statement of comprehensive income	2,382	-	694	-	3,076
Closing balance – 30 June 2022*	(3,725)	-	(35)	-	(3,760)
Transfer into/(out) from level 3	-	-	35	-	35
Purchases	17	-	-	-	17
Sales	(13)	-	-	-	(13)
Unrealised gains/(losses) recognised in the statement of comprehensive income	2,577	-	-	-	2,577
Realised gains/(losses) recognised in the statement of comprehensive income	171	-	-	-	171
<b>Closing balance – 30 June 2023*</b>	<b>(973)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(973)</b>

\*Includes unrealised gains or (losses) recognised in profit or loss attributable to balances held at the end of the reporting period



## 5. FAIR VALUE MEASUREMENT (CONTINUED)

### e. Fair value measurements using significant unobservable inputs (level 3) (continued)

#### i. Valuation inputs and relationships to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in the level 3 fair value measurements for the year ended 30 June 2023 and 30 June 2022. See Note 5(b) above for the valuation techniques adopted

Description	Fair value \$'000	Valuation technique	Unobservable inputs	Range of inputs (probability- weighted average) \$	Relationship of unobservable inputs to fair value \$'000
<b>As at 30 June 2023</b>					
<b>Financial assets</b>					
Equities	7,960	Recent transaction price	Unquoted share price	0.0350 to 128.0000	10% increase in the unit price would result in an increase in fair value by 796 and 10% decrease in the unit price would result in a decrease in fair value by 796.
Unlisted unit trusts	294,270	Net asset value (NAV)	NAV per unit	0.7144 to 2.3843	10% increase in the NAV per unit would result in an increase in fair value by 29,427 and 10% decrease in the NAV per unit would result in a decrease in fair value by 29,427.
Convertible bonds	1,276 <u>303,506</u>	Recent transaction price	Unquoted bond price	0.3000 to 0.3000	10% increase in the bond price would result in an increase in fair value by 128 and 10% decrease in the bond price would result in a decrease in fair value by 128.
<b>As at 30 June 2023</b>					
<b>Financial liabilities</b>					
Equities	973	Recent transaction price	Unquoted share price	0.0000 to 0.2150	10% increase in the unit price would result in an increase in fair value by 97 and 10% decrease in the unit price would result in a decrease in fair value by 97.
	<u>973</u>				

## 5. FAIR VALUE MEASUREMENT (CONTINUED)

### e. Fair value measurements using significant unobservable inputs (level 3) (continued)

#### i. Valuation inputs and relationships to fair value (continued)

Description	Fair value \$'000	Valuation technique	Unobservable inputs	Range of inputs (probability- weighted average) \$	Relationship of unobservable inputs to fair value \$'000
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As at 30 June 2022

Financial assets

Equities	185	Recent transaction price	Unquoted share price	0.0370 to 28.0004	10% increase in the unit price would result in an increase in fair value by 19 and 10% decrease in the unit price would result in a decrease in fair value by 19.
Unlisted unit trusts	104,015	Net asset value (NAV)	NAV per unit	0.8141 to 1.9110	10% increase in the NAV per unit would result in an increase in fair value by 10,402 and 10% decrease in the NAV per unit would result in a decrease in fair value by 10,402.
Convertible bonds	6,000	Recent transaction price	Unquoted bond price	100.0000 to 100.0000	10% increase in the bond price would result in an increase in fair value by 600 and 10% decrease in the bond price would result in a decrease in fair value by 600.
	<u>110,200</u>				

As at 30 June 2022

Financial liabilities

Equities	3,725	Recent transaction price	Unquoted share price	0.0370 to 1.1300	10% increase in the unit price would result in an increase in fair value by 373 and 10% decrease in the unit price would result in a decrease in fair value by 373.
Swaps	35	Recent transaction price	Unquoted share price	0.0215 to 3.8828	10% increase in the unit price would result in an increase in fair value by 4 and 10% decrease in the unit price would result in a decrease in fair value by 4.
	<u>3,760</u>				

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

## 5. FAIR VALUE MEASUREMENT (CONTINUED)

### e. Fair value measurements using significant unobservable inputs (level 3) (continued)

#### ii. Valuation processes

Portfolio reviews are undertaken regularly by management to identify securities that potentially may not be actively traded or have stale security pricing. This process identifies securities which possibly could be regarded as being level 3 securities. Further analysis, should it be required, is undertaken to determine the accounting significance of the identification. For certain security types, in selecting the most appropriate valuation model, management performs back testing and considers actual market transactions. Changes in allocation to or from level 3 are analysed at the end of each reporting period and are disclosed in Note 2(g) above.

### f. Other financial assets and liabilities

For all other financial assets and liabilities, the carrying value is an approximation of fair value, including: cash and cash equivalents; due from/to brokers; receivables; distributions payable; and other payables.

## 6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at	
	30 June 2023 \$'000	30 June 2022 \$'000
Equities	731,285	856,061
Unlisted unit trusts	294,270	104,015
Warrants	199	95
Swaps	2,075	8,257
Option	9	-
Futures contracts	99	606
Forward currency contracts	-	-
Convertible bonds	1,276	6,000
<b>Total financial assets at fair value through profit or loss</b>	<b>1,029,213</b>	<b>975,034</b>

An overview of the risk exposures and fair value measurements relating to financial assets at fair value through profit or loss is included in Note 3 and Note 5 to the financial statements.

## 7. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at	
	30 June 2023 \$'000	30 June 2022 \$'000
Equities	382,807	379,753
Swaps	3,722	1,863
Futures contracts	441	7
Forward currency contracts	252	-
<b>Total financial liabilities at fair value through profit or loss</b>	<b>387,222</b>	<b>381,623</b>

An overview of the risk exposures and fair value measurements relating to financial liabilities at fair value through profit or loss is included in Note 3 and Note 5 to the financial statements.

## 8. DERIVATIVE FINANCIAL INSTRUMENTS

In the normal course of business, the Fund enters into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

Derivative transactions include many different instruments such as forwards, futures and options. Derivatives are considered to be part of the investment process and the use of derivatives is an essential part of the Fund's portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- hedging to protect an asset or liability of the Fund against a fluctuation in market values, foreign exchange risk or to reduce volatility;
- a substitution for trading of physical securities; and
- adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

While derivatives are used for trading purposes, they are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeds the underlying value of the Fund.

Certain transactions may give rise to a form of leverage. Such transactions may include, among others, reverse repurchase agreements, loans of portfolio securities, and the use of when-issued, delayed-delivery or forward commitment transactions. Leverage may be incurred when it is believed that is advantageous to increase the investment capacity of a Fund or to facilitate the clearance of transactions. Leverage creates opportunity for greater total returns for a Fund, but it also may magnify losses. The use of derivatives may also create leverage risk.

The Fund holds the following derivatives:

## **8. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)**

### **a. Futures contracts**

Futures are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The futures contracts are collateralised by cash or marketable securities. Changes in futures contracts' values are usually settled net daily with the exchange.

### **b. Options**

An option is a contractual arrangement under which the seller (writer) grants the purchaser (holder) the right, but not the obligation, either to buy (a call option) or sell (a put option) at or by a set date or during a set period, a specific amount of securities or a financial instrument at a predetermined price. The seller receives a premium from the purchaser in consideration for the assumption of future securities price risk. Options held by the Fund are exchange-traded. The Fund is exposed to credit risk on purchased options to the extent of their carrying amount, which is their fair value. Options are settled on a gross basis.

### **c. Forward currency contracts**

Forward currency contracts are primarily used by the Fund to economically hedge against foreign currency exchange rate risks on its non-Australian dollar denominated trading securities. The Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. Forward currency contracts are valued at forward rate at the end of each reporting period. The Fund recognises a gain or loss equal to the change in fair value at the end of each reporting period.

### **d. Swaps**

Swaps are derivative instruments in which two counterparties agree to exchange one stream of cash flow against another stream, which may involve an equity-based cash flow (such as from a stock asset) that is traded for a fixed-income cash flow (such as a benchmark rate).

### **e. Warrants**

Warrants are an option to purchase additional securities from the issuer at a specified price during a specified period. Warrants are valued at the prevailing market price at the end of each reporting period. The Fund recognises a gain or loss equal to the change in fair value at the end of each reporting period.

## 8. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)

The Fund's derivative financial instruments measured at fair value at year end are detailed below:

	Contractual/ notional \$'000	Assets \$'000	Liabilities \$'000
<b>As at 30 June 2023</b>			
Warrants	-	199	-
Swaps	46,511	2,075	3,722
Options	-	9	-
Futures contracts	(126,214)	99	441
Foreign Currency Contracts	-	-	252
<b>Total derivatives</b>	<b>(79,703)</b>	<b>2,382</b>	<b>4,415</b>
<b>As at 30 June 2022</b>			
Warrants	95	95	-
Swaps	24,548	8,257	1,863
Options	-	-	-
Futures contracts	(150,637)	606	7
<b>Total derivatives</b>	<b>(125,994)</b>	<b>8,958</b>	<b>1,870</b>

Information about the Fund's exposure to credit risk, foreign exchange risk, interest rate risk and about the methods and assumptions used in determining fair values is provided in Note 3 and Note 5 to the financial statements. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of derivative financial instruments disclosed above.

## 9. INVESTMENT IN MANAGED INVESTMENT SCHEMES

The Fund invests in Managed Investment Schemes (the "Schemes") for the purpose of capital appreciation and or earning investment income.

The exposure to investments in related party Schemes at fair value, and any related party amounts recognised in the statement of comprehensive income, is disclosed at Note 22 to the financial statements.

The fair value of the Schemes is included as unlisted unit trusts in financial assets at fair value through profit or loss in the statement of financial position.

The Fund's maximum exposure to loss from its interest in the Schemes is equal to the fair value of its investments in the Schemes as there are no off-balance sheet exposures relating to any of the Schemes. Once the Fund has disposed of its units in a Scheme it ceases to be exposed to any risk from that Scheme.

Total gains/(losses) incurred on investments in the Schemes were \$7,382,901 during the year ended 30 June 2023 (2022: (\$49,399,069)). The Fund also earned distribution income of \$10,270,829 during the year (2022: \$28,999,642) as a result of its interests in the Schemes.

## 10. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS – EQUITY

Under AASB 132 Financial Instruments: Presentation, puttable financial instruments are classified as equity where certain criteria are met. The Fund shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions. The Fund's units are classified as equity as they meet the definition of a financial instrument to be classified as equity.

Movements in the number of units and net assets attributable to unit holders during the year were as follows:

	Year ended		Year ended	
	30 June 2023	30 June 2023	30 June 2022	30 June 2022
	Units '000	\$'000	Units '000	\$'000
Opening balance	172,252	485,803	101,320	342,960
Applications	30,591	92,079	56,023	212,327
Units buy-back	(8,308)	(23,053)	(1,445)	(5,016)
Reinvestment of distributions	9,438	26,854	16,354	56,092
Distributions paid and payable	-	(46,951)	-	(68,116)
Profit/(loss) for the year	-	55,940	-	(52,444)
<b>Closing balance</b>	<b>203,973</b>	<b>590,672</b>	<b>172,252</b>	<b>485,803</b>

As stipulated within the Fund's Constitution, each unit represents a right to an individual unit in the Fund and does not extend to a right in the underlying assets of the Fund.

There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

### Units buy-back plan

During the year ended 30 June 2023, the Fund has purchased on-market and cancelled 8,308,165 units (30 June 2022: 1,445,235 units) at a cost of \$23,052,379 (30 June 2022: \$5,015,496).

### Capital raising

On 1 December 2022, a Placement and Unit Purchase Plan was announced to the ASX. The placement raised \$79,759,130 and the Unit Purchase Plan raised \$12,319,993. A total of 26,498,050 units were issued under the Placement and a total of 4,092,657 units were issued under the Unit Purchase Plan. Proceeds raised will be allocated across Regal's existing strategies, including long/short equities, private markets, real and natural assets and capital solutions. RF1 further deployed capital into the new Private Credit Strategy on a measured and opportunistic basis, given the expectation of attractive investment opportunities and to further diversify RF1's portfolio across public and private alternative investment strategies.

## 11. BASIC AND DILUTED EARNINGS PER UNIT

	30 June 2023	As at 30 June 2022
Profit/(loss) attributable to unit holders (\$'000)	55,940	(52,444)
Weighted average number of units on issue ('000)	193,792	153,008
Basic earnings per unit (cents per unit)	28.87	(34.28)

	30 June 2023	As at 30 June 2022
Profit/(loss) attributable to unit holders (\$'000)	55,940	(52,444)
Weighted average number of units on issue ('000)	193,792	153,008
Diluted earnings per unit (cents per unit)	28.87	(34.28)

## 12. DISTRIBUTIONS TO UNIT HOLDERS

The distributions declared during the year were as follows:

	Year ended		Year ended	
	30 June 2023 \$'000	30 June 2023 CPU	30 June 2022 \$'000	30 June 2022 CPU
<b>Distributions</b>				
December (paid)	31,087	15,000	17,193	10,000
June (payable)	15,864	7,780	50,923	29,560
	46,951		68,116	

## 13. CASH AND CASH EQUIVALENTS

	30 June 2023 \$'000	As at 30 June 2022 \$'000
Cash at bank	27	337
<b>Total cash and cash equivalents</b>	<b>27</b>	<b>337</b>



## 14. RECONCILIATION OF PROFIT/(LOSS) TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

a. Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

	Year ended	
	30 June 2023 \$'000	30 June 2022 \$'000
Profit/(loss) for the year	55,940	(52,444)
Proceeds from sale of financial instruments at fair value through profit or loss	8,875,895	8,949,139
Payments for purchase of financial instruments at fair value through profit or loss	(8,904,394)	(9,103,360)
Net (gains)/losses on financial instruments at fair value through profit or loss	(59,788)	53,885
Net foreign exchange (gain)/loss	3,100	(5,232)
Net change in receivables	16,456	27,702
Net change in payables	1,711	(19,525)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(11,080)</b>	<b>(149,835)</b>

b. Non-cash operating and financing activities

The following distribution payments to unit holders were satisfied

by the issue of units under the distribution reinvestment plan	26,853	56,092
<b>Total non-cash operating and financing activities</b>	<b>26,853</b>	<b>56,092</b>

## 15. DUE FROM BROKERS

	As at	
	30 June 2023 \$'000	30 June 2022 \$'000
Due from brokers – margin accounts	102,294	77,851
Receivable for securities sold	96,406	58,507
<b>Total due from brokers</b>	<b>198,700</b>	<b>136,358</b>

## 16. DUE TO BROKERS

	As at	
	30 June 2023 \$'000	30 June 2022 \$'000
Due to brokers – margin accounts	166,192	163,302
Payable for securities purchased	79,242	59,499
<b>Total due to brokers</b>	<b>245,434</b>	<b>222,801</b>

## 17. RECEIVABLES

	As at	
	30 June 2023 \$'000	30 June 2022 \$'000
Interest receivable	394	436
Dividends receivable from long positions	11,470	31,179
RITC refund receivable	1,049	438
Rebate Receivable	2,602	-
Other receivables	385	304
<b>Total receivables</b>	<b>15,900</b>	<b>32,357</b>

## 18. PAYABLES

	Notes	As at	
		30 June 2023 \$'000	30 June 2022 \$'000
Management fees payable	22(g)	824	741
Performance fees payable	22(g)	-	-
Responsible Entity fees payable		146	42
Dividends payable from short positions	22(g)	1,220	659
Auditors' remuneration payable		113	98
Transaction fees payable		333	511
Interest payable		1,460	537
Withholding tax payable		535	326
Accounting fees payable		16	14
GST payable		1	1
Other payables		-	7
<b>Total payables</b>		<b>4,648</b>	<b>2,936</b>

## 19. REMUNERATION OF AUDITORS

During the year the following fees were paid or payable for services provided by the auditors of the Fund:

	Year ended	
	30 June 2023 \$	30 June 2022 \$
<b>Fees to Ernst &amp; Young</b>		
<i>Fees for assurance services that are required by legislation to be provided by the auditor</i>		
Fees for auditing the statutory financial report	64,650	56,179
<i>Fee for other services</i>		
Tax compliance	23,100	24,000
Other tax services	50,000	-
<b>Total remuneration of Ernst &amp; Young</b>	<b>137,750</b>	<b>80,179</b>

## 19. REMUNERATION OF AUDITORS (CONTINUED)

	Year ended	
	30 June 2023	30 June 2022
	\$	\$
<b>Fees to PricewaterhouseCoopers</b>		
<i>Audit and other assurance services</i>		
Audit of compliance plan	2,346	2,346
<b>Total remuneration of PricewaterhouseCoopers</b>	<b>2,346</b>	<b>2,346</b>

The auditors' remuneration is borne by the Fund. Fees are stated exclusive of GST.

## 20. OTHER INCOME

	Year ended	
	30 June 2023	30 June 2022
	\$'000	\$'000
RITC income	1,354	2,651
Rebate Income	2,992	78
Underwriting fee income	870	354
Other income	8	728
<b>Total other income</b>	<b>5,224</b>	<b>3,811</b>

## 21. OTHER EXPENSES

	Year ended	
	30 June 2023	30 June 2022
	\$'000	\$'000
GST expenses	912	2,552
Dividend withholding tax expense	9,040	4,466
Capital gains tax expense	(1)	-
Accounting fees expense	1	18
Withholding tax expense	226	11
Other fees	311	311
<b>Total other expenses</b>	<b>10,489</b>	<b>7,358</b>

## 22. RELATED PARTY TRANSACTIONS

The Responsible Entity of Regal Investment Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975). Accordingly, transactions with entities related to the Responsible Entity are disclosed below.

The Responsible Entity has contracted services to Regal Funds Management Pty Limited to act as Investment Manager for the Fund and The Hongkong and Shanghai Banking Corporation Limited, Sydney Branch to act as Custodian and Administrator for the Fund. The contracts are on normal commercial terms and conditions.

### a. Key management personnel

#### i. Directors

Key management personnel include Equity Trustees Limited and persons who are directors and the secretary of Equity Trustees Limited at any time during or since the end of the year and up to the date of the Directors' report.

Philip D Gentry	Chairman
Mary A O'Connor	
Michael J O'Brien	
Russell W Beasley	
David B Warren	(appointed 6 March 2023)
Samantha Einhart	Company Secretary

#### ii. Responsible Entity

Other than the fees paid to the Responsible Entity, there were no other transactions.

#### iii. Other key management personnel

There were no other key management personnel with responsibility for planning, directing and controlling activities of the Fund, directly or indirectly during the financial year.

### b. Transactions with key management personnel

The following transactions occurred with key management personnel during the reporting period:

	Year ended	
	30 June 2023	30 June 2022
	\$	\$
Purchase of units	29,998	341,100
<b>Total</b>	<b>29,998</b>	<b>341,100</b>

## 22. RELATED PARTY TRANSACTIONS (CONTINUED)

### c. Key management personnel unit holdings

Key management personnel held units in the Fund, as follows:

	Number of units held opening	Number of units held closing	Interest held %	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund \$
<b>Unit holder</b>						
<b>As at 30 June 2023</b>						
Platinum Cat Pty Ltd ATF for Platinum Cat Superfund	8,000	8,000	0.0039	-	-	1,822
Michael J O'Brien	250,000	259,966	0.1275	9,966	-	59,214
Russell W Beasley	1	1	-	-	-	-
Unit holder						
As at 30 June 2022						
Platinum Cat Pty Ltd ATF for Platinum Cat Superfund	8,000	8,000	0.0050	-	-	3,165
Michael J O'Brien	160,000	250,000	0.1450	90,000	-	98,908
Russell W Beasley	1	1	-	-	-	-

### d. Key management personnel compensation

Key management personnel are paid by EQT Services Pty Ltd. Payments made from the Fund to Equity Trustees Limited do not include any amounts directly attributable to the compensation of key management personnel and are not related to services that directors render to individual funds.

### e. Key management personnel loans

The Fund has not made, guaranteed or secured, directly or indirectly, any loans to key management personnel or their personally related entities at any time during the reporting period.

## 22. RELATED PARTY TRANSACTIONS (CONTINUED)

### f. Other transactions within the Fund

Apart from those details disclosed in this note, no key management personnel have entered into a material contract with the Fund during the financial year and there were no material contracts involving management personnel's interests existing at year end.

### g. Responsible Entity fees, Investment Manager's fees and other transactions

Under the terms of the Fund's Constitution and Product Disclosure Statement for the Fund, the Responsible Entity and the Investment Manager are entitled to receive management fees and performance fees.

The transactions during the year and amounts payable as at year end between the Fund, the Responsible Entity and the Investment Manager were as follows:

	Year ended	
	30 June 2023	30 June 2022
	\$	\$
Management fees for the year	<b>8,658,888</b>	8,722,251
Performance fees for the year	-	16,438,917
Responsible Entity fees for the year	<b>223,184</b>	222,637
Management fees payable at year end	<b>823,602</b>	740,667
Performance fees payable at year end	-	-
Responsible Entity fees payable at year end	<b>145,549</b>	42,444

The performance fee will be calculated and accrued at least monthly and is payable at the end of each performance period in arrears. Performance periods are six months in duration and end on 30 June or 31 December. The performance fee of 20% (plus GST) of the amount by which the portfolio's outperformance against the RBA cash rate subject to a high water mark is calculated and accrued at least monthly.

The Investment Manager is entitled to receive a management fee totalling 1.50% per annum excluding GST of the Fund's net assets attributable to unit holders (before the management fees and accrued but unpaid performance fees). The management fee is calculated and accrued at least monthly and are payable monthly in arrears by the Fund.

The Fund may benefit from management and performance fee rebates on investments in investee funds and negotiated by the Fund Manager on behalf of the Fund. During the year, rebates amounted to \$2,905,728 of which \$2,602,399 remained payable as at 30 June 2023 (30 June 2022: Nil).

## 22. RELATED PARTY TRANSACTIONS (CONTINUED)

### h. Related party unit holdings

Details of relevant related party investors in the Fund, including the Responsible Entity, other schemes managed by the Responsible Entity being Equity Trustees Limited and other investment funds managed by the investment manager being Regal Funds Management Pty Limited, are set out below:

	Number of units held opening	Number of units held closing	Interest held %	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund \$
<b>Unit holder</b>						
<b>As at</b>						
<b>30 June 2023</b>						
Equity Trustees Superannuation Limited <AMG Super> and <Acclaim Super> Regal Funds Management Pty Limited	589,784	709,233	0.3477	188,617	69,168	93,859
	233,894	271,786	0.1332	37,892	-	129,981
 Unit holder As at 30 June 2022						
Equity Trustees Superannuation Limited <AMG Super> and <Acclaim Super> Regal Funds Management Pty Limited	310,356	589,784	0.3420	357,785	78,357	226,458
	196,746	233,894	0.1360	37,148	-	91,936

## 22. RELATED PARTY TRANSACTIONS (CONTINUED)

### i. Investments

The Fund held investments in EQT Holdings Limited as the parent of Equity Trustees Limited and other schemes managed by the Investment Manager during the year as follows.

	Number of units held opening	Number of units held closing	Interest held %	Distribution earned \$	Distribution receivable \$	Number of units acquired	Number of units disposed
<b>As at</b>							
<b>30 June 2023</b>							
EQT Holdings Limited	98,490	111,471	0.42	175,703	-	114,338	101,357
Regal Emerging Companies Fund III	50,994,042	50,994,042	54.03	1,091,273	1,091,273	-	-
Regal Emerging Companies Opportunities Fund	40,183,383	113,082,946	17.14	1,775,402	1,775,402	72,899,563	-
Regal Private Credit Opportunities Fund	-	20,063,585	8.83	485,874	383,499	20,063,585	-
Regal Resources Royalties Fund	-	58,285,454	67.88	6,918,280	4,164,742	58,285,454	-

	Number of units held opening	Number of units held closing	Interest held %	Distribution earned \$	Distribution receivable \$	Number of units acquired	Number of units disposed
<b>As at</b>							
<b>30 June 2022</b>							
EQT Holdings Limited	-	98,490	0.47	73,100	-	138,931	40,441
Regal Emerging Companies Fund III	50,994,042	50,994,042	54.13	27,348,105	27,348,105	-	-
Regal Emerging Companies Opportunities Fund	-	40,183,383	6.58	1,651,537	1,651,537	40,183,383	-
Regal Private Credit Opportunities Fund	-	-	-	-	-	-	-
Regal Resources Royalties Fund	-	-	-	-	-	-	-



## **23. OPERATING SEGMENTS**

The Fund is organised into one main operating segment with only one key function, being the investment of funds internationally. It operates predominantly in Australia and in the securities industry. It earns revenue from dividend income, interest income and other returns from the investment portfolio. The Company invests in different types of securities, as detailed at Note 5 Fair Value Measurement.

## **24. EVENTS OCCURRING AFTER THE REPORTING PERIOD**

No significant events have occurred since the end of the period which would impact on the financial position of the Fund as disclosed in the statement of financial position as at 30 June 2023 or on the results and cash flows of the Fund for the period ended on that date.

## **25. CONTINGENT ASSETS AND LIABILITIES AND COMMITMENTS**


There were no outstanding contingent assets, liabilities or commitments as at 30 June 2023 and 30 June 2022.

## DIRECTORS' DECLARATION

In the opinion of the directors of the Responsible Entity:

- a. The financial statements and notes set out on pages 8 to 53 are in accordance with the *Corporations Act 2001*, including:
  - i. complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
  - ii. giving a true and fair view of the Fund's financial position as at 30 June 2023 and of its performance for the year ended on that date.
- b. There are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable; and
- c. Note 2(a) confirms that the financial statements also comply with the International Financial Reporting Standards as issued by the International Accounting Standards Board.

This declaration is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry  
Chairman

Melbourne  
28 August 2023

## Independent Auditor's Report to the Unit Holders of Regal Investment Fund

### Report on the audit of the financial report

#### Opinion

We have audited the financial report of Regal Investment Fund (the Fund), which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Directors' Declaration.

In our opinion, the accompanying financial report of the Fund is in accordance with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the Fund's financial position as at 30 June 2023 and of its financial performance for the year ended on that date; and
- b. Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

#### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report. We are independent of the Fund in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial report of the current year. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, but we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *Auditor's responsibilities for the audit of the financial report* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial report. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial report.

## 1. Investment existence and valuation

Why significant	How our audit addressed the key audit matter
<p>The Fund has a significant investment portfolio consisting primarily of listed equities and unlisted unit trusts.</p> <p>As at 30 June 2023, the values of the listed equities, unlisted unit trusts, derivative financial instruments such as warrants, swaps, future contracts and forward currency contracts, and convertible bonds classified as financial assets were \$731 million, \$305 million, \$2.18 million, \$1.3 million which represented 59%, 24%, 0.18%, and 0.10% of the total assets of the Fund, respectively.</p> <p>As at 30 June 2023, the values of the listed equities and derivative financial instruments such as swaps, future contracts, and forward currency contracts classified as financial liabilities were \$383 million, and \$4.16 million which represented 59% and 1% of total liabilities of the Fund.</p> <p>As detailed in the Fund's accounting policy disclosed in Note 2(b) of the financial report, these financial instruments are recognised at fair value through profit or loss in accordance with Australian Accounting Standards.</p> <p>Pricing, exchange rates and other market drivers can have a significant impact on the value of these financial Instruments and the financial report. Accordingly, existence and valuation of the investment portfolio was considered a key audit matter.</p>	<p>Our audit procedures included:</p> <p>Assessed the effectiveness of the controls relating to the existence and valuation of investments.</p> <p>Obtained and considered the assurance report on the controls of the Fund's administrator, in relation to the fund administration services for the year ended 30 June 2023 and assessed the auditor's qualification, competence, their objectivity and the results of their procedures.</p> <p>Confirmed the balances of investment holdings, including cash accounts, to third party confirmations at 30 June 2023.</p> <p>Assessed the fair value of a representative sample of investments in the portfolio held at 30 June 2023. For listed securities, the values were verified against independently sourced market prices. For unlisted investments, with the involvement of our valuation specialists, we evaluated the appropriateness of the valuation techniques agreed the valuation models' observable and unobservable inputs and assumptions to supporting documentation and compared to independent information for reasonableness. We tested the mathematical accuracy of the valuation models.</p> <p>For unlisted unit trusts, we have obtained and agreed the unit prices to the net asset value statements provided by the external fund administrator, or the investment manager of the unit trusts. We obtained the audited financial statements, where available, of unlisted unit trusts and considered the appropriateness of the valuations adopted. We assessed the appropriateness of the underlying valuation method and key assumptions applied by the external investment manager, engaged our valuation specialists where appropriate and reviewed the fair values.</p> <p>Assessed the adequacy of the disclosures in Note 5 of the financial report in accordance with the requirements of Australian Accounting Standards.</p>

## 2. Management and Performance Fees

Why significant	How our audit addressed the key audit matter
<p>For the year ended 30 June 2023, the management fees were \$7,120,155 and represented 15% of the total expenses. There were no performance fee expenses during the year.</p> <p>Management and performance fees, paid to the Investment Manager, Regal Funds Management Pty Limited, are the most significant operating expense for the Fund.</p> <p>The Fund's accounting policy for the management and performance fees is disclosed in Note 22(g) of the financial report. Performance fees are recognised in the financial report if the performance hurdles for the Fund have been met at the end of the relevant measurement period, which is the date that the performance criteria are met and the obligation has crystallised. All expenses are recognised on an accrual basis. The assessment of recognition of expenses relating to performance fee arrangements can be complex.</p> <p>Accordingly, the recognition of management and performance fees was considered a key audit matter.</p>	<p>Our audit procedures included:</p> <p>Assessed the effectiveness of the controls, in relation to the calculation of management and performance fees, of the Fund's administrator, who has responsibility for the calculations.</p> <p>Recalculated management and performance fees, in accordance with the relevant service arrangements, including agreeing the fee rates to the calculations.</p> <p>Assessed the performance fee calculation, including testing the inputs into the calculation model and assessed whether the calculation was consistent with the relevant Product Disclosure Statement and management agreement.</p> <p>Assessed whether the criteria for accrual of a performance fee liability were met at 30 June 2023.</p> <p>Assessed the adequacy of the disclosures in Note 22(g) of the financial report in accordance with the requirements of Australian Accounting Standards.</p>

### Information other than the financial report and auditor's report thereon

The Directors of the Responsible Entity are responsible for the other information. The other information comprises the information included in the Fund's 2023 Annual Report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the Directors of the Responsible Entity for the financial report

The Directors of the Responsible Entity of the Fund are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors of the Responsible Entity determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors of the Responsible Entity are responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Directors of the Responsible Entity either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

### Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

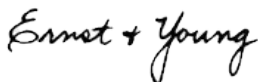
As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors of the Responsible Entity.
- ▶ Conclude on the appropriateness of the Directors of the Responsible Entity of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors of the Responsible Entity regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors of the Responsible Entity with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated to the Directors of the Responsible Entity, we determine those matters that were of most significance in the audit of the financial report of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Ernst & Young



Jaddus Manga  
Partner  
Sydney  
28 August 2023

# ASX ADDITIONAL INFORMATION

Regal Investment Fund (ARSN 632 283 384) (the Fund)

Additional information required by the Australian Stock Exchange Limited ("ASX") Listing Rules and not disclosed elsewhere in this report is as follows. The information is current as at 31 July 2023 unless otherwise indicated.

## A. CORPORATE GOVERNANCE STATEMENT

Refer to the Annual Report, page 6.

## B. SUBSTANTIAL UNITHOLDERS

The following unit holders have substantial holdings, as disclosed in the substantial holding notices received:

NO.	UNITHOLDER NAME	NO. OF UNITS	PERCENTAGE
1	MR ANDREW KING + MR PHILIP KING + MR DAVID GORE	18,700,803	9.17
2	BNP PARIBAS NOMINEES PTY LTD HUB24 CUSTODIAL SERV LTD	14,023,114	6.88

## C. CLASSES OF UNITS

Refer to the Annual Report, Note 10, page 43.

## D. VOTING RIGHTS

Voting at a general meeting is by a show of hands unless a poll is validly demanded. On a show of hands each Unitholder (and each proxy, attorney or representative) has one vote, and on a poll, each Unitholder (and each proxy, attorney or representative) has one vote for each dollar value of units held. For voting purposes, the value of a unit in the Fund is the last sale price on the ASX on the trading day immediately before the day on which the poll is taken.





## E. DISTRIBUTION OF UNITS

Analysis of numbers of unitholders by size of holding as at 31 July 2023:

SIZE OF HOLDING	NO. OF HOLDERS	TOTAL UNITS	PERCENTAGE
1 – 1,000	1,078	445,781	0.22
1,001 – 5,000	1,913	5,532,533	2.71
5,001 – 10,000	1,493	11,242,372	5.51
10,001 – 100,000	2,779	75,399,096	36.97
100,001 and over	160	111,352,727	54.59
	<b>7,423</b>	<b>203,972,509</b>	<b>100.00</b>

There are 270 unitholders each with an unmarketable parcel of shares being a holding of 185 or less, for a combined total of 27,950 units. This is based on the closing ASX price of \$2.710 per share as at 31 July 2023.

## F. LARGEST UNITHOLDERS

The names of the twenty largest holders of quoted units as at 31 July 2023 are listed below.

NO.	UNITHOLDER NAME	NO. OF UNITS	PERCENTAGE
1	MR ANDREW KING + MR PHILIP KING + MR DAVID GORE	18,700,803	9.17
2	BNP PARIBAS NOMINEES PTY LTD HUB24 CUSTODIAL SERV LTD	14,023,114	6.88
3	NEW HIGHLAND PTY LIMITED	7,508,050	3.68
4	NETWEALTH INVESTMENTS LIMITED	6,571,662	3.22
5	J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	5,870,064	2.88
6	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	5,724,502	2.81
7	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED - A/C 2	5,375,133	2.64
8	CITICORP NOMINEES PTY LIMITED	3,512,926	1.72
9	NAVIGATOR AUSTRALIA LTD	3,307,879	1.62
10	WRITEMAN PTY LIMITED	2,986,756	1.46
11	KAVOCA PTY LTD	2,361,189	1.16
12	MIGHTYBOY PTY LTD	2,166,736	1.06



NO.	UNITHOLDER NAME	NO. OF UNITS	PERCENTAGE
13	BNP PARIBAS NOMINEES PTY LTD	1,213,671	0.6
14	PRIMECHIP PTY LTD	1,197,174	0.59
15	MCNEIL NOMINEES PTY LIMITED	1,162,791	0.57
16	QM FINANCIAL SERVICES PTY LTD	1,076,633	0.53
17	MRS PAMELA DIANE KING	1,061,883	0.52
18	AEPRO PTY LTD	902,420	0.44
19	NETWEALTH INVESTMENTS LIMITED	862,978	0.42
20	HALCYCON PTY LTD	735,733	0.36
		<b>86,322,097</b>	<b>42.33</b>

#### G. UNQUOTED EQUITY SECURITIES

There were no unquoted equity securities on issue for the year ended 30 June 2023.

#### H. REVIEW OF OPERATIONS AND ACTIVITIES FOR THE REPORTING PERIOD

Refer to the Directors' report at page 3 of the Annual Report.

#### I. ON-MARKET BUY-BACKS

Refer to the Directors' report at page 3 of the Annual Report for on-market buy-backs for the year ended 30 June 2023 and note 24 for on-market buy-backs from reporting date to date of signing.

#### J. LIST OF ALL INVESTMENTS HELD BY THE FUND AT THE BALANCE DATE

##### INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023

29Metals Ltd	A2 Milk Co Ltd (ASX)	Abacus Property Group REIT
Abbott Laboratories	AbraSilver Resource Corp Wts	Adbri Ltd
Adventus Mining Corp Wts	Aftermath Silver Ltd	Aftermath Silver Ltd Wts
AGL Energy Ltd (ASX)	AIB Group Plc	Aiful Corp
Ain Holdings Inc	Airtasker Ltd	Allkem Ltd
Alpha HPA Ltd	Alpha Lithium Corp	Alpha Lithium Corp Wts
Alphabet Inc Cl C	Alps Electric Co Ltd	Amcor Plc CDI



## INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023

Ampol Ltd	Anteris Technologies Ltd	ANZ Group Holdings Ltd
Apiam Animal Health Ltd	Appen Ltd	Aquila Acquisition Corp
Aquila Acquisition Corp Wts	Arafura Rare Earths Ltd Wts	Arena REIT
Aristocrat Leisure Ltd	Asahi Intecc Co Ltd	Ashok Leyland Ltd
Asics Corp	Astellas Pharma Inc	Astral Ltd
Atha Energy Corp	Atlantic Lithium Ltd (ASX)	Atlas Arteria Ltd Unit
Atomos Ltd	AUB Group Ltd	Auckland International Airport Ltd
Auckland International Airport Ltd (ASX)	Augusta Gold Corp	Augusta Gold Corp Wts
Aurelia Metals Ltd	Aurizon Holdings Ltd	Aurora Cannabis Inc Wts
Austal Ltd	Australian Finance Group Ltd	Avada Group Ltd
Avila Energy Corp Wts	Aya Gold & Silver Inc	Azbil Corp
Bank Central Asia Tbk (DMT)	Bapcor Ltd	Base Resources Ltd
Beach Energy Ltd	Bellevue Gold Ltd	Benefit One Inc
Benesse Holdings Inc	Berkeley Resources Ltd	BHP Group Ltd
Big River Industries Pty Ltd	Bigtincan Holdings Ltd	Biodiem Ltd
Bleach Inc	Boss Energy Ltd	Bowen Coking Coal Ltd
Brambles Ltd	Brickworks Ltd	Bridgestone Corp
Bumrungrad Hospital Pcl NVDR	BWP Trust REIT	Calix Ltd
Callinex Mines Inc Wts	Canada Nickel Co Inc	Capitol Health Ltd
Capstone Copper Corp	CardieX Ltd	Carsales.com Ltd
Casio Computer Co Ltd	Cedar Woods Properties Ltd	Centaurus Metals Ltd
Centuria Industrial REIT	Cettire Ltd	Challenger Energy Ltd

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Challenger Ltd/Australia	Champion Iron Ltd	Charter Hall Group REIT
Chorus Ltd	Chrysos Corp Ltd	Chugai Pharmaceutical Co Ltd
Cielo Waste Solutions Corp	Cielo Waste Solutions Corp Wts	Citizen Holdings Co Ltd
Cleanaway Waste Management Ltd	Close The Loop Ltd	CNFinance Holdings Ltd ADR
Cobram Estate Olives Ltd	Coca-Cola Bottlers Japan Inc	Coda Minerals Ltd
Codan Ltd/Australia	Cokal Ltd	Coles Group Ltd
Collins Foods Ltd	Com7 Pcl NVDR	Commonwealth Bank Of Australia
Computershare Ltd	Conrad Asia Energy Ltd CDI	Constellation Brands Inc CI A
Cooper Energy Ltd	Cosmo Energy Holdings Co Ltd	Costa Group Holdings Ltd
Create Restaurants Holdings Inc	CSL Ltd	Cummins India Ltd (NSI) (DMT)
Cybozu Inc	Cyclopharm Ltd	Cypress Development Corp Wts
Daifuku Co Ltd	Daiichi Sankyo Co Ltd	Daiwa House REIT Investment Corp REIT
Dalrymple Bay Infrastructure Ltd Unit	Damstra Holdings Pty Ltd	Data#3 Ltd
DCM Holdings Co Ltd	DDH	Decisive Dividend Corp
Decisive Dividend Corp Wts	Deterra Royalties Ltd	DevEx Resources Ltd
Dexerials Corp	Dexus/AU REIT	Digital Garage Inc
Disco Corp	DMG Mori Co Ltd	Dolly Varden Silver Corp
Domain Holdings Australia Ltd	DUG Technology Ltd	Dusk Group Ltd
Duxton Water Ltd	East 33 Ltd	EBR Systems Inc ADR
Edda Wind ASA	Eisai Co Ltd	Element 25 Ltd
Eli Lilly & Co	Elsight Limited Convertible Note	Emeco Holdings Ltd (ASX)
Emerald Resources NL	Empire Energy Gr	Empire Energy Group Ltd

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Encore Energy Corp	Encore Energy Corp	Encore Energy Corp Wts
Encore Energy Corp Wts	Encore Energy Corp Wts	Energy World Corp Ltd
Enero Group Ltd	Enex Infrastructure Investment Corp Unit	EQT Holdings Ltd
Erex Co Ltd	Estia Health Ltd	Euglena Co Ltd
Evolution Mining Ltd	Experience Co Ltd	Exro Technologies Inc (TOR)
Falcon Metals Ltd/Australia	Fineos Corp Holdings Plc CDI	Fisher & Paykel Healthcare Corp Ltd (ASX)
FleetPartners Group Ltd	Flight Centre Travel Group Ltd	Food & Life Cos Ltd
Foran Mining Corp	Fortis Healthcare Ltd	Freee KK
Frontier Digital Ventures Ltd	Frontier Lithium Inc Wts	FUJIFILM Holdings Corp
Fujitec Co Ltd	Fujitsu General Ltd	G8 Education Ltd
Galan Lithium Ltd	Galena Mining Ltd	Genesis Minerals Ltd
Genetic Signatures Ltd	Global Data Centre Group Unit	Global Lithium Resources Ltd
GLOBERIDE Inc	Gold Road Resources Ltd	Goodman Group REIT
GoviEx Uranium Inc Wts	GoviEx Uranium Inc Wts	GQG Partners Inc CDI
GrainCorp Ltd	Graphene Manufacturing Group Ltd Wts	GRID Inc/Japan
Grifols (MCE)	Growthpoint Properties Australia Ltd REIT	H2O Retailing Corp
Hamamatsu Photonics KK	Harmony Corp Ltd	Harmonic Drive Systems Inc
Hastings Technology Metals Ltd	Hawsons Iron Ltd	HDFC Asset Management Co Ltd
Healthia Ltd	Heineken Holding	Helloworld Travel Ltd
Hipages Group Holdings Ltd	Hoshino Resorts REIT Inc REIT	Hoshizaki Corp
Hoya Corp	HUB24 Ltd	Ichigo Office REIT

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

IDFC First Bank Ltd	IDT Australia Ltd	Imdex Ltd
Immutep Ltd	Impression Healthcare Ltd Wts	Imugene Ltd
Incitec Pivot Ltd	Income Asset Management Group Ltd	Infomedia Ltd
Infratil Ltd	Infratil Ltd (ASX)	Ingenia Communities Group REIT
Insource Co Ltd	Internet Initiative Japan Inc	Intuitive Surgical Inc
iQIYI Inc ADR	Iress Ltd	Isetan Mitsukoshi Holdings Ltd
Ito En Ltd	IVE Group Ltd	J Front Retailing Co Ltd
James Hardie Industries Plc CDI	Japan Airport Terminal Co Ltd	Japan Hotel REIT Investment Corp REIT
Japan Metropolitan Fund Invest REIT	JINS Holdings Inc	JMDC Inc
Judo Capital Holdings Ltd	Jumbo Interactive Ltd	Justsystem Corp
Karoon Energy Ltd	Katitas Co Ltd	Keeper Technical Laboratory Co Ltd
Keikyu Corp	Keio Corp	Kelsian Group Ltd
Kenedix Office Investment Corp REIT	Keypath Education International Inc	Kilter Water Fund Class Ord A Units
Kin Mining NL	Kobe Bussan Co Ltd	Koito Manufacturing Co Ltd
Konica Minolta Inc	Kurita Water Industries Ltd	LaSalle Logiport REIT
Lasertec Corp (JT)	Latin Resources Ltd	Leo Lithium Ltd
Leopalace2	Leviathan Gold Ltd	LG Corp
Liberty Financial Group Unit	Life36	Link Administration Holdings Ltd (ASX)
Lion One Metals Ltd	Lion One Metals Ltd Wts	Lion One Metals Ltd Wts
Li-S Energy Ltd	Lithium Power International Ltd	LIXIL Group Corp
Lonza Group Reg Shrs	Lottomatica Group	LOW 6 Finance - Advance Subs

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Lynas Rare Earths Ltd	Lynch Group Holdings Ltd	M&A Research Institute Inc
M3 Inc	MA Financial Group Ltd	MacMahon Holdings Ltd
Macquarie Telecom Group Ltd	Macrotech Developers Ltd	Macy's Inc
Maharashtra Seamless Ltd	Marathon Gold Corp	Mawson Infrastructure Group In Wts
McMillan Shakespeare Ltd	MedAdvisor Ltd	Medibank Private Ltd (ASX)
Medical Developments International Ltd	Medical Developments International Ltd Wts	Menicon Co Ltd
Mercari Inc	Merdeka Battery Materials Tbk	Mesoblast Ltd
Mesoblast Ltd Wts	Meteoric Resources NI	Mind Medicine MindMed Inc Wts
Minebea Mitsumi Inc	Misumi Group Inc	Mitsubishi Motors Corp
Mitsui High-Tec Inc	Miura Co Ltd	MIXI Inc
MMA Offshore Ltd	Monash IVF Group Ltd	Money Forward Inc
MoneyMe Ltd	Monotaro Co Ltd	Morinaga Milk Industry Co Ltd
Murata Manufacturing Co Ltd	Murray River Organics Group Ltd	Nabtesco Corp
Nagoya Railroad Co Ltd	Navigator Global Investments Ltd	NET One Systems Co Ltd
Neuren Pharmaceuticals Ltd	Nevada Copper Corp	News Corp (New) CI B CDI
Nexon Co Ltd	Next Science Ltd	NEXTDC Ltd
Ngern Tid Lor PCL (FR)	nib holdings Ltd/Australia	Nickel Industries Ltd (ASX)
Nihon M&A Center Holdings Inc	Nippon Express Holdings Co Ltd	Nippon Paper Industries Co Ltd
Nippon Prologis Inc REIT	Nippon Steel Corp	Nissan Motor Co Ltd
Nitori Holdings Co Ltd	NobleOak Life Ltd	Noile-Immune Biotech Inc
Nomura Real Estate Holdings Inc	Northern Star Resources Ltd	Nova Minerals Ltd
Nova Minerals Ltd Wts	Nova Royalty Corp	Novo Nordisk CI B

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

NRW Holdings Ltd	NS United Kaiun Kaisha Ltd	NTN Corp
NTT Data Group Corp	Nuix Ltd	Oak Street Health Inc
Objective Corp Ltd	Odakyu Electric Railway Co Ltd	Olympus Corp
Omni Bridgeway Ltd	Omron Corp	Opthea Ltd
Opthea Ltd ADR	Orica Ltd	OSAKA Titanium Technologies Co Ltd
Osisko Development Corp	Osisko Development Corp Wts	Osisko Development Corp Wts
Osisko Development Corp Wts	Osisko Mining Inc	Osisko Mining Inc Wts
Otsuka Holdings Co Ltd	Outcrop Silver & Gold Corp Wts	Outcrop Silver & Gold Corp Wts
Pacific Current Group Ltd	Pacific Smiles Group Ltd	Pact Group Holdings Ltd
Paladin Energy Ltd	Pantoro Ltd	Paradigm Biopharmaceuticals Ltd
Park24 Co Ltd	Patriot Battery Metals Inc CDI	Paycor HCM Inc
PDD Holdings Inc ADR	Peet Ltd	Pegasus Asia
Pegasus Asia	Penn Entertainment Inc	Pepper Money Ltd/Au
Perenti Ltd	Perseus Mining Ltd	Persol Holdings Co Ltd
Peter Warren Automotive Holdings Ltd	PEXA Group Ltd	Phylogica Ltd
Pilbara Minerals Ltd	Platinum Asset Management Ltd	PointsBet Holdings Ltd Wts
Polycab India Ltd	PolyNovo Ltd	Power Finance Corp (NSI)
PPK Group Ltd	Praemium Ltd	Predictive Discovery Ltd
Pro Medicus Ltd	Propel Funeral Partners Ltd	PSC Insurance Group Ltd
PWR Holdings Ltd	Qantas Airways Ltd	QBE Insurance Group Ltd
Qoria Ltd	Raksul Inc	Rakuten Group Inc
Ramelius Resources Ltd	Reach Subsea ASA	Readytech Holdings Ltd



**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Red 5 Ltd	Redox Ltd/Australia (ASX)	Regal Emerging Companies Fund III Fee-Free Class
Regal Emerging Companies Opportunities Fund Class Fee Free	Regal Private Credit Opportunities Fund	Regal Resources Royalties Fund
Region RE Ltd REIT	Regis Healthcare Ltd (ASX)	Relo Group Inc
Renergen Ltd CDI (1 CDI Reprs 1 Ord Shr)	RENOVA Inc	ResMed Inc (NYSE)
ResMed Inc CDI	Resolute Mining Ltd	Retail Food Group Ltd
Reyna Silver Corp Wts	Ridley Corp Ltd	Rio Tinto Ltd
Rohm Co Ltd	Rohto Pharmaceutical Co Ltd	Rorze Corp
Round One Corp	Royal Helium Ltd Wts	Royal Holdings Co Ltd
Rungepincockminarco Ltd	Ryman Healthcare Ltd	Ryohin Keikaku Co Ltd
Sam Engineering & Equipment	Sandfire Resources Ltd	Sangetsu Corp
Sankyu Inc	Sansan Inc	Santana Minerals Ltd
Santen Pharmaceutical Co Ltd	Saturn Oil & Gas Inc	Saturn Oil & Gas Inc Wts
Sayona Mining Ltd	SBI Shinsei Bank Ltd	SBI Sumishin Net Bank Ltd
SCREEN Holdings Co Ltd	Seacrest Petroleo Bermuda Ltd	Seiko Group Corp
SembCorp Industries Ltd	Seven Group Holdings Ltd	Shin Nippon Biomedical Laboratories Ltd
Shiseido Co Ltd	Shoei Co Ltd (JASD)	Sigma Healthcare Ltd
Silex Systems Ltd	Silk Logistics Holdings Ltd	Silver Lake Resources Ltd
Silver Mountain Resources Inc Wts	Singapore Airlines Ltd (SGX)	Siteminder Ltd
Skylark Holdings Co Ltd	SmartGroup Corp Ltd	Smartpay Holdings Ltd (ASX)
SMS Co Ltd	Socionext Inc	Sojitz Corp
Sony Group Corp	Sosei Group Corp	Southern Cross Media Group Ltd

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Southern Cross Payments Ltd	Southern Cross Payments Ltd (Unlisted)	Spirit Technology Solutions Ltd
Sprout Social Inc	SRE Holdings Corp	SRG Global Ltd
SSR Mining Inc (ASX)	Stainless Tankers ASA	Stamen Co Ltd
Stanley Electric Co Ltd	Stanmore Resources Ltd	Star Entertainment Group Ltd (The)
Star Petroleum Refining Pcl NVDR	Strandline Resources Ltd	Strike Energy Ltd
Sumco Corp	Sumitomo Electric Industries Ltd	Summa Silver Corp Wts
Suncorp Group Ltd	Suntory Beverage & Food Ltd	Superloop Ltd
Swoop Holdings Ltd	Synertec Corp Ltd	Synlab AG
Syrah Resources Ltd	Taiyo Yuden Co Ltd	Takashimaya Co Ltd
Takeda Pharmaceutical Co Ltd	Tama Home Co Ltd	Tamboran Resources Ltd
TDK Corp	Technology One Ltd	TechnoPro Holdings Inc
TechStar Acquisition Corp	TechStar Acquisition Corp Wts	Teck Resources Ltd Cl B
Telix Pharmaceuticals Ltd	Telstra Corp Ltd	Temple & Webster Pty Ltd
Terracom Ltd	Tesoro Gold Ltd	Tesoro Gold Ltd Wts
Tesoro Gold Ltd Wts	Thermo Fisher Scientific Inc	THK Co Ltd
Tietto Minerals Ltd	Till Payments Global Pty Ltd	TIS Inc
Toho Co Ltd (Tokyo)	Toho System Science Co Ltd	Toho Titanium Co Ltd
Tokyo Century Corp	Tokyo Electron Device Ltd	Tokyo Steel Manufacturing Co Ltd
Tokyu Corp	Top Shelf International Holdings Ltd	TOPPAN INC
Toyo Gosei Co Ltd	Toyo Tanso Co Ltd	TPG Telecom Ltd
Treasury Wine Estates Ltd	Trident Resources Plc	Ts Tech Co Ltd
Tsumura & Co	Tuas Ltd	Tudor Gold Corp



## INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023

Tudor Gold Corp Wts	Tyro Payments Ltd	United Arrows Ltd
United Malt Grp Ltd	United Urban Investment Corp REIT	UnitedHealth Group Inc
Universal Entertainment Corp	Ushio Inc	UT Group Co Ltd
Ventia Services Group Pty Ltd	Vertex Technology Acquisition (Vertex Technology Acquisition Corp Ltd Unit) CWts	Vertex Technology Acquisition Corp Ltd
VerticalScope Holdings Inc	Vicinity Centres REIT	Visioneering Technologies Inc CDI
Vital Metals Ltd	Vitura Health Ltd	Viva Leisure Ltd
Vizsla Silver Corp Wts	Vulcan Energy Resources Ltd	Vulcan Steel Ltd
WA	Walmart Inc	Waypoint REIT
Webjet Ltd	Weebit Nano Ltd	Welcia Holdings Co Ltd
West Holdings Corp	Westgold Resources Ltd	Windward Resources Ltd
WonderFi Technologies Inc Wts	Woodside Energy Group Ltd	Workman Co Ltd
Xero Ltd (ASX)	Yamaha Corp	Yamazaki Baking Co Ltd
Yandal Resources Ltd	Yandal Resources Ltd Wts	Yatsen Holding Ltd ADR
Yokogawa Electric Corp	Yokohama Rubber Co Ltd	Z Holdings Corp
Zensho Holdings Co Ltd	Zeon Corp	Zhejiang HangKe Technology Inc Co GDR
Zip Co Ltd	Zoono Group Ltd	361 Degrees International Ltd Equity Swap (SW)
3SBIO Inc Equity Swap (SW)	Abdullah Al Othaim Markets Co Equity Swap (USD) (SW)	Accelink Technologies Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Adaro Energy Tbk Equity Swap (USD) (SW)	Adicon Holdings Ltd Equity Swap (SW)	Aisino Corp A Shrs (SSC) Equity Swap (USD) (SW)
AK Medical Holdings Ltd Equity Swap (SW)	Alchip Technologies Ltd Equity Swap (USD) (SW)	Alibaba Group Holding Ltd (HKSE) Equity Swap (SW)
Alibaba Pictures Group Ltd Equity Swap (SW)	A-Living Services Co Ltd H Shrs Equity Swap (SW)	Alpha HPA Ltd Equity Swap (SW)

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Alphamab Oncology Equity Swap (SW)	Aluminum Corp of China Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Aneka Tambang Tbk Equity Swap (USD) (SW)
Anhui Jianghuai Automobile Group Corp Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Anker Innovations Technology Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Anta Sports Products Ltd Equity Swap (SW)
APT Medical Inc A Shrs (SSC) Equity Swap (USD) (SW)	Archosaur Games Inc Equity Swap (SW)	Arrail Group Ltd Equity Swap (SW)
Ascentage Pharma Group International Equity Swap (SW)	Asia Cement China Holdings Corp Equity Swap (SW)	Astra International Tbk Equity Swap (USD) (SW)
BAIC BluePark New Energy Technology Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Bangkok Dusit Medical Services Pcl NVDR Equity Swap (USD)	Bank Central Asia Tbk (DMT) Equity Swap (USD) (SW)
Bank Mandiri (Persero) Tbk Equity Swap (USD)	Bank Negara Indonesia (Persero) Tbk Equity Swap (USD)	Bank Of Communications Co Ltd H Shrs Equity Swap (SW)
Bank Rakyat Indonesia (Persero) Tbk (DMT) Equity Swap (USD)	Baofeng Modern International Holdings Co Ltd Equity Swap (SW)	Barito Pacific Tbk Equity Swap (USD) (SW)
BeiGene Ltd A Shrs Equity Swap (USD) (SW)	BeiGene Ltd Equity Swap (SW)	Beijing Easpring Material Technology Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Beijing Lanxum Technology Co Ltd A Shrs Equity Swap (USD) (SW)	Beijing Shunxin Agriculture Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Beijing SL Pharmaceutical Co L A Shrs (SZHK) Equity Swap (USD) (SW)
Beijing Ultrapower Software Co A Shrs (SZHK) Equity Swap (USD) (SW)	Beiqi Foton Motor Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Beisen Holding Ltd Equity Swap (SW)
Berjaya Sports Toto Equity Swap (USD) (SW)	BlueFocus Communication Group A Shrs (SZHK) Equity Swap (USD) (SW)	BOC Hong Kong Holdings Ltd Equity Swap (SW)
Brii Biosciences Ltd Equity Swap (SW)	CALB Co Ltd Equity Swap (SW)	Canvest Environment Protection Group Co Ltd Equity Swap (SW)
CardieX Ltd 0.45 Call (OTC)	Cathay Biotech Inc A Shrs (SSC) Equity Swap (USD) (SW)	CECEP Solar Energy Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
CECEP Wind-Power Corp A Shrs (SSC) Equity Swap (USD) (SW)	Celltrion Healthcare Co Ltd Equity Swap (USD)	Celltrion Healthcare Co Ltd Equity Swap (USD) (SW)
Celltrion Inc Equity Swap (USD)	Cettire Ltd Equity Swap (SW)	CGN Power Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Chailease Holding Co Ltd Equity Swap (USD) (SW)	Chang Hwa Commercial Bank Ltd Equity Swap (USD)	Charoen Pokphand Indonesia Tbk Equity Swap (USD)
Cheil Worldwide Inc Equity Swap (USD) (SW)	China Cinda Asset Management Co Ltd H Shrs Equity Swap (SW)	China CITIC Bank Corp Ltd A Shrs (SSC) Equity Swap (USD) (SW)
China Coal Energy Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Coal Xinji Energy Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Communications Services Corp Ltd H Shrs Equity Swap (SW)
China Conch Environment Protection Holdings Ltd Equity Swap (SW)	China Energy Engineering Corp Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Everbright Bank Co Ltd H Shrs Equity Swap (SW)
China Feihe Ltd Equity Swap (SW)	China Film Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Galaxy Securities Co Ltd H Shrs Equity Swap (SW)
China Gas Holdings Ltd Equity Swap (SW)	China International Capital Corp Ltd Equity Swap (SW)	China Lesso Group Holdings Ltd Equity Swap (SW)
China Longyuan Power Group Corp H Shrs Equity Swap (SW)	China Longyuan Power Group Corp Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	China Medical System Holdings Ltd Equity Swap (SW)
China Merchants Port Holdings Co Ltd Equity Swap (SW)	China Merchants Shekou Industrial Zone Holdings Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	China Modern Dairy Holdings Ltd Equity Swap (SW)
China National Nuclear Power Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Oilfield Services Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Oriental Group Co Ltd Equity Swap (SW)
China Overseas Grand Oceans Group Ltd Equity Swap (SW)	China Petroleum & Chemical Corp A Shrs (SSC) Equity Swap (USD) (SW)	China Rare Earth Resources And Technology Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
China Resources Land Ltd Equity Swap (SW)	China Resources Medical Holdings Co Ltd Equity Swap (SW)	China Shenhua Energy Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
China Shineway Pharmaceutical Group Ltd Equity Swap (SW)	China South Publishing & Media Group Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Southern Airlines Co Ltd H Shrs Equity Swap (SW)
China Southern Power Grid Energy Efficiency&Clean Energy Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	China State Construction International Holdings Ltd (HKSE) Equity Swap (SW)	China Taiping Insurance Holdings Co Ltd Equity Swap (SW)
China Three Gorges Renewables Group Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Tian Lun Gas Holdings Ltd Equity Swap (SW)	China Water Affairs Group Ltd Equity Swap (SW)



**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

China XD Electric Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	China Yangtze Power Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Chongqing Fuling Electric Power Industrial Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Chongqing Taiji Industry Group Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	CITIC Securities Co Ltd H Shrs Equity Swap (SW)	CK Asset Holdings Ltd Equity Swap (SW)
CNOOC Energy Technology & Services Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Co For Cooperative Insurance/The Equity Swap (USD) (SW)	COFCO Meat Holdings Ltd Equity Swap (SW)
Com7 Pcl NVDR Equity Swap (USD) (SW)	Cosco Shipping Ports Ltd Equity Swap (SW)	CSC Financial Co Ltd H Shrs Equity Swap (SW)
CSPC Pharmaceutical Group Ltd Equity Swap (SW)	CSSC Hong Kong Shipping Co Ltd Equity Swap (SW)	CStone Pharmaceuticals Equity Swap (SW)
Cutia Therapeutics H Shrs Equity Swap (SW)	DaShenLin Pharmaceutical Group Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Datang Huayin Electric Power Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Datang International Power Generation Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Digital China Holdings Ltd Equity Swap (SW)	Dongfang Electric Corp Ltd A Shrs (SSC) Equity Swap (USD) (SW)
E.Sun Financial Holding Co Ltd Equity Swap (USD) (SW)	Ecopro Co Ltd Equity Swap (USD) (SW)	Edianyun Ltd H Shrs Equity Swap (SW)
Emperador Inc Equity Swap (USD) (SW)	Eoptolink Technology Inc Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Everest Medicines Ltd Equity Swap (SW)
Excellence Commercial Property & Facilities Management Group Ltd Equity Swap (SW)	Farasis Energy Gan Zhou Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Feng Tay Enterprise Co Ltd Equity Swap (USD)
Fiberhome Telecommunication Technologies Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Fubon Financial Holding Co Ltd Equity Swap (USD) (SW)	Fufeng Group Ltd Equity Swap (SW)
Fujian Kuncai Material Technology Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	GCL-Poly Energy Holdings Ltd Equity Swap (SW)	GD Power Development Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Genertec Universal Medical Group Co Ltd Equity Swap (SW)	Gigabyte Technology Co Ltd Equity Swap (USD) (SW)	GlaxoSmithKline Plc Equity Swap (SW)
Glencore Plc (LSE) Equity Swap (SW)	Global New Material International Holdings Ltd Equity Swap (SW)	Greentown Management Holdings Co Ltd Equity Swap (SW)



## INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023

Guangdong Investment Ltd Equity Swap (SW)	Guangxi Guiguan Electric Power Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Guangzhou R&F Properties Co Ltd H Shrs Equity Swap (SW)
Guotai Junan International Holdings Ltd Equity Swap (SW)	Haier Smart Home Co Ltd H Shrs Equity Swap (SW)	Hainan Drinda New Energy Technology Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Haitong Securities Co Ltd H Shrs Equity Swap (SW)	Hang Zhou Great Star Industria A Shrs (SZHK) Equity Swap (USD) (SW)	Hanjin Kal Corp Equity Swap (USD) (SW)
Hansoh Pharmaceutical Group Co Ltd Equity Swap (SW)	Health and Happiness H&H International Holdings Ltd Equity Swap (SW)	Helens International Holdings Co Ltd Equity Swap (SW)
Highfield Resources Ltd Call (OTC)	Hisense Electric Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Hong Kong & China Gas Co Ltd Equity Swap (SW)
Hopson Development Holdings Ltd Equity Swap (SW)	Hua Hong Semiconductor Ltd Equity Swap (SW)	Hua Nan Financial Holdings Co Ltd Equity Swap (USD)
Huadian Heavy Industries Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Huadian Power International Corp Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Huaneng Lancang River Hydropower Inc A Shrs (SSC) Equity Swap (USD) (SW)
Huaneng Power International Inc A Shrs (SSC) Equity Swap (USD) (SW)	Huatai Securities Co Ltd H Shrs Equity Swap (SW)	Hubei Dinglong Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Hubei Energy Group Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Hunan Changyuan Lico Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Huolinhe Opencut Coal Industry A Shrs (SZHK) Equity Swap (USD) (SW)
Hutchmed China Ltd Equity Swap (SW)	Hwatsing Technology Co Ltd A Shrs Equity Swap (USD) (SW)	Hyundai Rotem Co Ltd Equity Swap (USD) (SW)
iDreamSky Technology Holdings Ltd Equity Swap (SW)	IHH Healthcare Equity Swap (USD)	Imugene Ltd 0.33 Call (OTC)
Indah Kiat Pulp & Paper Corp Equity Swap (USD) (SW)	Indocement Tunggul Prakarsa Tbk Equity Swap (USD)	Indofood CBP Sukses Makmur TBK Equity Swap (USD) (SW)
Indofood Sukses Makmur Tbk (DMT) Equity Swap (USD) (SW)	Inner Mongolia MengDian HuaNeng Thermal Power Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	INR / USD Fut
Intco Medical Technology Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	International Alliance Financial Leasing Co Ltd Equity Swap (SW)	Interra Acquisition Corp Equity Swap (SW)

**INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023**

Interra Acquisition Corp Wts Equity Swap (SW)	Jafron Biomedical Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	JF Wealth Holdings Ltd Equity Swap (SW)
Jiangsu Expressway Co Ltd H Shrs Equity Swap (SW)	Jiangsu Nhwa Pharmaceutical Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Jiangsu Phoenix Publishing & Media Corp Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Jinchuan Group International Resources Co Ltd Equity Swap (SW)	Jiumaojiu International Holdings Ltd Equity Swap (SW)	JYP Entertainment Corp Equity Swap (USD) (SW)
Kalbe Farma Tbk Equity Swap (USD)	Kalbe Farma Tbk Equity Swap (USD) (SW)	Kangji Medical Holdings Ltd Equity Swap (SW)
Keymed Biosciences Inc Equity Swap (SW)	Kingboard Holdings Ltd Equity Swap (SW)	Kingdee International Software Group Co Ltd Equity Swap (SW)
Kingkey Financial International Holdings Ltd Equity Swap (SW)	Kingnet Network Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Kingsemi Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Kingsoft Corp Ltd Equity Swap (SW)	Kunlun Energy Co Ltd (HKSE) Equity Swap (SW)	Leader Harmonious Drive Systems Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Lee & Man Paper Manufacturing Ltd Equity Swap (SW)	Lepu Biopharma Co Ltd H Shrs Equity Swap (SW)	LG Chem Ltd Equity Swap (USD) (SW)
Lien Hwa Industrial Corp Equity Swap (USD) (SW)	Lifetech Scientific Corp Equity Swap (SW)	London Stock Exchange Group Plc Equity Swap (SW)
LONGi Green Energy Technology Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Longshine Technology Group Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Lotte Shopping Co Ltd Equity Swap (USD) (SW)
Luye Pharma Group Ltd Equity Swap (SW)	Medlive Technology Co Ltd Equity Swap (SW)	MedSci Healthcare Holdings Ltd Equity Swap (SW)
Mega Lifesciences Pcl (FR) Equity Swap (USD) (SW)	Mega Lifesciences Pcl NVDR Equity Swap (USD) (SW)	Meitu Inc Equity Swap (SW)
Merdeka Battery Materials Tbk Equity Swap (USD) (SW)	Merdeka Copper Gold Tbk PT Equity Swap (USD) (SW)	Microport Scientific Corp Equity Swap (SW)
Midea Real Estate Holding Ltd Equity Swap (SW)	Mini MSCI Emerging Markets Fut	Minmetals Capital Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Mitra Keluarga Karyasehat Tbk Equity Swap (USD) (SW)	NagaCorp Ltd Equity Swap (SW)	NARI Technology Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Nine Dragons Paper Holdings Ltd Equity Swap (SW)	Ninebot Ltd GDR (1 GDR Reps 0.1 Shr) Equity Swap (USD) (SW)	Ningbo Xusheng Group Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)





## INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023

Ocumension Therapeutics Equity Swap (SW)	Offshore Oil Engineering Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	OptoElectronics Solutions Co Ltd Equity Swap (USD) (SW)
Oriental Pearl Group Co Ltd A Shrs Equity Swap (USD) (SW)	Ovctek China Inc A Shrs (SZHK) Equity Swap (USD) (SW)	PCCW Ltd Equity Swap (SW)
Peijia Medical Ltd Equity Swap (SW)	People.cn Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	PetroChina Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
PICC Property And Casualty Co Ltd H Shrs Equity Swap (SW)	Ping An Insurance (Group) Co of China Ltd H Shrs (HKSE) Equity Swap (SW)	Piotech Inc A Shrs (SSC) Equity Swap (USD) (SW)
Plus Group Holdings Inc Equity Swap (SW)	Poly Property Group Co Ltd Equity Swap (SW)	Power & Water Utility Co for Jubail & Yanbu Equity Swap (USD) (SW)
Power Construction Corp of China Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Realord Group Holdings Ltd Equity Swap (SW)	Remegen Co Ltd A Shrs Equity Swap (USD) (SW)
Remegen Co Ltd H Shrs Equity Swap (SW)	S&P 500 E-Mini Fut	S1 Corp (KSC) Equity Swap (USD) (SW)
Samsung Biologics Co Ltd Equity Swap (USD)	Sarana Menara Nusantara Equity Swap (USD) (SW)	SD Biosensor Inc Equity Swap (USD) (SW)
SDIC Power Holdings Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Semen Gresik (Persero) Tbk Equity Swap (USD) (SW)	Shandong Gold Mining Co Ltd Equity Swap (SW)
Shandong Himile Mechanical Sci A Shrs (SZHK) Equity Swap (USD) (SW)	Shandong Nanshan Aluminum Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Shanghai Datun Energy Resources Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
Shanghai Electric Power Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Shanghai Moons' Electric Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Shenzhen Fastprint Circuit Tech Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Shenzhen International Holdings Ltd Equity Swap (SW)	Shenzhen Investment Ltd Equity Swap (SW)	Shenzhen Mindray Bio-Medical Electronics Co Ltd A Shrs Equity Swap (USD)
Shenzhen Mindray Bio-Medical Electronics Co Ltd A Shrs Equity Swap (USD) (SW)	Shenzhen MTC Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Shougang Fushan Resources Group Ltd Equity Swap (SW)
Siasun Robot & Automation Co L A Shrs (SZHK) Equity Swap (USD) (SW)	Sichuan Expressway Co Ltd H Shrs Equity Swap (SW)	Sihuan Pharmaceutical Holdings Group Ltd Equity Swap (SW)



## INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023

Sino Biopharmaceutical Ltd Equity Swap (SW)	Sino Land Co Ltd Equity Swap (SW)	Sinoma Science & Technology Co A Shrs (SZHK) Equity Swap (USD) (SW)
Sinopec Kantons Holdings Ltd Equity Swap (SW)	Sinopec Oilfield Service Corp A Shrs (SSC) Equity Swap (USD) (SW)	Sinopec Shanghai Petrochemical Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
SK Telecom Co Ltd Equity Swap (USD) (SW)	Soho China Ltd Equity Swap (SW)	Ssanyong Motor Co Equity Swap (USD) (SW)
SSY Group Ltd Equity Swap (SW)	Stanmore Resources Ltd Equity Swap (SW)	State Grid Information & Communication Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)
State Grid Yingda Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Sumber Alfaría Trijaya Equity Swap (USD) (SW)	Sunac China Holdings Ltd Equity Swap (SW)
Sunac Services Holdings Ltd Equity Swap (SW)	Super Hi International Holding Ltd Equity Swap (SW)	Suzhou TFC Optical Communication Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Taiji Computer Corp Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Taishin Financial Holding Co Ltd Equity Swap (USD)	Taiwan Cement Corp Equity Swap (USD) (SW)
Talkweb Information System Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Tatung Co Ltd Equity Swap (USD) (SW)	Teco Electric & Machinery Co Ltd Equity Swap (USD) (SW)
Telekomunikasi Indonesia Persero Tbk Equity Swap (USD)	Texhong Textile Group Ltd Equity Swap (SW)	Theme International Holdings Ltd Equity Swap (SW)
Tian Di Science & Technology Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Tianfeng Securities Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Tianjin Guangyu Development Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Tianjin ZhongXin Pharmaceutical Group Corp Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Tianneng Power International Ltd Equity Swap (SW)	TMBThanachart Bank Pcl NVDR Equity Swap (USD) (SW)
TRS Information Technology Corp Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Tsinghua Tongfang Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Unilever Indonesia Tbk Equity Swap (USD)
United Tractors Tbk Equity Swap (USD) (SW)	USD/CNH Fut	Vale Indonesia Tbk Equity Swap (USD) (SW)
Value Partners Group Ltd Equity Swap (SW)	Venus MedTech Hangzhou Inc H Shrs Equity Swap (SW)	VTech Holdings Ltd Equity Swap (SW)



### INVESTMENT PORTFOLIO LONG POSITIONS AS AT 30 JUNE 2023

Walsin Lihwa Corp GDR Equity Swap (SW)	Wangfujing Group Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Wens Foodstuffs Group Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Wuhan Jingce Electronic Group Co Ltd A Shrs Equity Swap (USD) (SW)	WuXi AppTec Co Ltd Equity Swap (SW)	Wuxi Biologics Cayman Inc (HKSE) Equity Swap (SW)
Xiangtan Electric Manufacturing Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Xinjiang Goldwind Science & Technology Co Ltd H Shrs Equity Swap (SW)	Xinyi Energy Holdings Ltd Equity Swap (SW)
XJ Electric Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Yadea Group Holdings Ltd Equity Swap (SW)	Yantai Longyuan Power Technology Co Ltd A Shrs Equity Swap (USD) (SW)
YiXin Group Ltd Equity Swap (SW)	YTL Power International Equity Swap (USD) (SW)	Yuanta Financial Holding Co Ltd Equity Swap (USD) (SW)
Yunnan Aluminium Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)	Yunnan Chihong Zinc & Germanium Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Zai Lab Ltd Equity Swap (SW)
Zhejiang Expressway Co Ltd H Shrs Equity Swap (SW)	Zhejiang Jinke Entertainment C A Shrs (SZHK) Equity Swap (USD) (SW)	Zhejiang Satellite Petrochemical Co Ltd A Shrs (SZHK) Equity Swap (USD) (SW)
Zhengzhou Yutong Bus Co Ltd A Shrs (SSC) Equity Swap (USD) (SW)	Zhou Hei Ya International Holdings Co Ltd Equity Swap (SW)	ZJLD Group Inc Equity Swap (SW)
Zoono Group Ltd 0.1 Call (OTC)	ZTE Corp H Shrs Equity Swap (SW)	

### TOTAL INVESTMENT PORTFOLIO AS AT 30 JUNE 2023

**\$'000**

Total long portfolio – equities, unlisted unit trusts, convertible bonds	1,026,831
Total short portfolio - equities	(382,807)
Total long value - futures, warrants options and swaps	2,382
Total short value – futures warrants and swaps	(4,415)
<b>Total</b>	<b>641,991</b>



## **L. INVESTMENT TRANSACTIONS**

The total number of transactions during the year ended 30 June 2023 was 114,525 comprising 47,579 of purchases and 66,946 of sales. The total transaction expense was \$21.1m for the year ended 30 June 2023, with \$0.333m transaction expense payable at the end of the year.

## **M. TOTAL MANAGEMENT FEES PAID OR ACCRUED DURING THE REPORTING PERIOD**

Refer to the Financial Statements, Note 22 (g), page 48.

## **N. SECURITIES APPROVED**

There have been no issues of securities approved which have not yet been completed.

## **O. STOCK EXCHANGE LISTING**

The Fund's units are listed on the ASX and are traded under the code "RF1".

## **P. UNQUOTED UNITS**

There are no unquoted units on issue.

## **Q. VOLUNTARY ESCROW**

There are no restricted units in the Fund or units subject to voluntary escrow.

## **R. REGISTERED OFFICE OF RESPONSIBLE ENTITY**

Equity Trustees Limited  
Level 1, 575 Bourke Street  
Melbourne, VIC 3000  
Telephone: 03 8623 5000

## **S. UNIT REGISTRY**

Link Market Services  
Level 12, 680 George Street  
Sydney NSW 2000  
Telephone: 02 8280 7100

## **T. COMPANY SECRETARY OF THE RESPONSIBLE ENTITY**

Ms Samantha Einhart