



Regal Investment Fund (ASX: RF1)

JANUARY 2023

The Regal Investment Fund (the "Fund") Net Asset Value ("NAV") increased by +3.3% to \$2.90 in January. Since inception on 17 June 2019, the Fund has generated +20.4% p.a. net of fees.¹

January delivered a positive start to CY23, with strong gains delivered across the bulk of the global asset classes. Equity markets experienced one of their best starts to the year in decades, the S&P 500 rising +6.2%, the NASDAQ Composite increasing +10.7% and the ASX200 +6.2%. Last year's detractors proved the largest beneficiary across the risk-on rally, with the NASDAQ reaching its 200-day moving average for the first time in a year, while Tesla rallied an incredible +65% in 24 days. The rally has been driven predominately by an easing of inflationary pressures as well as high activity levels in China following the rapid and sudden re-opening after the country abandoned its zero Covid policy. Recent Trip.com data suggests bookings in China for hotels, alternate accommodations and attraction ticketing for the first four days of the Chinese New Year holiday period (Jan 21-24) exceeded 2019's level. MSCI China delivered its best start to a calendar year ever, rising +12.2%, while small caps started the year in a similar fashion, likely with further to go should markets remain buoyant. Small caps globally are now trading at one of the highest relative discounts in Australia and USA historically (over 35%, vs flat through cycle), rivalling valuations not seen since the GFC and tech wreck.

Pleasingly, seven of the eight underlying strategies in the Fund contributed positively to performance in January, with main performers from the Small Companies and Market Neutral strategies. Main contributors included a long position in rare earth producer Arafura Rare Earths (+18%) after it announced the signing of a leading international project financier for its ambitious A\$2.4 billion rare earths project in the Northern Territory. Another positive long position was in commodity producer Stanmore Resources (+16%) after the company announced a positive quarterly update; the stock continues to trade sub 2x EBITDA, the outlook for pricing is positive and the company may declare its first dividend this year.

The only detractor from performance this month was from the Resources Royalties as the Resources Royalties Fund was marked to month end commodity prices and foreign exchange rates.

RF1 SUMMARY DATA (as at 31 January 2023)

RF1 ASX Closing Price	\$2.88
RF1 NAV	\$2.90
Premium / (Discount)	(0.69)%

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

PERFORMANCE DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	6 MTH %	1 YR %	2 YRS %P.A	3 YRS %P.A	INCEPTION %P.A.
Regal Investment Fund	3.3	-2.1	3.6	-7.4	6.8	19.2	20.4

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Net return on RF1 assets after fees, and costs.

KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$2.90
ASX Code	RF1	RF1 NAV	A\$610m
Structure	Listed Investment Trust	Units on Issue	210,794,247 units
Listing Date	17 June 2019	Distribution Frequency	Semi-annual
Management Fee	1.5% (plus GST)	Responsible Entity	Equity Trustees Limited
Performance Fee	20% above RBA Cash Rate	Investment Manager	Regal Funds Management Pty Ltd
High Water Mark	Yes	Fund Administrator	HSBC

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 31 January 2023.

RF1 FUND PERFORMANCE

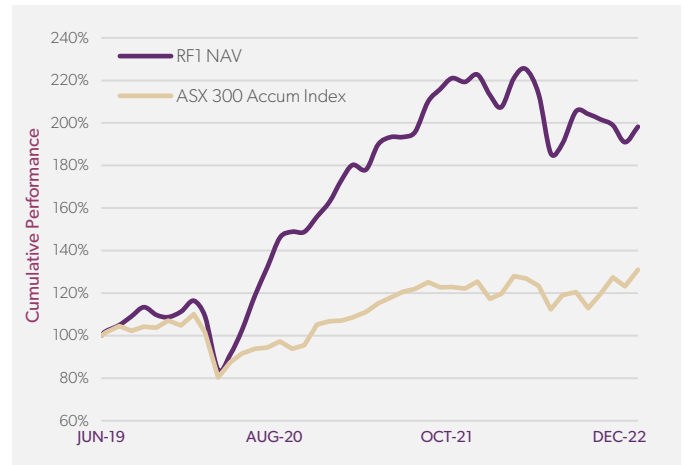


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	8.3	6.5	20.3
Long Short Equity Strategy	6.1	13.2	16.6
Small Companies Strategy	12.9	-14.8	22.8
Emerging Companies Strategy	0.5	-10.6	38.1
Global Alpha Strategy	4.4	8.0	67.4
Long Short Health Care Strategy	4.2	3.5	7.1
Water Strategy ²	0.0	-	-
Resources Royalties ³	-2.2	-	-
TOTAL RF1 (NET)	3.3%	-7.4%	20.4%

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Underlying strategy performance expressed exclusive of fees and costs. Total RF1 performance expressed net of fees and costs.
² Water Strategy commenced 1 August 2022.
³ Resources Royalties commenced 18 October 2022.

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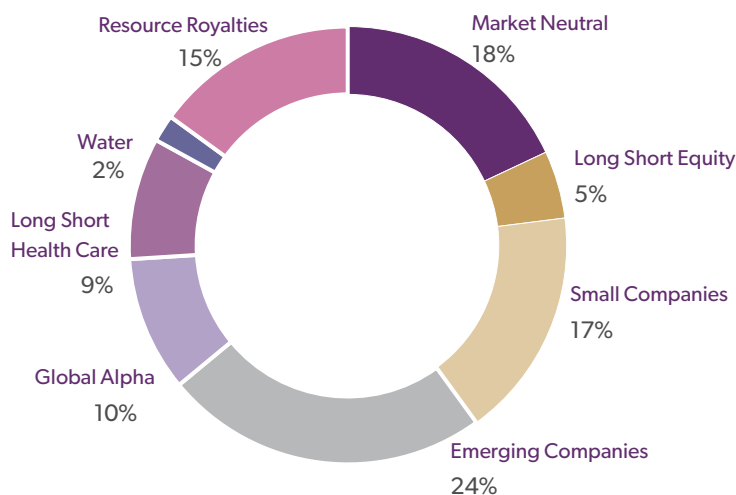
STRATEGY

The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk-adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's ("Regal" or the "Manager") investment philosophy is grounded in the belief that a diversified portfolio of assets, using a range of investment strategies and backed by long-term capital, is key to achieving superior risk-adjusted returns over the long-term.

The RF1 portfolio is constructed by the Manager using multiple investment strategies managed by it. The Manager may adjust the Portfolio's strategy allocations depending on prevailing market conditions or other factors it considers relevant at the time in order to achieve RF1's investment objectives.

The current exposures by Strategies are below:¹

CURRENT EXPOSURE BY STRATEGY (NAV)



FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2023	3.33												3.33
2022	-4.34	-2.63	6.57	1.93	-5.24	-13.05	2.55	7.89	-0.58	-1.27	-1.32	-4.02	-14.26
2021	6.16	4.22	-1.22	6.65	1.83	0.02	1.21	7.27	2.86	2.39	-0.79	1.57	36.72
2020	4.57	-6.38	-22.97	8.48	12.64	15.81	11.35	10.49	1.82	-0.02	4.77	4.49	46.31
2019	n/a	n/a	n/a	n/a	n/a	2.06	2.82	3.91	4.00	-3.22	-0.93	2.41	11.36

Past performance is not a reliable indicator of future performance. Performance figures are net of fees and costs and assume reinvestment of income.

A copy of the PDS is available at www.regalpm.com/RF1

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¹ The Fund portfolio will be constructed using multiple Regal Investment Strategies and these Strategies are not necessarily limited to the current Investment Strategies.

² Australian Alternative Investment Manager of the Year, awarded at the Annual AIMA 'Hedge Funds Rock' Awards in 2019, 2016, 2014, 2011.

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 31 January 2023.

FUND ADVISOR PROFILE

Regal is RF1's investment manager. Regal is a multi-award winning investment management business, four times awarded alternative investment management firm of the year². Part of ASX-listed 'Regal Partners Limited' (ASX:RPL), Regal Funds sits alongside VGI Partners, Kilter Rural and Attunga Capital, managing capital across a diverse range of alternative investment strategies covering long / short equities, private markets, real and natural assets, and capital solutions. With a large team of approximately 100, including over 45 investment professionals, located in offices across Sydney, Melbourne, Singapore and New York, RPL manages capital on behalf of institutions, family offices, charities, wealth advisory groups and private investors across Australia, Europe and the US. Combining deep industry experience, extensive networks and multi-award winning performance track records, Regal seeks to be a leading provider of alternative investment strategies in Australia and Asia.

BALANCE SHEET SECTOR EXPOSURES (% OF NAV)

SECTOR	LONG	SHORT	NET	GROSS
Communication Services	8	-2	7	10
Consumer Discretionary	11	-10	1	22
Consumer Staples	3	-2	2	5
Diversified	0	0	0	0
Energy	13	-3	11	16
Financials	16	-7	9	24
Health Care	20	-11	9	31
Industrials	7	-5	1	12
Information Technology	13	-6	8	19
Materials	31	-12	19	43
Real Estate	6	-4	2	10
Utilities	1	-2	-1	3
Total (Listed Positions)	130	-63	67	194
Total (Non Listed Positions)	43	0	43	43
Total	173	-63	110	237