

Regal Investment Fund (ASX: RF1)

AUGUST 2021

The Regal Investment Fund Net Asset Value (NAV) increased by 7.3% to \$3.67 in August.

Global equity markets continued their strong advance in August, as improving global economic data, encouraging corporate profit results and a dovish update from US Federal Reserve Chairman Jerome Powell all combined to propel the S&P 500 +3%, recording its seventh month of consecutive gains. Both the Dow Jones and tech-heavy NASDAQ recorded new all-time highs, rising +1% and +4% respectively. Global bond yields rose marginally higher through the month, with the US 10-Year Treasury rising +8bps, still well below the March-21 highs of ~1.7%. Commodities were broadly weaker through August, led by declines across crude oil and iron ore, however thermal coal, uranium and the majority of the soft commodity complex experienced positive returns.

The Market Neutral strategy delivered a pleasing absolute return in August, with positive contributors coming from a number of long positions across the technology and materials sectors, alongside positive alpha from short positions within the financial services and resources sectors. The strategy benefitted this month from a number of long positions in companies that delivered better than expected full-year earnings updates, including bulk grain and logistics provider Graincorp (+21%), engineering services business Downer Group (+26%) and general insurer QBE Group (+10%).

The Small Companies strategy also contributed positively this month, with a number of positions in the strategy responding favourably to the release of full-year updates, including content creation technology provider Atomos (+33%), telco provider Aussie Broadband (+40%) and online furniture and homewares business Temple and Webster (+23%). The strategy also benefitted this month from a handful of long positions that announced attractive acquisitions, including sales enablement software provider Bigtincan (+28%) purchasing sales coaching software provider Brainshark, cyber safety technology provider Family Zone (+28%) acquiring UK-based cyber safeguarding service Smoothwall and cloud-based call recording software provider Dubber (+28%) raising additional capital for M&A opportunities.

RF1 SUMMARY DATA (as of 31 August 2021)

RF1 Unit Price	\$4.04
RF1 NAV	\$3.67
Premium / (Discount)	+10.1%

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

PERFORMANCE DATA (NET)

PERFORMANCE	1 MTH %	3 MTH %	6 MTH %	YTD %	12 MTHS %	INCEPTION %P.A.
Regal Investment Fund	7.3	8.6	16.5	28.9	43.6	39.1

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

KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$3.67
ASX Code	RF1	RF1 NAV	A\$426m
Structure	Listed Investment Trust	Units on Issue	115,906,049 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 August 2021.

RF1 FUND PERFORMANCE

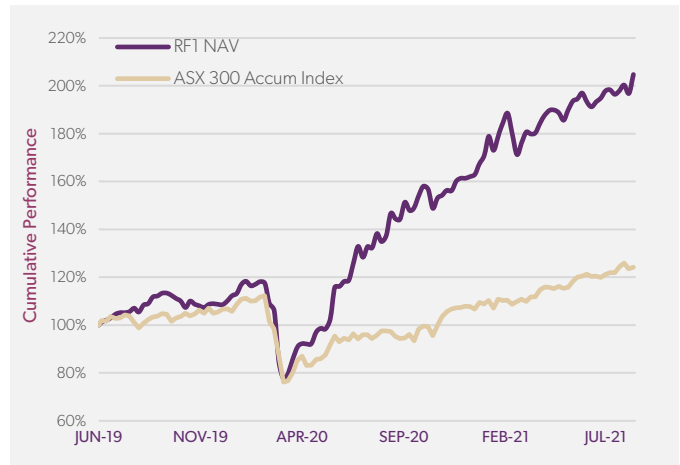


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	7.8%	40.0%	23.1%
Long Short Equity Strategy	4.5%	28.9%	22.4%
Small Companies Strategy	10.6%	108.4%	57.6%
Emerging Companies Fund III	12.5%	52.2%	65.4%
Global Alpha Strategy	9.8%	103.8%	94.7%
Long Short Health Care Strategy	6.4%	15.4%	15.4%
TOTAL RF1 (NET)	7.3%	43.6%	39.1%

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Underlying strategy performance expressed exclusive of fees and costs; Total RF1 performance expressed net of fees and costs.

CONTACT INFORMATION

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STRATEGY

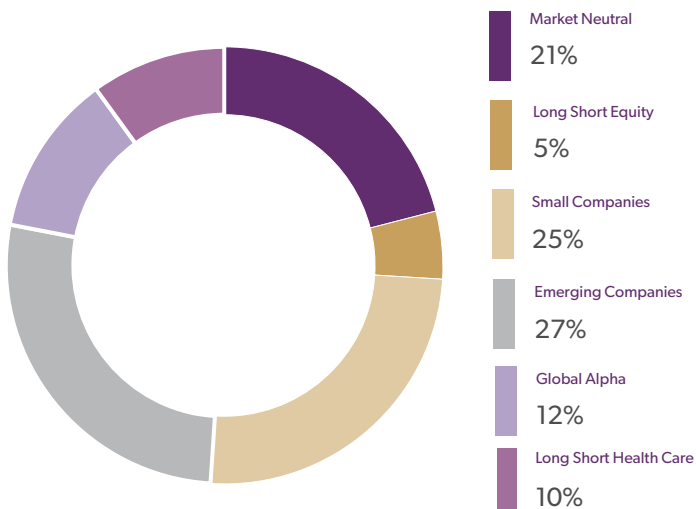
The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk adjusted absolute returns over a period of more than five years with limited correlation to equity markets. Regal Funds Management Pty Limited's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

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

The current exposure ranges for the Strategies are below¹:

MARKET NEUTRAL	LONG SHORT EQUITY	SMALL COMPANIES	EMERGING COMPANIES ²	GLOBAL ALPHA	LONG SHORT HEALTHCARE
0% - 50%	0% - 25%	0% - 25%	0% - 25%	0% - 25%	0% - 25%

CURRENT EXPOSURE BY STRATEGY (NAV)



FUND ADVISOR PROFILE

Regal is RF1's investment manager. Regal was founded in 2004 and has specialised in alternative investment strategies with a primary focus on long/short investment strategies.

Regal has a team of approximately 40 people, including approximately 20 investment management professionals across a number of investment strategies.

Regal's investment team have, on average, over 10 years' experience in financial markets both in Australia and overseas. Regal has experience on the buy and sell side, fundamental investing, sales and research, long-side and hedge fund investing, as well as investment banking and capital markets.

BALANCE SHEET EXPOSURES (% OF NAV)

SECTOR	LONG	SHORT	NET	GROSS
Communication Services	13	-5	8	18
Consumer Discretionary	19	-13	6	32
Consumer Staples	8	-4	4	12
Diversified	0	-1	-1	1
Energy	8	-2	6	10
Financials	12	-13	-1	26
Health Care	26	-23	4	49
Industrials	13	-9	4	23
Information Technology	36	-12	24	48
Materials	35	-11	24	46
Real Estate	9	-7	2	16
Utilities	1	-1	0	3
Total	181	-101	80	282

REGION	LONG	SHORT	NET	GROSS
Asia	19	-4	15	22
Australia/NZ	150	-73	78	223
EMEA	2	0	2	2
Americas	10	-24	-14	34
Total	181	-101	80	282

FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2021	6.16	4.22	-1.22	6.65	1.83	0.02	1.21	7.27					28.87
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, costs, and assume reinvestment of income.

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

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

² Applicable at the time of investment

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