

Regal Investment Fund (ASX: RF1)

JANUARY 2021

The Regal Investment Fund Net Asset Value (NAV) increased by 6.16% to \$3.93 in January.

The Market Neutral Strategy has remained active in participating in deal flow and event-trading opportunities, with HK-listed polysilicon manufacturer GCL-Poly Holdings (+95%), Chinese electric vehicle manufacturer BYD Co (+17%) and recent IPO listing Nuix (+11%) all contributing well to returns this month. While the overweight to metals and materials has continued to benefit strategy performance, a number of long positions across the gold space detracted from returns this month.

The Small Companies strategy performance was broad-based across sectors, with strong positive contributions across the technology, resources and consumer discretionary sectors. Recent IPO participant Aussie Broadband (+24%) produced a strong update this month, with half-yearly EBITDA well ahead of prospectus forecasts.

The Regal Emerging Companies Fund III was up 7.7% for the month. A long position in Buy Now, Pay Later provider Zip Co (+37%) generated strong performance, following a positive share price reaction to a trading update highlighting significant growth in the relatively immature US market.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

| STRATEGY | 1 MONTH % | 12 MONTHS % | INCEPTION %P.A. |
|---------------------------------|-------------|--------------|-----------------|
| Market Neutral Strategy | 10.3% | 28.3% | 23.8% |
| Long Short Equity Strategy | 3.8% | 16.1% | 19.0% |
| Small Companies Strategy | 8.1% | 31.5% | 44.3% |
| Emerging Companies Strategy | 7.7% | 87.3% | 84.4% |
| Global Alpha Strategy | 10.9% | 165.0% | 105.6% |
| Long Short Health Care Strategy | -0.8% | - | 4.5%* |
| TOTAL RF1 (NET) | 6.2% | 48.6% | 38.9% |

Past performance is not a reliable indicator of future performance.
*Total Return Since Inception in September 2020 (not annualised)

SUMMARY DATA (NET)

| PERFORMANCE | 1 MTH % | 3 MTH % | YTD % | 12 MTHS % | INCEPTION %P.A. |
|------------------------------|-------------|--------------|-------------|--------------|-----------------|
| Regal Investment Fund | 6.16 | 16.22 | 6.16 | 48.55 | 38.93 |

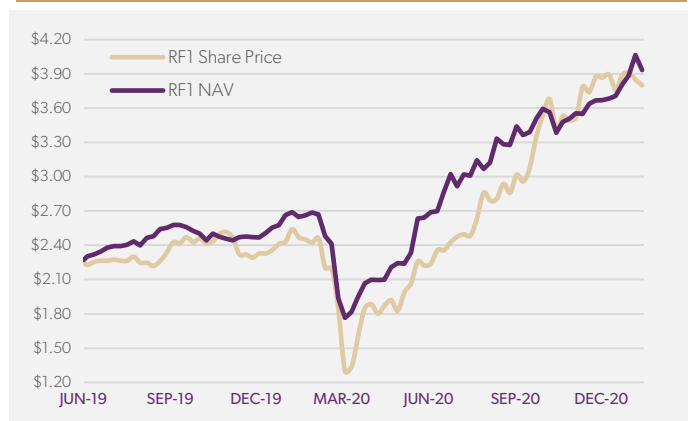
Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income.

KEY FUND INFORMATION

| | | | |
|-----------------|-------------------------|------------------------|--------------------------------|
| Name | Regal Investment Fund | Monthly NAV (per unit) | A\$3.93 |
| ASX Code | RF1 | RF1 NAV | A\$401m |
| Structure | Listed Investment Trust | Units on Issue | 101,919,158 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 |

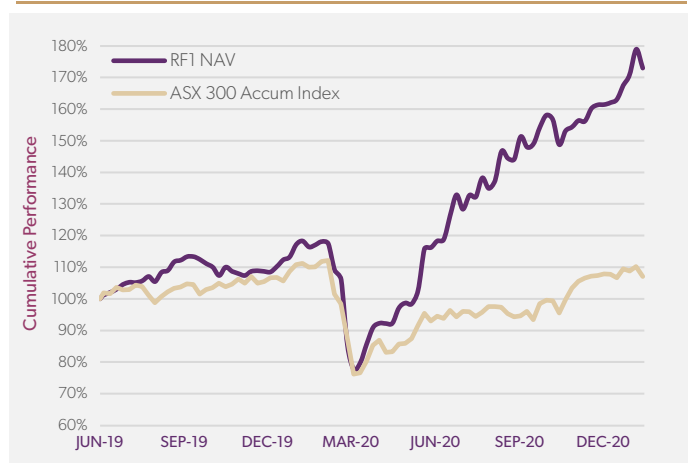
Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 31 January 2021.

RF1 NAV vs RF1 SHARE PRICE¹



1. RF1 Share Price and RF1 NAV adjusted for all distributions since inception (28.04 CPU).
Past performance is not a reliable indicator of future performance.

RF1 NAV vs ASX 300 ACCUM. INDEX



Past performance is not a reliable indicator of future performance.

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. The Manager's 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.

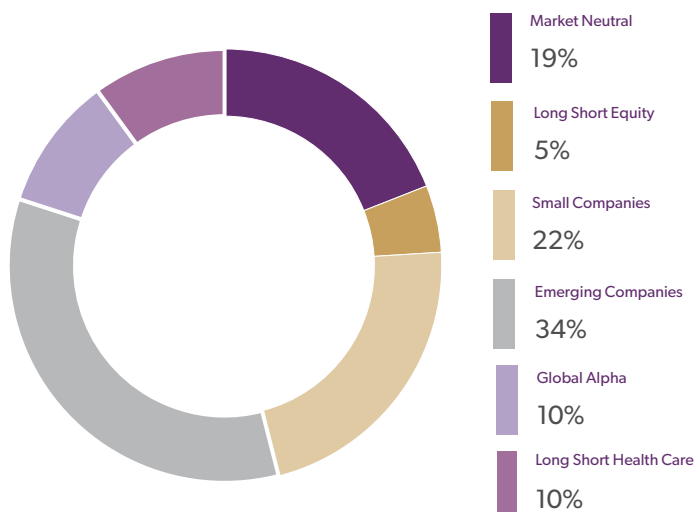
The RF1 portfolio is constructed by the Manager using multiple investment strategies managed by it. The Manager may adjust the Portfolio's strategy allocations depending on prevailing market conditions or other factors it considers relevant at the time in order to achieve RF1's Investment Objectives. Investment strategies include but are not limited to the five investment strategies that the Manager used to construct the initial portfolio.

Effective 7 September 2020, the Long Short Healthcare Strategy has been added to the underlying investment mandate of RF1 with an exposure range of 0 - 25%.

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 PERFORMANCE (NAV)

| | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | YTD |
|------|------|-------|--------|------|-------|-------|-------|-------|------|-------|-------|------|--------------|
| 2021 | 6.16 | | | | | | | | | | | | 6.16 |
| 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 |

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

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¹ Ranges permitted by the Investment Guideline. 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

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 31 January 2021.

FUND ADVISOR PROFILE

Regal Funds Management Pty Limited is the Fund's investment manager. The Manager was founded in 2004 and has specialised in alternative investment strategies with a primary focus on long/short investment strategies.

The Manager has a team of 36 people, including 19 investment management professionals across a number of investment strategies.

The Manager's Investment Team have, on average, over 10 years' experience in financial markets both in Australia and overseas. The Manager 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 | 14 | -5 | 9 | 19 |
| Consumer Discretionary | 21 | -12 | 10 | 33 |
| Consumer Staples | 6 | -5 | 0 | 11 |
| Diversified | 1 | 0 | 1 | 1 |
| Energy | 10 | -7 | 3 | 17 |
| Financials | 20 | -16 | 4 | 36 |
| Health Care | 26 | -14 | 13 | 40 |
| Industrials | 14 | -11 | 4 | 25 |
| Information Technology | 34 | -9 | 25 | 43 |
| Materials | 33 | -11 | 22 | 44 |
| Real Estate | 2 | -5 | -3 | 7 |
| Utilities | 1 | -1 | 0 | 2 |
| Total | 182 | -95 | 87 | 278 |

| REGION | LONG | SHORT | NET | GROSS |
|--------------|------------|------------|-----------|------------|
| Asia | 51 | -33 | 18 | 85 |
| Australia/NZ | 117 | -57 | 61 | 174 |
| EMEA | 2 | 0 | 2 | 2 |
| Americas | 12 | -5 | 6 | 17 |
| Total | 182 | -95 | 87 | 278 |