

Fund Outline

Factsheet as at 31 December 2021

The Fund aims to maximise risk-adjusted total returns to investors by identifying and investing in a number of investment funds (underlying funds) with a focus on those assessed to have superior return potential. The Fund will be managed principally by adjusting the mix of underlying funds. Investing in underlying funds means the Fund can be exposed to a broad range of investments and asset classes. The goal is to manage the mix of underlying funds so as to obtain the combination of investment strategies that Bateau Asset Management believes will achieve the Fund's objectives. Initially the Fund will be up to 100% invested in the Ddraig Equity Fund, an underlying unlisted fund domiciled in the Cayman Islands, committed to delivering compelling risk adjusted investment returns with a focus on opportunities across global equities.

The Fund targets a return of 8-11% p.a. after fees and expenses over a period of 5 years.

Performance

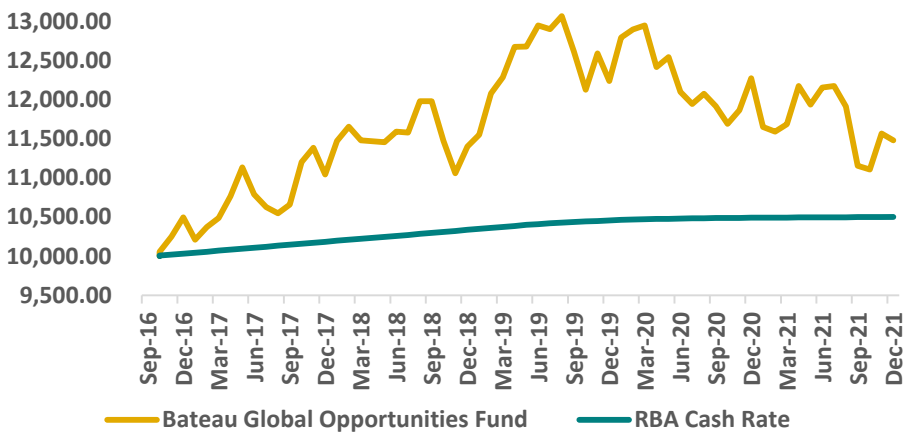
Returns	1 Month %	3 Month %	6 Month %	1 Year p.a. %	3 Year p.a. %	5 Year p.a. %	Since Inception p.a. %
Fund	-0.76	2.90	-5.54	-6.48	0.23	1.81	2.68
RBA Cash Rate	0.01	0.03	0.05	0.10	0.53	0.92	0.94
Outperformance	-0.77	2.88	-5.59	-6.58	-0.30	0.89	1.74

Notes

¹ Returns are calculated in accordance with the standards set out in the Financial Services Council (FSC) Standard No. 6

² Past performance is not a reliable indicator of future results

Growth of \$10,000 Since Launch



Holdings

Insync Dividend Growth	3.42%
Ddraig Equity Fund (Class A Shares)	92.52%
Vanguard FTSE All-World ex-US ETF	2.69%
Cash	1.37%

Fund Details

Fund Manager	Bateau Asset Management Pty Ltd	Management Fee	1.65%
Responsible Entity	Equity Trustees Limited	Buy/Sell Spread	+/- 0.05%
APIR code	SLT0068AU	Indirect Costs	1.82%
Fund ARSN	611 746 975	Performance Fee	15% of performance above the net Hurdle Rate (greater of RBA cash rate or High-Water Mark)
Launch date	14 October 2016	Distributions	Annual
Exit Unit Price	1.1034	Withdrawals	Monthly
Investment Strategy	Global equities, multi-manager, hedge	Min. Investment	A\$10,000
Investment Horizon	5 years+		
Investor Suitability	Long-term view and risk tolerance		
Risk Profile	1 2 3 4 5 6 7		



Market Review

	Units	Month End Value	Price Performance (% Chg)			
			1-day	1-mth	6-mths	1-year
Developed Markets Equities						
ASX 200	AUD	7,445	-0.91%	2.60%	1.80%	13.02%
ASX 200 Futures	AUD	7,347	-1.18%	2.86%	3.07%	15.50%
Dow Jones	USD	36,338	-0.16%	5.38%	5.32%	18.73%
S&P 500	USD	4,766	-0.26%	4.36%	10.91%	26.89%
Stoxx Europe 600	EUR	488	-0.19%	5.37%	7.72%	22.25%
FTSE 100 (UK)	GBP	7,385	-0.25%	4.61%	4.93%	14.30%
DAX (Germany)	EUR	15,885	0.00%	5.20%	2.28%	15.79%
CAC (France)	EUR	7,153	-0.28%	6.43%	9.91%	28.85%
Nikkei 225	JPY	28,792	0.00%	3.49%	0.00%	4.91%
Emerging Markets Equities						
MSCI Emerging Markets	USD	1,232	0.76%	1.62%	-10.38%	-4.59%
Shanghai Composite	CNY	3,640	0.57%	2.13%	1.35%	4.80%
South Korea	KRW	2,978	0.00%	4.88%	-9.68%	3.63%
Taiwan	TWD	18,219	0.00%	4.54%	2.61%	23.66%
Brazil	BRL	104,822	0.00%	2.85%	-17.33%	-11.93%
South Africa	ZAR	67,052	-0.11%	4.67%	11.45%	23.30%
Foreign Exchange						
AUDUSD	Currency	0.7263	0.10%	1.91%	-3.13%	-5.60%
AUDGBP	Currency	0.5370	-0.02%	0.21%	-0.95%	-4.60%
AUDEUR	Currency	0.6390	-0.25%	1.65%	1.04%	1.46%
AUDCNY	Currency	4.61	-0.44%	1.22%	-4.74%	-8.65%
Commodities						
LME ALUMINUM 3MO (\$)	USD/mt	2,808	-0.37%	6.95%	11.25%	41.83%
LME COPPER 3MO (\$)	USD/mt	9,721	0.30%	2.94%	3.69%	25.17%
LME NICKEL 3MO (\$)	USD/mt	20,757	0.83%	4.32%	13.96%	24.94%
SILVER FUTURE Mar22	USD/oz	23.35	1.27%	2.35%	-11.17%	-12.68%
ICE Newc Coal Fut Feb22	USD/mt	145.65	-0.10%	5.85%	32.17%	84.13%
62% Import Fine Ore in USD	USD/t	112.65	0.00%	19.35%	-46.66%	-26.34%
Gold Spot \$/Oz	USD/oz	1,829	0.80%	3.08%	3.34%	-3.64%
WTI Oil	USD/bbl	75.21	-2.31%	14.21%	9.35%	58.94%
Henry Hub	USD/mmBtu	3.66	0.00%	-19.03%	-1.61%	53.14%
Corn	USD/Bu	593.25	-0.46%	4.63%	-17.60%	22.57%
Wheat	USD/Bu	770.75	-1.15%	-0.39%	14.78%	20.34%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	1.67%	+0.04%	-0.02%	+0.14%	+0.70%
US	USD	1.51%	+0.00%	+0.07%	+0.04%	+0.60%
Germany	EUR	-0.18%	+0.00%	+0.17%	+0.03%	+0.39%
Japan	JPY	0.07%	+0.00%	+0.01%	+0.01%	+0.05%
Italy	EUR	1.17%	+0.00%	+0.20%	+0.35%	+0.63%
Australian Rates						
Cash Rate	AUD	0.10%	+0.00%	+0.00%	+0.00%	+0.00%
90-Day BBSW	AUD	0.07%	+0.01%	+0.02%	+0.04%	+0.05%
180-Day BBSW	AUD	0.21%	+0.01%	+0.08%	+0.14%	+0.19%
CBOE Options						
CBOE VIX (Volatility Index)	Index	17.22	-0.63%	-36.67%	8.78%	-24.31%

Data as of 31 December 2021

Important Information: Equity Trustees Limited ("Equity Trustees") ABN 46 004 031 298 | AFSL 240975, is the Responsible Entity for the Bateau Global Opportunities Fund ("the Fund"). Equity Trustees is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT). The Investment Manager for the Fund is Bateau Asset Management Pty Ltd ("Bateau") ABN 14 161 051 243, an authorised representative of AD Advisory Services Pty Ltd ("AD Advisory Services") AFSL No. 237058. This information has been prepared by Bateau to provide you with general information only. In preparing this document, we did not take into account the investment objectives, financial situation or particular needs of any particular person. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Neither Bateau, AD Advisory Services, Equity Trustees nor any of their related parties, their employees or directors, provide any warranty of accuracy or reliability in relation to such information or accepts any liability to any person who relies on it. Past performance should not be taken as an indicator of future performance. You should consider the Product Disclosure Statement ("PDS") before making a decision about whether to invest in this product. The Fund's Target Market Determination is available here – <https://www.eqt.com.au/insto>. A Target Market Determination is a document which is required to be made available from 5 October 2021. It describes who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed.

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Global Markets Update:

• **US markets.** US markets were stronger in the month, with the Dow Jones up +5.4% and S&P500 gaining +4.4% to finish 2021 nearly +27% higher, its biggest annual percentage gain since 2019 and its third straight positive year. Sentiment improved as a trio of studies found that the omicron variant led to lower hospitalization risk than the delta strain, and Pfizer Inc's and Merck & Co's Covid-19 pill gained clearance for emergency use in the U.S.

• **Long-dated US treasury yields** were higher, with the 2-Yr yield at 0.73% and 10-Yr yield at 1.51%.

• **European markets.** European markets gained with the Stoxx Europe 600 gaining +5.4% and ending 2021 up +22% to clinch a seventh consecutive quarter of gains, the longest winning streak since 1998, whilst the UK FTSE was up +4.6% and German DAX up +5.2%.

• **Asian markets.** Asian markets were higher, with the Shanghai Composite rising +2.1%, as sentiment was boosted after PBOC vowed to maintain stable monetary policy in 2022 and provide sufficient liquidity for the market. The finance ministry also announced it would proactively roll-out fiscal policies to stabilize growth, with greater cuts in taxes and fees planned for 2022 and State Council announced China will extend some personal income tax cuts over two years, cutting personal income taxes by 110bn yuan in 2022 and 2023. The Nikkei was up +3.5% and KOSPI up +4.9%.

• **Commodities.** Over the month, WTI oil price gained +14.2% to US\$75.21/bbl, as declining U.S. crude stockpiles, an energy crunch in Europe and disruptions to supply from Libya and Nigeria added to bullish sentiment. OPEC+ proceeded with their scheduled oil-production hike of 400k barrels a day of crude in January and approved a 400k barrel-a-day increase in production scheduled for February, however, predicted global supplies are on track to be tighter in 1Q22 than previously expected with a surplus of 1.4m barrels a day in 1Q22, about 25% less than it estimated a month ago.

• **ASX performance.** The ASX200 gained +2.6%.

In political news:

• Geopolitical tensions flared up with U.S. President Joe Biden warning Russian President that the U.S. and its European allies would respond with strong economic measures to respond to an attack on Ukraine and would provide additional defensive material to the Ukrainians.

• U.S-China tensions continued to simmer with the Biden administration adding 34 Chinese targets to its banned-entity list and signing into law a bill banning goods from China's Xinjiang region unless companies can prove they aren't made with forced labor.

In economic news:

• **Australian RBA decision.** RBA left the cash rate at 0.1% and remained upbeat on the economy's prospects, saying omicron wasn't expected to derail the recovery.

• **Global growth outlook.** IMF warned threats to global growth had increased amid delta variant, strained supply chains, accelerating inflation and rising costs for food and fuel, resulting in the fund downgrading 2021 global GDP growth forecast by -10bps to +5.9% (forecast for 2022 at +4.9% remained unchanged).

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