

## Fund Outline

Factsheet as at 28 February 2018

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.

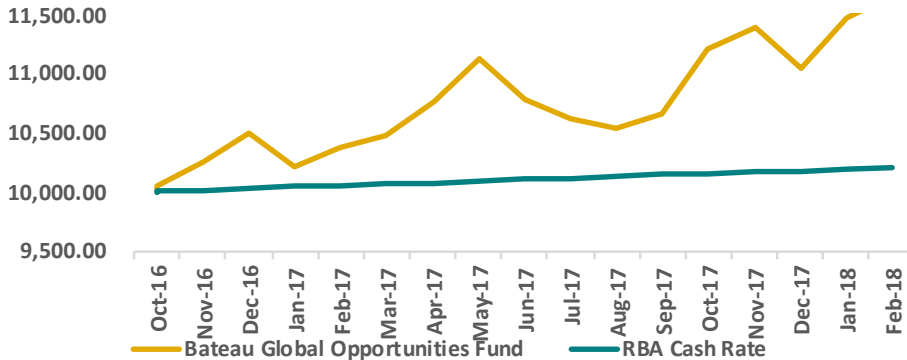
The Fund targets a return of 8-11% p.a. after fees and expenses over a period of 5 years.

## Performance

Returns	1 Month	3 Month	6 Month	1 Year	3 Year	5 Year	Since Inception
	%	%	%	p.a. %	p.a. %	p.a. %	p.a. %
Fund	1.60	2.39	10.50	12.37	-	-	11.77
RBA Cash Rate	0.12	0.37	0.75	1.51	-	-	1.51
Outperformance	1.48	2.02	9.76	10.86	-	-	10.26

Notes  
<sup>1</sup> Returns are calculated in accordance with the standards set out in the Financial Services Council (FSC) Standard No. 6  
<sup>2</sup> Past performance is not a reliable indicator of future results

## Growth of \$10,000 Since Launch



## Holdings

Vanguard FTSE All-World ex-US ETF	1.16%
Ddraig Equity Fund Class A Shares	98.63%
Cash	0.22%

## Fund Details

Fund Manager	Bateau Asset Management Pty Ltd	Management Fee	1.65%
Responsible Entity	OneVue RE 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
NAV Unit Price	1.1654 (28th Feb-18)	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 <b>6</b> 7		



## Market Review

	Units	Month End Value	Price Performance (% Chg)			
			1-day	1-mth	6-mths	1-year
<b>Developed Markets Equities</b>						
ASX 200	AUD	6,016	-0.68%	-0.36%	5.27%	5.32%
ASX 200 Futures	AUD	6,001	-0.58%	0.33%	6.65%	8.07%
Dow Jones	USD	25,029	-1.50%	-4.28%	14.04%	20.26%
S&P 500	USD	2,714	-1.11%	-3.89%	9.80%	14.82%
Stoxx Europe 600	EUR	380	-0.71%	-4.00%	1.54%	2.54%
FTSE 100 (UK)	GBP	7,232	-0.69%	-4.00%	-2.67%	-0.43%
DAX (Germany)	EUR	12,436	-0.44%	-5.71%	3.15%	5.08%
CAC (France)	EUR	5,320	-0.44%	-2.94%	4.62%	9.51%
Nikkei 225	JPY	22,068	-1.44%	-4.46%	12.33%	15.43%
<b>Emerging Markets Equities</b>						
MSCI Emerging Markets	USD	1,195	-1.41%	-4.73%	9.88%	27.64%
Shanghai Composite	CNY	3,259	-0.99%	-6.36%	-3.02%	0.55%
South Korea	KRW	2,427	-1.17%	-5.42%	2.72%	16.05%
Taiwan	TWD	10,815	0.00%	-2.60%	2.17%	10.92%
Brazil	BRL	85,354	-1.82%	0.52%	20.50%	28.04%
South Africa	ZAR	51,383	-1.25%	-2.34%	2.77%	16.43%
<b>Foreign Exchange</b>						
AUDUSD	Currency	0.7762	-0.35%	-3.64%	-2.33%	1.37%
AUDGBP	Currency	0.5641	0.73%	-0.63%	-8.22%	-8.79%
AUDEUR	Currency	0.6365	-0.03%	-1.91%	-4.62%	-12.07%
AUDCNY	Currency	4.94	-0.12%	-3.18%	-5.45%	-6.55%
<b>Commodities</b>						
LME ALUMINUM 3MO (\$)	USD/mt	2,132	-0.70%	-3.94%	0.71%	10.81%
LME COPPER 3MO (\$)	USD/mt	6,931	-1.28%	-2.63%	2.11%	16.04%
LME NICKEL 3MO (\$)	USD/mt	13,790	-0.40%	1.40%	16.86%	25.59%
SILVER FUTURE May18	USD/oz	16.41	-0.16%	-5.33%	-7.45%	-13.04%
ICE New c Coal FutsApr18	USD/mt	102.10	-0.29%	1.85%	22.94%	37.97%
62% Import Fine Ore in USD	USD/t	76.88	0.00%	7.36%	-2.18%	-16.85%
Gold Spot \$/Oz	USD/oz	1,318	0.00%	-1.99%	-0.24%	5.60%
WTI Oil	USD/bbl	61.64	-2.17%	-4.52%	24.17%	11.83%
Generic 1st 'NG' Future	USD/mmBtu	2.67	-0.60%	-10.95%	-12.27%	-3.86%
Corn	USD/Bu	374.50	1.08%	3.60%	9.42%	2.11%
Wheat	USD/Bu	484.50	4.59%	7.25%	18.10%	14.07%
<b>Fixed Interest</b>						
<b>10-Yr Bond Yield</b>						
Australia	AUD	2.81%	+0.05%	-0.01%	+0.09%	+0.09%
US	USD	2.86%	-0.03%	+0.16%	+0.74%	+0.47%
Germany	EUR	0.66%	-0.02%	-0.04%	+0.30%	+0.45%
Japan	JPY	0.05%	+0.01%	-0.03%	+0.04%	-0.00%
Italy	EUR	1.97%	-0.03%	-0.05%	-0.07%	-0.11%
<b>Australian Rates</b>						
Cash Rate	AUD	1.50%	+0.00%	+0.00%	+0.00%	+0.00%
90-Day BBSW	AUD	1.79%	+0.01%	+0.02%	+0.07%	-0.00%
180-Day BBSW	AUD	1.96%	+0.01%	+0.04%	+0.06%	-0.04%
<b>CBOE Options</b>						
CBOE VIX (Volatility Index)	Index	19.85	6.78%	46.60%	87.44%	53.64%

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### Global Markets Update:

- US markets. US markets declined during the month, with the Dow Jones down -4.3% and S&P500 down -3.9%, amidst rising bond yields and Federal Reserve's favourable outlook on the US economy.
- Long-dated US treasury yields jumped, with the 2-Yr yield at 2.33% and 10-Yr yield rising to 2.86%.
- European markets. European markets fell with the Stoxx Europe 600 Index down -4.0%, UK FTSE declining -4.0% and German DAX falling -5.7% over the month.
- Asian markets. Asian markets were lower during the month, with the Nikkei down -4.5%, KOSPI down -5.4%, and the Shanghai Composite down -6.4%.
- Commodities. Over the month, WTI oil price declined -4.5% to US\$63.84/bbl, iron ore prices increased +7.4% to US\$76.88 per tonne, whilst spot gold declined -1.3% to US\$1,251 per ounce.
- ASX performance. The ASX200 declined -0.4%, with declines experienced across all industries except Healthcare which experienced gains of +5.9%.

### In political news:

- The US Commerce Department submitted recommendations to the US Government to impose steep tariffs on steel and aluminium imports, with President Trump still reviewing their announcement.
- South Korean president Moon Jae-in stated that North Korea is willing to enter talks with the United States in an effort to denuclearize the Korean Peninsula, following talks amidst the backdrop of the Winter Olympics.

### In economic news:

- Australian RBA decision. The RBA kept rates on hold at 1.5%, as the RBA remains cautious that inflation remains low and is likely to trend at this level for a while.
- Australia. The unemployment rate was slightly higher in January at 5.6%, above expectations and prior month of 5.5%.
- Australia Trade Balance for January was at \$36m vs. estimates of +\$200m.

### On stock specific news (which caused significant intraday moves during the month):

- A2 Milk (A2M) gained on stellar 1H18 results and announcement of favourable partnership with Fonterra.
- Nine Entertainment (NEC) rose after recording its first half of growth in two and a half years in the six months to December.
- Costa Group Holdings (CGC) was up on strong 1H18 results and FY18 guidance above market expectations.
- Webjet (WEB) rose as it reaffirmed its FY18 EBITDA and TTV guidance.
- Dominos (DMP) fell on poor 1H18 results.
- Asaleo Care (AHY) was down as they announced that rising energy costs are predicted to deteriorate earnings in FY18.
- G8 Education (GEM) fell as 1H18 results fell marginally short of guidance.

### Important Information

The information contained in this Fact Sheet is given in good faith and has been derived from sources believed to be reliable and accurate. However, neither Bateau Asset Management Pty Limited ABN 14 161 051 243 (an authorised representative under AFSL 233180) nor any of its employees, Directors or shareholders, gives any warranty of reliability or accuracy and shall not be liable (whether in contract, tort - including negligence, equity or any other basis) for errors or omissions herein, or any loss or damage sustained by any person relying on such information, whatever the cause of loss or damage. Past performance is not a guarantee of future returns. No person, including the Directors of Bateau Asset Management, guarantees the repayment of units in the fund or any returns of units in the fund. Returns can be negative as well as positive and returns over different periods may vary. All fees are stated on a GST exclusive basis. The Responsible Entity of the fund is OneVue RE Services

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