

Fund Outline

Factsheet as at 30 September 2017

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

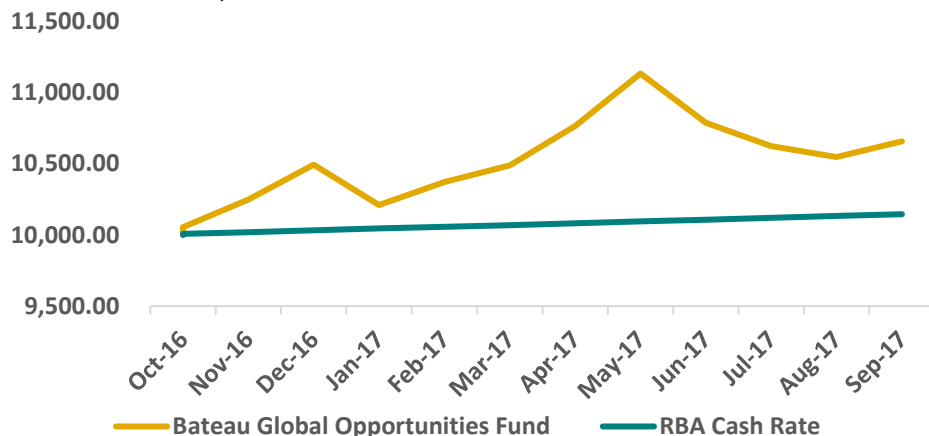
Returns	1 Month %	3 Month %	6 Month %	1 Year p.a. %	3 Year p.a. %	5 Year p.a. %	Since Inception %
Fund	1.04	-1.22	1.60	-	-	-	6.56
RBA Cash Rate	0.12	0.38	0.75	-	-	-	1.45
Outperformance	0.92	-1.60	0.85	-	-	-	5.11

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

Vanguard FTSE All-World ex-US ETF	1.45%
Ddraig Equity Fund Class A Shares	97.99%
Cash	0.56%

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
Exit Unit Price	1.0651 (30 September 2017)	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	Value	Price Performance (% Chg)			
			Month End	1-day	1-mth	6-mths
Developed Markets Equities						
ASX 200	AUD	5,682	0.20%	-0.58%	-3.13%	4.52%
ASX 200 Futures	AUD	5,668	0.39%	-0.11%	-1.95%	7.08%
Dow Jones	USD	22,405	0.11%	2.08%	8.43%	22.38%
S&P 500	USD	2,519	0.37%	1.93%	6.63%	16.19%
Stoxx Europe 600	EUR	388	0.47%	3.82%	1.84%	13.19%
FTSE 100 (UK)	GBP	7,373	0.68%	-0.78%	0.68%	6.86%
DAX (Germany)	EUR	12,829	0.98%	6.41%	4.19%	22.05%
CAC (France)	EUR	5,330	0.68%	4.80%	4.05%	19.82%
Nikkei 225	JPY	20,356	-0.03%	3.61%	7.65%	23.75%
Emerging Markets Equities						
MSCI Emerging Markets	USD	1,082	0.87%	-0.55%	12.87%	19.73%
Shanghai Composite	CNY	3,349	0.28%	-0.35%	3.92%	11.46%
South Korea	KRW	2,394	0.90%	1.32%	10.84%	17.17%
Taiwan	TWD	10,330	0.33%	-2.42%	5.28%	12.69%
Brazil	BRL	74,294	0.99%	4.88%	14.33%	27.29%
South Africa	ZAR	49,376	1.09%	-1.24%	9.32%	8.70%
Foreign Exchange						
AUDUSD	Currency	0.7834	-0.28%	-1.42%	2.69%	2.22%
AUDGBP	Currency	0.5847	0.04%	-4.86%	-3.81%	-0.94%
AUDEUR	Currency	0.6631	-0.53%	-0.63%	-7.39%	-2.67%
AUDCNY	Currency	5.22	-0.01%	-0.03%	-0.77%	2.09%
Commodities						
LME ALUMINUM 3MO (\$)	USD/mt	2,102	-1.36%	-0.71%	7.11%	25.64%
LME COPPER 3MO (\$)	USD/mt	6,481	-0.63%	-4.52%	11.02%	33.22%
LME NICKEL 3MO (\$)	USD/mt	10,500	0.57%	-11.02%	4.74%	-0.71%
SILVER FUTURE Dec17	USD/oz	16.68	-1.02%	-5.12%	-9.85%	-15.04%
ICE New c Coal Fut Oct17	USD/mt	94.90	-0.42%	3.21%	22.45%	46.68%
Iron Ore 62% Qingdao China	USD/t	62.05	-1.34%	-21.37%	-22.81%	11.08%
Gold Spot \$/Oz	USD/oz	1,280	-0.59%	-3.15%	2.45%	-2.74%
WTI Oil	USD/bbl	51.67	0.21%	7.74%	-0.69%	-1.32%
Henry Hub	USD/mmBtu	2.89	-1.24%	-0.29%	-6.89%	1.66%
Corn	USD/Bu	355.25	0.78%	3.80%	-2.47%	5.49%
Wheat	USD/Bu	448.25	-1.48%	9.26%	5.10%	11.50%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	2.84%	-0.02%	+0.13%	+0.14%	+0.93%
US	USD	2.33%	+0.03%	+0.22%	-0.05%	+0.74%
Germany	EUR	0.46%	-0.02%	+0.10%	+0.14%	+0.58%
Japan	JPY	0.07%	-0.01%	+0.06%	-0.00%	+0.16%
Italy	EUR	2.11%	-0.01%	+0.07%	-0.21%	+0.92%
Australian Rates						
Cash Rate	AUD	1.50%	+0.00%	+0.00%	+0.00%	+0.00%
90-Day BBSW	AUD	1.71%	+0.00%	-0.01%	-0.08%	-0.01%
180-Day BBSW	AUD	1.91%	+0.00%	+0.01%	-0.09%	-0.04%
CBOE Options						
CBOE VIX (Volatility Index)	Index	9.51	-0.42%	-10.20%	-23.12%	-28.44%

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 Limited ABN 94 101 103 011 AFSL 223271.

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Global Markets Update

- **US markets.** US markets were stronger in the month, with the Dow Jones up +2.08% and S&P500 up 1.93%.
- **Long-dated US treasury yields** rose +22bps to 2.33%.
- **European markets.** European markets rose with the Stoxx Europe 600 Index up +3.82%, the German DAX up +6.41%, the France CAC up +4.80% while the FTSE100 was down -0.78%.
- **Asian markets.** Asian markets were higher over the month, with the Nikkei up +3.61%, KOSPI up +1.32%, while the Shanghai Composite fell -0.35%.
- **Commodities.** Over the month, WTI oil price rose +7.74% to US\$51.67/bbl, iron ore prices fell -21.37% to US\$62.05 per tonne, whilst spot gold declined -3.15% to US\$1,280 per ounce.
- **ASX performance.** The ASX200 declined -0.58%, led lower by telecom and utilities stocks while healthcare and real estate gained.

In political news:

- **North Korea nuclear crisis.** North Korea began the month with nuclear test, which prompted the US to pressure China and Russia to pass harsher sanctions on North Korea in the UN security council. President Trump threatened to annihilate North Korea in his speech at the United Nations. North Korea's Foreign Minister said that President Trump's recent comments were likened to a declaration of war and said it had the right to defend itself by shooting down US planes even in international waters.
- **President Trump struggles to execute his political agenda.** Republicans revived a last ditch effort to dismantle Obamacare, but 3 GOP senators refused to support the bill, effectively killing the initiative. Initiatives on tax reform have begun with proposals to reduce the number of tax brackets for individuals from seven to three, and cutting the corporate tax rate to 20% from 35%.
- **Germany election.** Angela Merkel won her fourth term as German Chancellor, but suffered losses to anti-immigration party AfD. Merkel faces a difficult task of creating a coalition government.
- **New Zealand election.** New Zealand's election resulted in the ruling National Party without enough seats to form a majority.

In economic news:

- **US GDP** for Q2 grew by +3.1% on an annualized basis, beating estimates of +3.0%.
- **Federal Reserve rate decision.** The Federal Reserve held the policy rate between 1% to 1.25%, and announced that the shrinking of the balance sheet will begin in October. Remarks from various members of the FOMC indicate an expectation of a rate hike in December and gradual rate increases thereafter, hinging upon inflation returning.
- **Australian RBA decision.** The RBA left the cash rate unchanged at 1.50%, citing inflation and growth tracking to expectations, easing housing conditions, and a higher Australian dollar weighing on the outlook for output, employment and inflation.

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