

Fund Outline

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.

Factsheet as at 31 October 2017

Performance

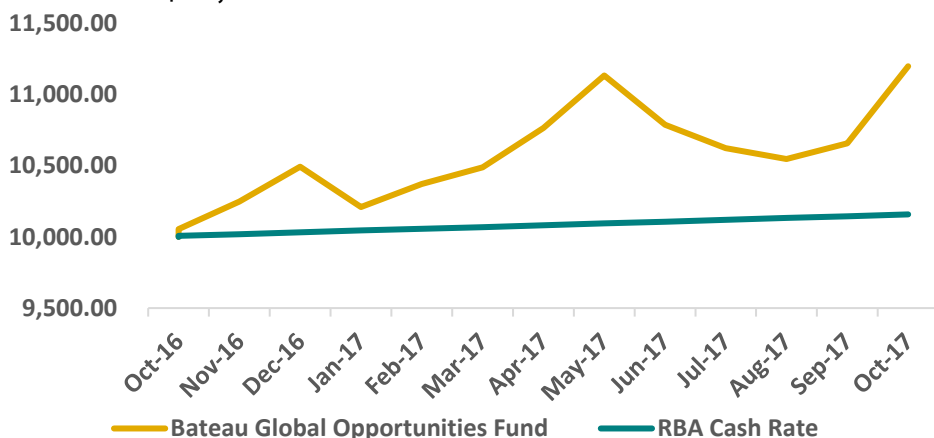
Returns	1 Month %	3 Month %	6 Month %	1 Year p.a. %	3 Year p.a. %	5 Year p.a. %	Since Inception p.a. %
Fund	5.09	5.41	4.02	11.37	-	-	11.42
RBA Cash Rate	0.13	0.38	0.76	1.51	-	-	1.51
Outperformance	4.96	5.03	3.27	9.86	-	-	9.91

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	0.98%
Ddraig Equity Fund Class A Shares	98.83%
Cash	0.19%

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	1.1193 (31 October 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	5,909	-0.17%	4.00%	-0.25%	11.12%
ASX 200 Futures	AUD	5,888	-0.20%	3.88%	0.70%	14.00%
Dow Jones	USD	23,377	0.12%	4.34%	11.64%	28.85%
S&P 500	USD	2,575	0.09%	2.22%	8.01%	21.12%
Stoxx Europe 600	EUR	395	0.33%	1.82%	2.10%	16.59%
FTSE 100 (UK)	GBP	7,493	0.07%	1.63%	4.01%	7.75%
DAX (Germany)	EUR	13,230	0.00%	3.12%	6.36%	24.05%
CAC (France)	EUR	5,503	0.18%	3.25%	4.48%	22.04%
Nikkei 225	JPY	22,012	0.00%	8.13%	14.66%	26.32%
Emerging Markets Equities						
MSCI Emerging Markets	USD	1,119	0.32%	3.45%	14.43%	23.64%
Shanghai Composite	CNY	3,393	0.09%	1.33%	7.57%	9.45%
South Korea	KRW	2,523	0.86%	5.39%	14.42%	25.66%
Taiwan	TWD	10,794	0.34%	3.95%	9.34%	16.19%
Brazil	BRL	74,308	-0.66%	0.02%	13.62%	14.45%
South Africa	ZAR	52,570	0.17%	6.47%	11.68%	19.43%
Foreign Exchange						
AUDUSD	Currency	0.7656	-0.42%	-2.27%	2.24%	0.62%
AUDGBP	Currency	0.5764	-0.99%	-1.42%	-0.33%	-7.27%
AUDEUR	Currency	0.6574	-0.38%	-0.86%	-4.35%	-5.14%
AUDCNY	Currency	5.08	-0.29%	-2.70%	-1.41%	-1.33%
Commodities						
LME ALUMINUM 3MO (\$)	USD/mt	2,160	-0.14%	2.76%	13.00%	24.57%
LME COPPER 3MO (\$)	USD/mt	6,839	-0.41%	5.52%	19.24%	40.92%
LME NICKEL 3MO (\$)	USD/mt	12,295	5.31%	17.10%	30.11%	17.37%
SILVER FUTURE Dec17	USD/oz	16.69	-0.91%	0.10%	-4.30%	-8.12%
ICE New c Coal FutsMar18	USD/mt	96.50	0.99%	8.92%	28.67%	27.65%
Iron Ore 62% Qingdao China	USD/t	58.52	-0.39%	-5.69%	-14.94%	-9.10%
Gold Spot \$/Oz	USD/oz	1,271	-0.38%	-0.65%	0.25%	-0.45%
WTI Oil	USD/bbl	54.38	0.42%	4.68%	7.49%	6.29%
Henry Hub	USD/mmBtu	2.77	-3.54%	-4.06%	-12.56%	-0.83%
Corn	USD/Bu	345.75	-0.86%	-2.67%	-3.42%	-2.54%
Wheat	USD/Bu	418.50	-1.47%	-6.64%	0.00%	0.54%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	2.67%	-0.06%	-0.17%	+0.09%	+0.32%
US	USD	2.38%	+0.01%	+0.05%	+0.10%	+0.55%
Germany	EUR	0.36%	-0.00%	-0.10%	+0.05%	+0.20%
Japan	JPY	0.07%	+0.00%	+0.00%	+0.05%	+0.12%
Italy	EUR	1.83%	-0.02%	-0.28%	-0.46%	+0.16%
Australian Rates						
Cash Rate	AUD	1.50%	+0.00%	+0.00%	+0.00%	+0.00%
90-Day BBSW	AUD	1.69%	-0.00%	-0.02%	-0.06%	-0.06%
180-Day BBSW	AUD	1.88%	+0.00%	-0.03%	-0.08%	-0.10%
CBOE Options						
CBOE VIX (Volatility Index)	Index	10.18	-3.05%	7.05%	-5.91%	-40.33%

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.

Factsheet as at 31 October 2017

Global Markets Update

- **US markets.** US markets were stronger in the month, with the Dow Jones up +4.34% and S&P500 up 2.22%. Approximately 78% of the 288 companies in the S&P500 that have reported so far this reporting season have exceeded analysts' earnings forecast.
- **European markets.** European markets saw mixed results with the Stoxx Europe 600 Index up +1.82%, UK FTSE up +1.63 and German DAX up +3.12%.
- **Asian markets.** Asian markets were higher over the month, with the Nikkei up +8.13%, KOSPI up +5.39%, and the Shanghai Composite rose +1.33%.
- **Commodities.** Over the month, WTI oil price rose +4.68% to US\$54.38/bbl, iron ore prices fell -5.69% to US\$58.52 per tonne, whilst spot gold declined -0.65% to US\$1,271 per ounce.
- **ASX performance.** The ASX200 rose +4.0% with all sectors rising, led by information technology and energy.

In political news:

- **Australian Politics.** Australia's top court ruled Deputy Prime Minister Barnaby Joyce ineligible to sit in parliament because he was also a citizen of New Zealand when elected. The government has lost its majority in the lower-house, with Mr. Joyce seeking to return to parliament via a special election on or around 2 December. It is highly likely during this period we will see further policy paralysis and increased level of uncertainty.
- **US Tax reform.** There were concerns that tax reform initiatives may be stalled after republican lawmakers expressed unease over the lack of details of relief for the middle-class in the tax plan released last month by the leadership. House Republicans passed a budget resolution to start a process to cut taxes by the end of the year.

In economic news:

- **Australian economy.** As widely expected, the RBA left the cash rate unchanged at 1.5%. The Australian PMI Composite fell to 53.1 from 54.1 in the prior month. The AiG Performance of Services Index fell to 52.1 from 53.0. The consumer confidence index increased by +3.6% to 101.4 – signaling positive consumer sentiment for the first time this year. A number of measures moved from pessimistic to optimistic territory, including consumer expectations, family finances for the year ahead, and outlook on the economy a year from now. Inflation came in below estimates with the CPI rising +0.6% for Q3 below estimates of +0.8%, and +1.8% over the past 12 months.
- **US economy.** The FOMC minutes showed that many FOMC participants had the view that low inflation was only temporary and expected another rate hike this year. The US economy expanded at an above forecast +3% in the 3Q, highlighting the resilient demand from consumers and businesses despite being hit by hurricanes Harvey and Irma. The unemployment rate was at 4.2%, below expectations of 4.4%.
- **European Central Bank Monetary Policy.** The ECB announced it will halve its monthly bond purchases from 60 billion euros to 30 billion euros starting in January, and indicated that near zero rates could be maintained until well past the end of its quantitative easing measures.

Contact Us

Unit Registry - Fund BPO Pty Limited,
GPO Box 4968,
Sydney NSW 2001.
T: 1300 133 451
T: +61 2 9247 3326
F: +61 2 9251 3525
E: registry@fundbpo.com

