

Fund Outline

Factsheet as at 31 May 2020

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

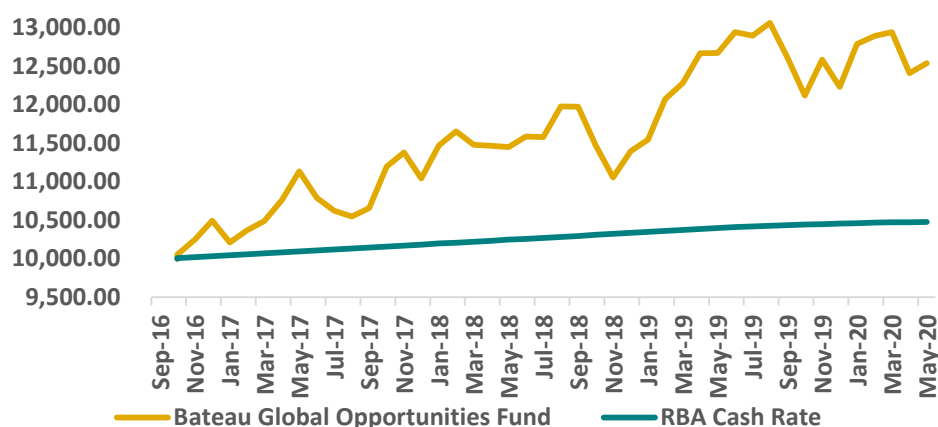
Returns	1 Month %	3 Month %	6 Month %	1 Year p.a. %	3 Year p.a. %	5 Year p.a. %	Since Inception p.a. %
Fund	1.01	-2.74	-0.38	-1.08	4.04	-	6.43
RBA Cash Rate	0.02	0.08	0.26	0.75	1.25	-	1.29
Outperformance	0.99	-2.82	-0.64	-1.82	2.79	-	5.14

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

Ddraig Equity Fund (Class A Shares)	94.06%
Vanguard FTSE All-World ex-US ETF	1.50%
Cash	4.44%

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	1.2054	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

Developed Markets Equities						
ASX 200	AUD	5,756	-1.63%	4.23%	-15.93%	-10.02%
ASX 200 Futures	AUD	5,749	-1.83%	3.77%	-14.97%	-7.74%
Dow Jones	USD	25,383	-0.07%	4.26%	-9.51%	2.29%
S&P 500	USD	3,044	0.48%	4.53%	-3.08%	10.62%
Stoxx Europe 600	EUR	350	-1.44%	3.04%	-14.01%	-5.07%
FTSE 100 (UK)	GBP	6,077	-2.29%	2.97%	-17.29%	-15.15%
DAX (Germany)	EUR	11,587	-1.65%	6.68%	-12.46%	-1.19%
CAC (France)	EUR	4,695	-1.59%	2.70%	-20.49%	-9.84%
Nikkei 225	JPY	21,878	-0.18%	8.34%	-6.08%	6.20%
Emerging Markets Equities						
MSCI Emerging Markets	USD	930	0.54%	0.58%	-10.55%	-6.78%
Shanghai Composite	CNY	2,852	0.22%	-0.27%	-0.68%	-1.60%
South Korea	KRW	2,030	0.05%	4.21%	-2.80%	-0.59%
Taiwan	TWD	10,942	-0.02%	-0.45%	-4.76%	4.23%
Brazil	BRL	87,403	0.52%	8.57%	-19.25%	-9.92%
South Africa	ZAR	46,545	-1.89%	0.42%	-5.19%	-6.14%
Foreign Exchange						
AUDUSD	Currency	0.6667	0.45%	2.38%	-1.42%	-3.91%
AUDGBP	Currency	0.5398	0.20%	4.40%	3.19%	-1.74%
AUDEUR	Currency	0.6007	0.27%	1.06%	-2.13%	-3.28%
AUDCNY	Currency	4.74	-0.40%	2.58%	-0.41%	-1.01%
Commodities						
LME ALUMINUM 3MO (\$)	USD/mt	1,548	0.72%	3.58%	-12.54%	-13.74%
LME COPPER 3MO (\$)	USD/mt	5,377	0.83%	3.62%	-8.31%	-7.78%
LME NICKEL 3MO (\$)	USD/mt	12,324	0.64%	1.08%	-9.85%	2.55%
SILVER FUTURE Jul20	USD/oz	18.50	2.96%	23.55%	7.05%	23.27%
ICE New c Coal FutsAug20	USD/mt	55.45	-0.18%	1.84%	-26.21%	-31.16%
62% Import Fine Ore in USD	USD/t	91.03	0.00%	10.26%	8.63%	-7.79%
Gold Spot \$/Oz	USD/oz	1,730	0.69%	2.60%	18.19%	32.53%
WTI Oil	USD/bbl	35.49	5.28%	62.43%	-33.95%	-32.28%
Henry Hub	USD/mmBtu	1.70	-5.03%	2.41%	-30.89%	-33.07%
Corn	USD/Bu	325.75	-0.53%	4.57%	-12.26%	-23.71%
Wheat	USD/Bu	520.75	1.21%	-1.70%	-4.89%	3.53%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	0.89%	+0.00%	-0.01%	-0.15%	-0.57%
US	USD	0.65%	-0.04%	+0.01%	-1.12%	-1.47%
Germany	EUR	-0.45%	-0.03%	+0.14%	-0.09%	-0.25%
Japan	JPY	0.01%	+0.00%	+0.04%	+0.08%	+0.10%
Italy	EUR	1.48%	+0.05%	-0.29%	+0.25%	-1.19%
Australian Rates						
Cash Rate	AUD	0.25%	+0.00%	+0.00%	-0.50%	-1.25%
90-Day BBSW	AUD	0.10%	+0.00%	+0.00%	-0.79%	-1.32%
180-Day BBSW	AUD	0.17%	+0.00%	+0.00%	-0.79%	-1.26%
CBOE Options						
CBOE VIX (Volatility Index)	Index	27.51	-3.78%	-19.44%	117.99%	47.03%

Data as of 31 May 2020

Important Information: Equity Trustees Limited ("EQT") (ABN 46 004 031 298), AFSL 240975, is the Responsible Entity for the Bateau Global Opportunities Fund. EQT is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT). This information has been prepared by Bateau Asset Management ("Bateau"), to provide you with general information only. In preparing this information, 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, EQT nor any of its related parties, their employees or directors, provide and 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 obtain a copy of the Product Disclosure Statement before making a decision about whether to invest in this product.

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Global Markets Update:

- US markets. US markets were stronger in the month, with the Dow Jones up +1.6% and S&P500 up 1.0%, as an advance led by rate-sensitive stocks including utility shares was offset by weakness in technology and energy.
- Long-dated US treasury yields were slightly lower, with the 2-Yr yield at 1.33% and 10-Yr yield steady at 2.14%.
- European markets. European markets saw mixed results with the Stoxx Europe 600 Index down -1.2%, UK FTSE down -1.4% and German DAX up +0.8%.
- Asian markets. Asian markets were higher over the month, with the Nikkei up +2.7%, KOSPI up +1.6%, and the Shanghai Composite rose +2.6%. Asian shares, especially Chinese companies in Hong Kong and Shanghai advanced ahead of MSCI's decision to add A-shares to its global indexes.
- Commodities. Over the month, WTI oil price declined -13.2% to US\$43.84/bbl, iron ore prices increased +3.1% to US\$59.70 per tonne, whilst spot gold declined -1.3% to US\$1,251 per ounce.
- ASX performance. The ASX200 declined -0.7%, led higher by consumer staples but offset by utilities shares.

In political news:

- President Trump decided to withdraw the US from the Paris climate accord injecting geopolitical tensions and uncertainty over a worldwide effort to combat climate change.
- US markets held steady after the testimony of FBI Director James Comey and Attorney General Jeff Sessions had little effect on markets.
- Britain's election resulted in a hung parliament, a disaster for Prime Minister Theresa May who initiated a snap election in April in hopes of increasing the Conservative Party's majority.
- Formal negotiations on UK's exit from the EU commence.
- French president Emmanuel Macron's party will attain the largest majority in 15 years.

In economic news:

- Australian RBA decision. As widely expected, the RBA left the cash rate unchanged at 1.5%, amid sluggish growth outlook.
- Global growth outlook. The World Bank kept its growth outlook for the global economy unchanged at +2.7% this year and +2.9% next year, despite uncertainty about monetary policy and the risk of rising protectionism.
- US. The US Feds hiked rates and maintained its forecast for one more hike in 2017 whilst setting out details for shrinking the balance sheet despite concerns over weak inflation.
- US Consumer price index fell -0.1% month on month following a +0.2% rise in the prior month.
- US Retail Sales declined -0.3% after a +0.4% increase in the prior month.
- China. Chinese industrial output increased +6.5% from a year ago, matching the increase in April, and retail sales met market expectations.

Contact Us

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

