

# Monthly Performance Report

June 2016

## Fund Strategy

The Monash Absolute Investment Fund ARSN 606 855 501 (Fund) offers investors an Australian equity fund that aims to deliver high absolute returns of 12-15% p.a. (after fees), over a full investment cycle and preserve investor capital each financial year.

The Fund is benchmark unaware, style and stock size agnostic, both long and short and only invests in compelling opportunities. In keeping with the Fund's absolute return objectives, if the team cannot find stocks that meet the very high return hurdle requirements, the Fund will preserve that capital in cash at bank.

## Monthly Update

The Fund was down 3.8% (after fees) for the month of June 2016. During the month there were no negative announcements in relation to the Fund's stocks, but some of the larger holdings had share prices that were quite weak, having had strong runs earlier in the year.

The Fund had a good financial year returning 13.6% (after fees) for the year to June 2016. The ASX300 did not do so well, with a total return of only 0.9%.

Going into June 2016 the Fund had a net cash weight of 36%, so it was well positioned given the volatility in the markets that occurred during that month. With the fall in stocks prices as a result of Brexit, the Fund took the opportunity to buy stocks and ended the month with a net cash weight of 24%.

The fund is now 4 years old and has delivered 14.1% p.a. (after fees) since inception. The total return of the ASX300 was 10.8% p.a. over that same time period. The usual comprehensive anniversary investor review will be issued later in July.

## Monthly Portfolio Metrics

Outlook Stocks (Long)	20 Positions: 71%
Outlook Stocks (Short)	2 Positions: -7%
Event, Pair and Group (Long)	5 Positions: 17%
Event, Pair and Group (Short)	2 Positions: -5%
Cash	24%
Gross Exposure	100%
Net Exposure	76%
Beta	0.45

## Return Summary Since Inception<sup>1</sup>

Since Inception (p.a.)	14.08%
1 Month	-3.84%
3 Months	0.30%
6 Months	-5.18%
FYTD	13.62%
1 Year	13.62%
2 Years	7.76%
3 Years	12.63%
Cumulative	69.37%

<sup>1</sup>Inception date of Fund is 2 July 2012.

## Portfolio Analytics Since Inception

Sharpe Ratio	1.24
Sortino Ratio	2.70
Standard Deviation (p.a.)	9.13%
Positive Months	65%
Maximum Drawdown	-7.71%
Avg Gross Exposure	88%
Avg Net Exposure	77%
Avg Beta	0.58
Avg VAR	1.17%

## Key Fund Information

FUM	\$35m
Minimum Investment	\$20,000
Management Fee	1.53% p.a.
Performance Fee	20.5% above the RBA Cash Rate with High Water Mark
Pricing Frequency	Daily
Distributions	Annually
APIR Code	MON0001AU
Morningstar Category	Alternatives Strategies

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## Stock Focus

The usual comprehensive anniversary investor review will be issued later in July.

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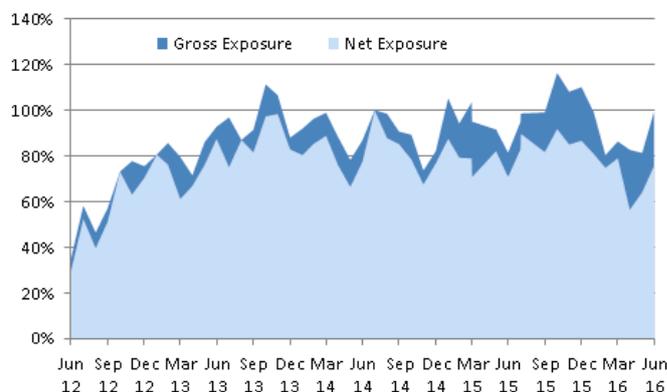
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## Cumulative Return Since Inception



## Gross/Net Exposure Since Inception



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