

FUND OUTLINE

The Fund is a concentrated long only equity Fund, investing in US stocks favored by leading global fund managers. The Fund’s objective is to outperform it’s benchmark by 3-5% pa over any rolling 5 year period. Preservation of Capital is a key tenet of the Fund, and a strict dynamic risk control strategy is in place to control losses, to enable optimal long term compounding within the Fund.

NOVEMBER COMMENTARY

The Fund lost 1.72% for the month, very slightly outperforming it’s benchmark, which lost 1.79%.

The Fund’s losses came equally from losses in the portfolio and losses from the rally in AUDUSD. While movements in AUDUSD directly impact the Fund’s value, over time these currency movements should cancel each other out, assuming a stable currency over the long term.

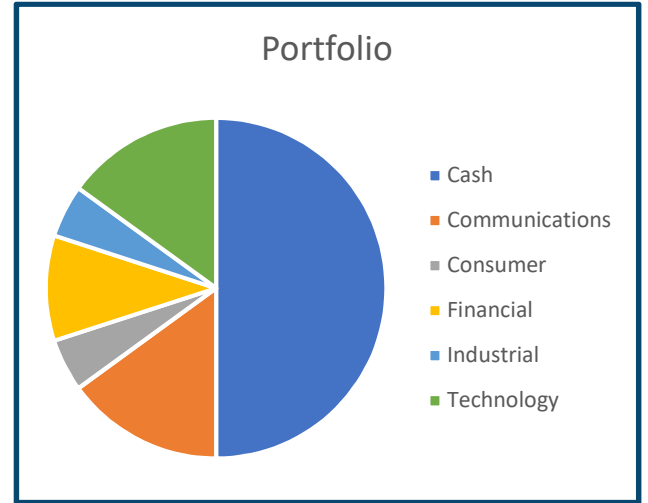
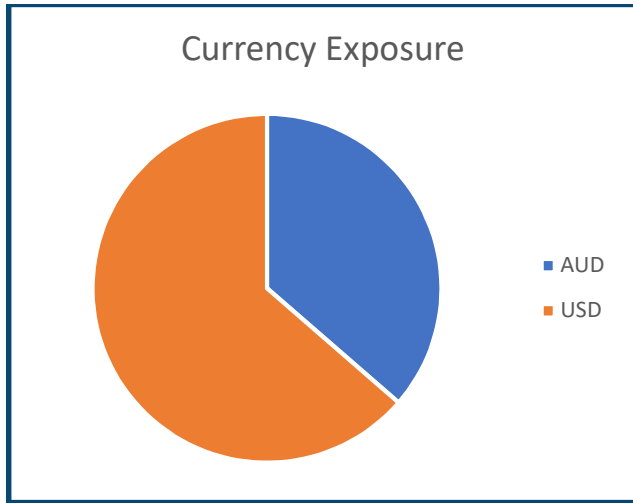
The Fund began the month with 65% of Capital invested. The drop in the market during the month caused 3 of our positions to convert to cash, as they breached their stop loss levels. This is the risk control system in action, reducing risk in the portfolio before losses get out of control. The Fund will start the new month with 55% of Capital invested, as a new stock has been added to the portfolio.

The risk system will cost the Fund from time to time,(last month was one such time), however the benefits in my view far outweigh the costs. Preservation of capital is key, it is easy to make up a 10-20% loss in the market, however making up a 40-50% loss is far more difficult (even ignoring the psychological ramifications). It is these 40-50% drawdowns that can destroy you, and that we want to avoid at all costs, even if it causes a little pain in the short term.

In times of uncertainty the objective is to play defense, survive relatively unscathed and be ready to enjoy the good times when they come again. The Fund is currently in such a state, and will be ready to deploy Capital when the time is right.

FUND FACTS

Inception	01 November 2018
Fund Size	1.3mm
Minimum Investment	AUD 50,000
Management Fee	Nil
Performance fee	15% of any profits above 6% pa
Other Fees	Any direct costs + 0.4% Buy/Sell spread
Website	www.ganecapital.com
MidPrice	0.9828



GANE CAPITAL International Equity Fund Performance summary								Nov-18
	1 Month	3 Month	6 Month	1 Year	2 Year (p.a.)	3 Year(p.a.)	5 Year (p.a.)	Inception (p.a.)
FUND	-1.72%	N/A	N/A	N/A	N/A	N/A	N/A	-1.72%
ASSETS	-0.88%	N/A	N/A	N/A	N/A	N/A	N/A	-0.88%
CURRENCY	-0.84%	N/A	N/A	N/A	N/A	N/A	N/A	-0.84%
BENCHMARK	-1.79%	N/A	N/A	N/A	N/A	N/A	N/A	-1.79%
ASSETS	1.20%	N/A	N/A	N/A	N/A	N/A	N/A	1.20%
CURRENCY	-2.99%	N/A	N/A	N/A	N/A	N/A	N/A	-2.99%

