

## FUND OUTLINE

The Fund is a concentrated long only equity Fund, investing in US listed stocks favoured 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.

## DECEMBER COMMENTARY

The Fund made 0.11% in December, and returned 21.26% in 2019 and 13.73% p.a. since inception.

December was a very strong month for the stocks within the Fund, returning 3.7%, which was offset by a strong rally in the AUDUSD rate, leaving the Fund with a slightly positive return for the month. The Fund remains 95% invested, with 5% in cash.

The Funds top mover for the month was Match Group (MTCH), with a 16.5% gain for the month. Match provides online dating products worldwide, and revenue comes from subscription fees and advertising.

The graphic below shows performance in the 3 main equity market groupings across the last 2 decades and is an excellent way to illustrate some important points about investing.

The first is that a diversified portfolio is key. The danger of home country bias, where investors invest most of their wealth in the home country is a good example of where more diversification would be helpful. The old saying that concentration produces wealth, and diversification keeps it is very true.

The second is that chasing performance is a fruitless exercise, and generally does not end well.

The third is that trying to predict what will happen in the future is a pointless exercise, the best you can do is come up with a good plan and execute it.

### EXHIBIT 5: ENTHUSIASM SHIFTS...AND WILL LIKELY SHIFT AGAIN



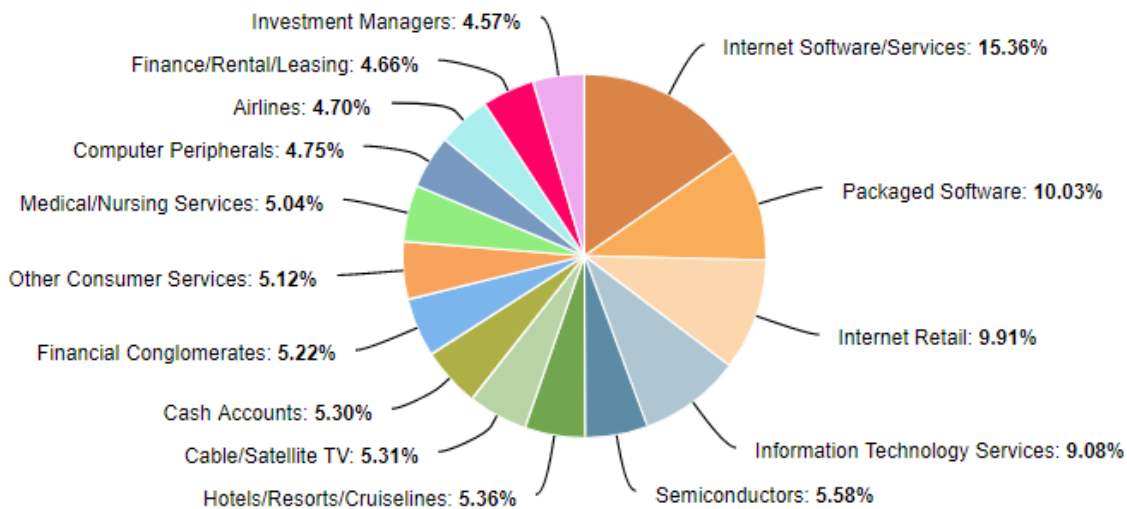
As of 6/30/19 | Source: GMO

Please see next page for Charts and tables.

## FUND FACTS

Inception	01 November 2018	Sharpe ratio	1.07
Fund Size	2.206mm	Sortino Ratio	2.36
Minimum Investment	AUD 50,000	Mid Price	1.1620
Management Fee	Nil	Best Month	7.89%
Performance fee	15% of any returns above 6% pa	Worst Month	-3.32%
Other Fees	Any direct costs + 0.4% Buy/Sell spread	Website	www.ganecapital.com

## PORTFOLIO BREAKDOWN



## PERFORMANCE SUMMARY

GANE CAPITAL International Equity Fund		Dec-19				
	1 Month	Year to Date	3 year(p.a.)	5 Year(p.a.)	10 year(p.a.)	Inception(p.a.)
GANE CAPITAL	0.11%	21.26%	N/A	N/A	N/A	13.73%
BENCHMARK - Index	-0.70%	31.46%	N/A	N/A	N/A	19.27%
BENCHMARK - Hedge Fund	-1.33%	15.61%	N/A	N/A	N/A	7.32%

Value of \$100,000

