

DECEMBER COMMENTARY

The Fund lost 5.5% in December and has returned 65.7% since inception (17.3% annualised vs 20.3% (S&P) and 18.4% (MSCI World)). Stocks in the Fund lost 3.8%, and the AUD was strong, losing 1.7% giving a net loss of 5.5% for the month.

The Fund is currently 90% invested, and 10% in cash.

December was a tough month for the Fund, resulting in our worst month since the Fund began – worse even than the COVID sell-down. Last month we talked about the selloff in growth stocks, the worst of which we managed to avoid – this month the selloff continued, with names such as Doordash down 17%, SE down 22% and Adobe down 15%. The one bright spot in the portfolio was MELL, up 13.5%.

The Fund's performance for the Calendar Year finished at +13.7%. In the context of the broader market this was a disappointing result. 2020 was a very good year for the Fund in terms of outperformance, and 2021 saw this outperformance given back. I have drawn up the table below to give a better representation of how the Fund has done over time.

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Full Year
2018	-	-	-	-	-	-	-	-	-	-	-1.72%	-2.49%	-4.17%
2019	3.85%	4.98%	0.90%	4.13%	-3.32%	2.78%	1.63%	-1.42%	-2.02%	0.47%	7.89%	0.11%	21.26%
2020	6.20%	-3.90%	-3.05%	8.95%	5.92%	2.44%	3.47%	6.06%	-1.92%	-2.37%	3.35%	-1.33%	25.30%
2021	-1.11%	1.72%	-0.78%	4.01%	-1.86%	9.98%	2.02%	3.46%	-3.13%	3.13%	1.88%	-5.51%	13.70%
2022													

Predictions are futile, but they are also fun....I see a couple of factors that could cause 2022 some volatility:-

- The US market has had an amazing run since the lows in 2009 up over 800% (compounding at nearly 20% - the power of compounding...). It can run for longer but must end sometime.
- Inflation has kicked in this year – interest rates are going to go up at some point, the question is when and by how much. Inflation is good for assets, rising interest rates not good, it's never easy.
- Of course the virus is still hanging around!!
- There are plenty of geopolitical uncertainties (when aren't their??)

An old saying is that the market climbs a wall of worry, and it's true. If you look hard enough there will always be reasons to sell, and reasons not to invest. Despite this, over time, equities go up, and being invested to some degree is the sensible option – and as always, stay diversified, have a plan, keep leverage manageable!

Here's to a bumper 2022!!

“The best strategy is the one you can stick with long enough to reap the benefits of compounding”.

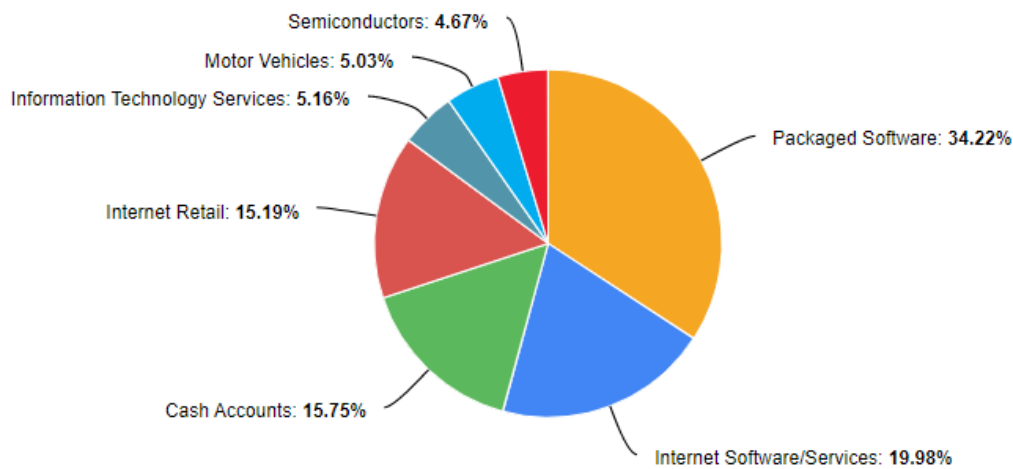
Please see next page for Charts and tables.

FUND FACTS

Inception	01 November 2018	Sharpe ratio	1.28*
Fund Size	4.520mm	Sortino Ratio	2.83*
Minimum Investment	AUD 50,000	Mid-Price	1.4770
Management Fee	Nil	Best Month	9.98%
Performance fee	15% of any returns above 6% pa	Worst Month	-5.5%
Other Fees	Any direct costs + 0.4% Buy/Sell spread	Website	www.ganecapital.com

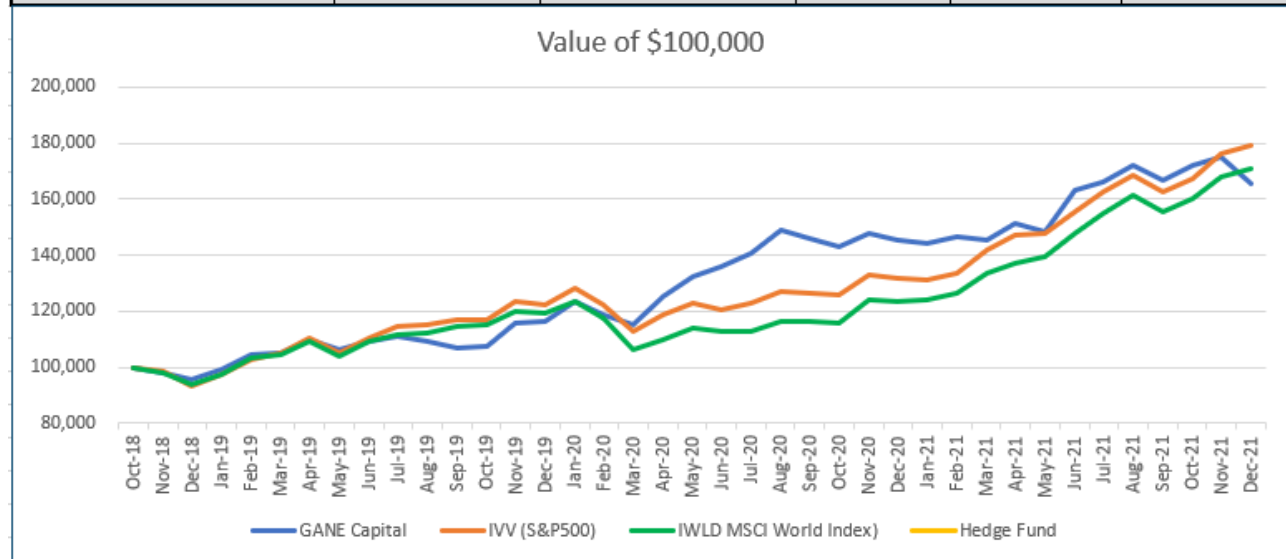
*ratios are calculated before Fees & Expenses.

PORTFOLIO BREAKDOWN



PERFORMANCE SUMMARY

GANE CAPITAL International Equity Fund	1 Month	Year to Date	1 year	Dec-21	Inception(p.a.)
GANE CAPITAL	-5.5%	13.7%	13.7%	19.4%	17.3%
BENCHMARK - S&P 500	1.9%	36.4%	36.4%	21.1%	20.3%
BENCHMARK - MSCI World	1.6%	38.2%	38.2%	19.7%	18.4%



Disclaimer – Information provided in this report is for general information purposes only and is not a recommendation to invest in the Fund. Any person wishing to invest in the Fund should review the Information Memorandum and seek legal, financial and taxation advice. The trustee and manager of the Fund is GANE Capital Pty Ltd (ABN 48 625 273 449, and AFSL No 525368). Only investors who are wholesale clients (as defined in s761G and s761GA of the Corporations Act 2001) may invest in the Fund. Past performance is no indicator of future performance. An investment may achieve a lower than expected return, and investors risk losing some or all of their principal investment.