JUNE COMMENTARY

The Fund made 2.4% in June and has returned 31.3% since inception (6.1% annualised vs 12.1% (VGS)). The breakdown of the Funds return between the different strategies was as follows:-

Hedge Fund Clone strategy	+1.0%
Global Asset Allocation strategy	+1.5%
US Sector strategy	+2.4%
AUDUSD Movement	-2.5%
Net Movement	+2.4%

	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	-10.95%	-11.26%	-1.20%	-6.81%	0.43%	-2.23%	1.93%	0.84%	-1.50%	4.04%	-1.47%	-3.10%	-28.10%
2023	0.66%	1.58%	1.69%	2.09%	1.53%	2.44%							10.40%

The US market had an exceptionally strong month, with the S&P up 6.5%. Other markets were more mixed, with Australia up 1.7%, bonds down 1.2%, and commodities up 2.9%. While Tech remained strong in June, the outperformer for the month was the consumer discretionary sector, which was up an amazing 12.2% - this seems to fly in the face of all the talk around of an imminent recession!!

The Fund's portfolio performed well, slightly below the market due to our smallish position in Bonds, however almost half the performance was offset by a strong AUDUSD, which took away 2.5% of performance.

Hedge Fund Clone strategy (20% of portfolio)

This strategy invests in stocks favoured by the leading Hedge Funds.

This strategy performed slightly below the US market in June – the portfolio was a bit of a mixed bag, with strong outperformers Transdigm (+15.5%) and Adobe (+17%) offset by weakness in Salesforce (-5.4%) and MELI(-4.3%).

Global Asset Allocation strategy (45% of portfolio)

This system invests in the 3 strongest Global Asset classes.

The Global strategy was mixed, with exposure to the S&P and Foreign Developed stocks positive, offset by the weakness in bonds, leaving a net +1.5% for the portfolio.

Going into June the strategy has rotated out of bonds, and back into Real Estate – exposure to the S&P 500 and Foreign Developed stocks remains unchanged.

US Sector strategy (35% of portfolio)

This strategy invests in the 3 strongest sectors of the US market.

Our sector strategy finally had a great month, after underperforming for most of the first half of the year. Exposure to Industrials (+11.2%), Communication (+4.7%), and Tech (+6%) led to the strategy contributing a strong 2.4% to the portfolio.

Theoretical Portfolio

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Full Year	VGS
2018											-3.18%	-1.91%	-5.41%	-6.00%
2019	2.94%	4.31%	2.31%	2.03%	-1.61%	1.84%	3.02%	2.54%	0.73%	-0.86%	3.93%	-1.09%	21.80%	28.14%
2020	5.12%	-3.73%	1.05%	1.33%	1.98%	-1.02%	2.94%	2.18%	-1.03%	-0.75%	2.59%	0.01%	10.90%	5.80%
2021	1.13%	2.61%	2.14%	3.51%	1.33%	5.96%	2.49%	2.30%	-2.06%	2.08%	1.69%	1.51%	27.40%	29.61%
2022	-0.72%	-4.15%	1.96%	2.04%	0.43%	-2.23%	1.93%	0.84%	-1.50%	4.04%	-1.47%	-3.10%	-2.20%	-12.40%
2023	0.66%	1.58%	1.69%	2.09%	1.53%	2.44%							10.40%	16.90%

Whilst this is a completely theoretical exercise, I thought it would be beneficial to include what portfolio returns would have looked like had we employed the same portfolio rules from the beginning, instead of from May 2022 forward. As a reminder the old portfolio was 100% the Hedge Fund clone strategy, which now comprises 20% of the new portfolio, and we added the Global Asset Allocation strategy (45%), and the US sector strategy (35%).

A couple of points jump out: -

1 - The annualised return on this theoretical portfolio comes in at 13.1% (vs 12.1% VGS), which is around the top end of our anticipated returns.

2 – There are far fewer losing months - 16 losing months in the new portfolio, vs 23 losing months in the old portfolio.

3 – The extremes are far smaller – the old portfolio had a best month of 9.98% and worst month of -11.2%, whereas the new portfolio has a best of 5.1% and worst of -4.1%.

Whilst past returns are no guarantee of future results, these results are exactly what I was looking to achieve when starting the Fund – Slightly better than index returns, with less volatility and drawdown. Hindsight is a wonderful thing, and it is easy to look back and go “what if”, but I do believe that we have taken the lessons doled out to us over the last few years, made the necessary adjustments, and are much stronger due to that going forward!

GANE CAPITAL

INTERNATIONAL EQUITY FUND

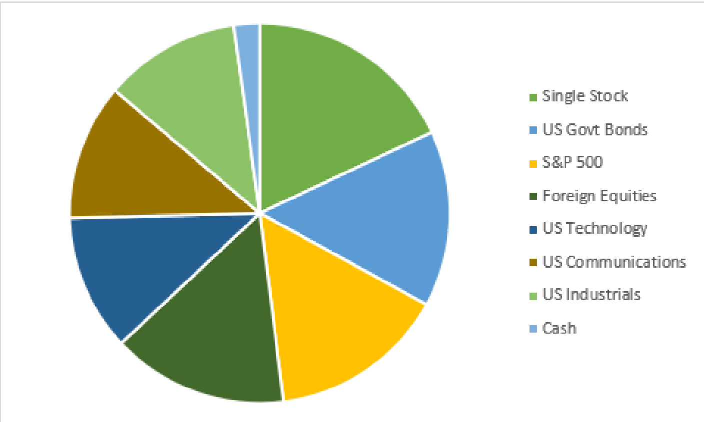
Monthly Report June 2023

FUND FACTS

Inception	01 November 2018	Sharpe ratio	0.27*
Fund Size	4.234mm	Sortino Ratio	0.40*
Minimum Investment	AUD 50,000	Mid-Price	1.1671
Management Fee	Nil	Best Month	9.98%
Performance fee	15% of any returns above 6% pa	Worst Month	-11.26%
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		Jun-23			
	1 Month	Year to Date	1 year	Strat Change	Inception(p.a.)
GANE CAPITAL	2.5%	10.4%	11.0%	7.6%	6.1%
BENCHMARK - VGS	2.5%	16.9%	21.9%	13.0%	12.1%