

Fund Outline

The Fund aims to maximise risk-adjusted total returns to investors by identifying and investing in a number of investment funds (underlying funds) with a focus on those assessed to have superior return potential. The Fund will be managed principally by adjusting the mix of underlying funds. Investing in underlying funds means the Fund can be exposed to a broad range of investments and asset classes. The goal is to manage the mix of underlying funds so as to obtain the combination of investment strategies that Bateau Asset Management believes will achieve the Fund's objectives. Initially the Fund will be up to 100% invested in the Ddraig Equity Fund, an underlying unlisted fund domiciled in the Cayman Islands, committed to delivering compelling risk adjusted investment returns with a focus on opportunities across global equities.

The Fund targets a return of 8-11% p.a. after fees and expenses over a period of 5 years.

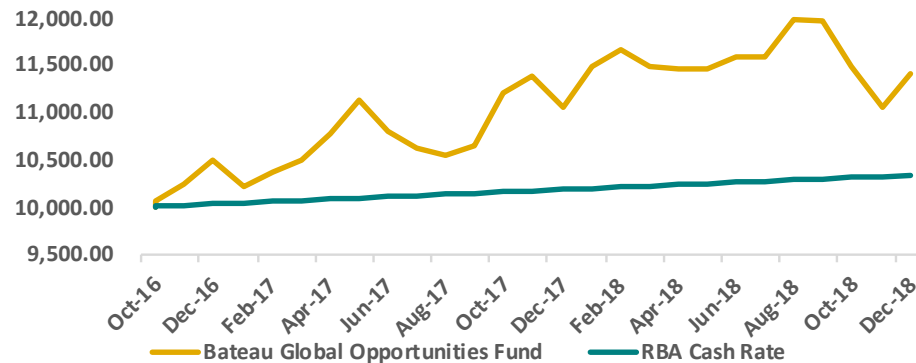
Factsheet as at 31 December 2018

Performance

Returns	1 Month %	3 Month %	6 Month %	1 Year p.a. %	3 Year p.a. %	5 Year p.a. %	Since Inception p.a. %
Fund	3.09	-4.82	-1.63	3.21	-	-	6.09
RBA Cash Rate	0.13	0.38	0.75	1.50	-	-	1.50
Outperformance	2.96	-5.20	-2.39	1.71	-	-	4.59

Notes
¹ Returns are calculated in accordance with the standards set out in the Financial Services Council (FSC) Standard No. 6
² Past performance is not a reliable indicator of future results

Growth of \$10,000 Since Launch



Holdings

Vanguard FTSE All-World ex-US ETF	2.42%
Ddraig Equity Fund Class A Shares	97.58%

Fund Details

Fund Manager	Bateau Asset Management Pty Ltd	Management Fee	1.65%
Responsible Entity	EQT Responsible Entity Services Limited	Buy/Sell Spread	+/- 0.05%
APIR code	SLT0068AU	Indirect Costs	1.82%
Fund ARSN	611 746 975	Performance Fee	15% of performance above the net Hurdle Rate (greater of RBA cash rate or High-Water Mark)
Launch date	14 October 2016	Distributions	Annual
NAV Unit Price	1.0958 (31st Dec-18)	Withdrawals	Monthly
Investment Strategy	Global equities, multi-manager, hedge	Min. Investment	A\$10,000
Investment Horizon	5 years+		
Investor Suitability	Long-term view and risk tolerance		
Risk Profile	1 2 3 4 5 6 7		



Market Review

	Units	Month End Value	Price Performance (% Chg)			
			1-day	1-mth	6-mths	1-year
Developed Markets Equities						
ASX 200	AUD	5,646	-0.14%	-0.37%	-8.85%	-6.90%
ASX 200 Futures	AUD	5,561	-0.82%	-0.96%	-8.73%	-5.68%
Dow Jones	USD	23,327	1.15%	-8.66%	-3.89%	-5.63%
S&P 500	USD	2,507	0.85%	-9.18%	-7.78%	-6.24%
Stoxx Europe 600	EUR	338	0.42%	-5.55%	-11.13%	-13.24%
FTSE 100 (UK)	GBP	6,728	-0.09%	-3.61%	-11.90%	-12.48%
DAX (Germany)	EUR	10,559	0.00%	-6.20%	-14.20%	-18.26%
CAC (France)	EUR	4,731	1.11%	-5.46%	-11.14%	-10.95%
Nikkei 225	JPY	20,015	0.00%	-10.45%	-10.27%	-12.08%
Emerging Markets Equities						
MSCI Emerging Markets	USD	966	0.32%	-2.92%	-9.71%	-16.64%
Shanghai Composite	CNY	2,494	0.00%	-3.64%	-12.42%	-24.59%
South Korea	KRW	2,041	0.00%	-2.66%	-12.26%	-17.28%
Taiwan	TWD	9,727	0.00%	-1.62%	-10.24%	-8.60%
Brazil	BRL	87,887	0.00%	-1.81%	20.79%	15.03%
South Africa	ZAR	46,727	0.50%	4.63%	-9.30%	-11.05%
Foreign Exchange						
AUDUSD	Currency	0.7049	0.03%	-3.52%	-4.81%	-9.73%
AUDGBP	Currency	0.5526	-0.34%	-3.55%	-1.43%	-4.41%
AUDEUR	Currency	0.6147	-0.10%	-4.80%	-3.00%	-5.52%
AUDCNY	Currency	4.85	0.06%	-4.44%	-1.00%	-4.59%
Commodities						
LME ALUMINIUM 3MO (\$)	USD/mt	1,846	0.05%	-5.72%	-13.46%	-18.61%
LME COPPER 3MO (\$)	USD/mt	5,965	-0.53%	-3.77%	-9.98%	-17.69%
LME NICKEL 3MO (\$)	USD/mt	10,690	-0.37%	-4.55%	-28.26%	-16.22%
SILVER FUTURE Mar19	USD/oz	15.54	0.67%	9.31%	-5.43%	-11.57%
ICE New c Coal Fut Jan19	USD/mt	102.05	-0.54%	-1.35%	-2.44%	13.77%
62% Import Fine Ore in USD	USD/t	70.45	0.00%	8.87%	16.56%	-0.47%
Gold Spot \$/Oz	USD/oz	1,282	0.14%	5.08%	2.39%	-1.56%
WTI Oil	USD/bbl	45.41	0.18%	-11.12%	-33.39%	-20.89%
Henry Hub	USD/mmBtu	3.19	-1.92%	-30.86%	7.32%	-9.95%
Corn	USD/Bu	375.00	-0.13%	2.32%	7.07%	6.91%
Wheat	USD/Bu	503.25	-1.61%	-2.42%	1.16%	17.86%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	2.32%	-0.04%	-0.27%	-0.31%	-0.31%
US	USD	2.68%	-0.03%	-0.30%	-0.18%	+0.28%
Germany	EUR	0.24%	+0.00%	-0.07%	-0.06%	-0.19%
Japan	JPY	0.00%	+0.00%	-0.09%	-0.03%	-0.05%
Italy	EUR	2.74%	+0.00%	-0.47%	+0.06%	+0.73%
Australian Rates						
Cash Rate	AUD	1.50%	+0.00%	+0.00%	+0.00%	+0.00%
90-Day BBSW	AUD	2.09%	+0.00%	+0.14%	-0.01%	+0.31%
180-Day BBSW	AUD	2.23%	+0.01%	+0.10%	+0.01%	+0.23%
CBOE Options						
CBOE VIX (Volatility Index)	Index	25.42	-10.30%	40.68%	57.99%	130.25%

Data as of 2 Jan 2019

EQT Responsible Entity Services Limited ("EQT") (ABN 94 101 103 011), AFSL 223271, is the Responsible Entity for the Bateau Global Opportunities Fund. EQT is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT). This information has been prepared by Bateau Asset Management ("Bateau"), to provide you with general information only. In preparing this information, we did not take into account the investment objectives, financial situation or particular needs of any particular person. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Neither Bateau, EQT nor any of its related parties, their employees or directors, provide and warranty of accuracy or reliability in relation to such information or accepts any liability to any person who relies on it. Past performance should not be taken as an indicator of future performance. You should obtain a copy of the Product Disclosure Statement before making a decision about whether to invest in this product.

Factsheet as at 31 December 2018

Global Markets Update

- **US markets.** As with equity markets globally, U.S. markets closed the year weaker, with the Dow Jones down -8.7% and S&P500 -9.2% lower over the December month.
- **Long-dated US treasury yields** were lower, with the 2-Yr yield at 2.49% and 10-Yr yield steady at 2.68%.
- **European markets.** European markets closed the 2018 year lower, with the Stoxx Europe 600 Index down -5.6% in the month, UK FTSE down -3.6% and German DAX, -6.2% lower as of the last trading session.
- **Asian markets.** Asian markets followed other global markets, ending weaker, with the Nikkei declining -10.5%, KOSPI -2.7% lower, and the Shanghai Composite -3.6% down. Asian tech stocks following the news of arrest of Wanzhou Meng, CFO of Huawei Technologies Co., in relation to alleged violations of Iran sanctions. Media reported that German government is trying to make it easier for Deutsche Bank to merge with competitor Commerzbank.
- **Commodities.** Over the month, WTI oil price declined as expected by -11.1% to US\$45.41/bbl, iron ore prices increased +8.9% to US\$70.45 per tonne, whilst spot gold gained +5.1% to US\$1,282 per ounce.
- **ASX performance.** The ASX200 performed well compared to its global peers, down 0.4%.

In political news:

- Among the key talking points expected in the early new year revolves around the U.S. government shutdown, U.K Brexit-deal vote, U.S-China trade talks and details coming out of the annual gathering of China's legislature.
- U.S. and China agreed to hold off on new tariffs and intensify trade negotiations. U.S. Treasury Secretary Steven Mnuchin noted that China and the U.S. plan to hold meetings next month to negotiate a trade truce.
- Although the U.S. President does not have the legal authority to do so, Donald Trump discussed firing Federal Reserve Chairman Jerome Powell after the latest rate hike.
- Theresa May won a vote of confidence in her leadership of the Conservative Party, with Tory members of Parliament backing her by 200 to 117 in the secret ballot.

In economic news:

- The Reserve Bank of Australia (RBA) decided to keep the rates on hold at 1.5%.
- The U.S. Federal Reserve tightened monetary policy, with balance sheet contraction ongoing. Interestingly, the central bank trimmed their outlook for future rate hikes and observed softening global economic conditions.
- Chinese policy makers confirmed that they intend on further monetary and fiscal support in 2019 as the economy grapples with a slowdown and U.S-China trade tensions.

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