

Fund Outline

Factsheet as at 31 May 2018

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.

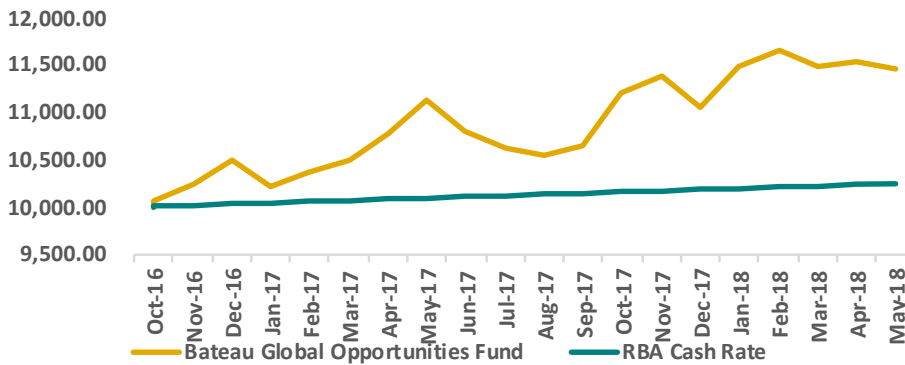
The Fund targets a return of 8-11% p.a. after fees and expenses over a period of 5 years.

Performance

Returns	1 Month	3 Month	6 Month	1 Year	3 Year	5 Year	Since Inception
	%	%	%	p.a. %	p.a. %	p.a. %	p.a. %
Fund	-0.65	-1.73	0.62	2.87	-	-	8.69
RBA Cash Rate	0.13	0.38	0.75	1.51	-	-	1.51
Outperformance	-0.78	-2.10	-0.13	1.36	-	-	7.18

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	1.29%
Ddraig Equity Fund Class A Shares	98.31%
Cash	0.40%

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	1.1453 (31st May-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	6,012	0.45%	0.49%	0.70%	5.02%
ASX 200 Futures	AUD	6,016	0.35%	0.84%	1.69%	7.35%
Dow Jones	USD	24,416	-1.02%	1.05%	0.59%	16.22%
S&P 500	USD	2,705	-0.69%	2.16%	2.18%	12.17%
Stoxx Europe 600	EUR	383	-0.63%	-0.59%	-0.94%	-1.78%
FTSE 100 (UK)	GBP	7,678	-0.15%	2.25%	4.80%	2.10%
DAX (Germany)	EUR	12,605	-1.40%	-0.06%	-3.22%	-0.08%
CAC (France)	EUR	5,398	-0.53%	-2.21%	0.48%	2.17%
Nikkei 225	JPY	22,202	0.83%	-1.18%	-2.30%	12.98%
Emerging Markets Equities						
MSCI Emerging Markets	USD	1,121	0.72%	-3.75%	-0.01%	11.48%
Shanghai Composite	CNY	3,095	1.78%	0.43%	-6.68%	-0.70%
South Korea	KRW	2,423	0.58%	-3.67%	-2.15%	3.22%
Taiwan	TWD	10,875	0.50%	2.04%	2.98%	8.31%
Brazil	BRL	76,754	0.00%	-10.87%	6.65%	22.39%
South Africa	ZAR	49,784	1.01%	-3.15%	-6.54%	5.58%
Foreign Exchange						
AUDUSD	Currency	0.7568	-0.09%	0.50%	0.03%	1.86%
AUDGBP	Currency	0.5691	-0.19%	4.02%	1.73%	-1.27%
AUDEUR	Currency	0.6472	-0.34%	3.82%	1.83%	-2.07%
AUDCNY	Currency	4.85	-0.11%	1.50%	-3.36%	-4.39%
Commodities						
LME ALUMINUM 3MO (\$)	USD/mt	2,292	0.97%	1.64%	11.91%	18.88%
LME COPPER 3MO (\$)	USD/mt	6,852	0.18%	0.66%	1.33%	20.59%
LME NICKEL 3MO (\$)	USD/mt	15,220	0.59%	11.50%	36.99%	69.68%
SILVER FUTURE Jul18	USD/oz	16.46	-0.52%	0.35%	-0.94%	-7.63%
ICE New c Coal Futs Jul18	USD/mt	107.90	1.41%	10.67%	21.85%	62.26%
62% Import Fine Ore in USD	USD/t	61.57	0.26%	-2.76%	-10.42%	9.81%
Gold Spot \$/Oz	USD/oz	1,299	-0.22%	-1.28%	1.84%	2.33%
WTI Oil	USD/bbl	67.04	-1.72%	-2.10%	18.65%	36.65%
Henry Hub	USD/mmBtu	2.89	2.06%	4.99%	-1.85%	-3.76%
Corn	USD/Bu	394.00	0.13%	0.38%	15.29%	5.91%
Wheat	USD/Bu	526.25	0.81%	2.68%	28.59%	22.60%
Fixed Interest						
10-Yr Bond Yield						
Australia	AUD	2.67%	+0.02%	-0.10%	+0.17%	+0.28%
US	USD	2.86%	+0.00%	-0.09%	+0.45%	+0.66%
Germany	EUR	0.34%	-0.03%	-0.22%	-0.03%	+0.04%
Japan	JPY	0.04%	+0.01%	-0.02%	+0.00%	-0.01%
Italy	EUR	2.79%	-0.12%	+1.01%	+1.05%	+0.59%
Australian Rates						
Cash Rate	AUD	1.50%	+0.00%	+0.00%	+0.00%	+0.00%
90-Day BBSW	AUD	1.98%	+0.00%	-0.05%	+0.24%	+0.25%
180-Day BBSW	AUD	2.09%	+0.01%	-0.06%	+0.18%	+0.24%
CBOE Options						
CBOE VIX (Volatility Index)	Index	15.43	3.28%	-3.14%	36.79%	48.22%

Data as of 31 May 2018

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.

Contact Us

Unit Registry - Mainstream Fund Services
GPO Box 4968,
Sydney NSW 2001.
T: 1300 133 451
T: +61 2 9247 3326
F: +61 2 9251 3525
E: registry@mainstreamgroup.com

Factsheet as at 31 May 2018

Global Markets Update:

- **US markets.** US markets were stronger at month-end, with the Dow Jones +1.1% and S&P500 +2.2% higher, as geopolitical tensions (both on trade and North Korea) subsided.
- **Long-dated US treasury yields** were slightly lower, with the 10-Yr yield up to 2.86%.
- **European markets.** European markets saw mixed results with the Stoxx Europe 600 Index -0.6% lower, UK FTSE +2.3% higher and German DAX flattish.
- **Asian markets.** Asian markets saw mixed results over the month, with the Nikkei -1.2% weaker, KOSPI down -3.7% lower, and the Shanghai Composite down +0.5% higher. The MSCI Emerging Markets Index slipped -3.8%.
- **Commodities.** Over the month, WTI oil price declined -2.1% to US\$67.04/bbl, iron ore prices were -2.8% lower at US\$61.57 per tonne, whilst spot gold declined -0.2% to US\$1,299 per ounce.
- **ASX performance.** The ASX200 gained +0.5% throughout the month.

In political news:

- Italy is amidst political turmoil, due to the power struggle between Eurosceptic populists (the winners of the March election) and pro EU establishment politicians.
- The EU is looking to negotiate a trade deal with the U.S. to avert Trump's steel and aluminium tariffs, which are due to be implemented on June 1.
- President Trump called the collapse of a planned summit as a set-back for both the world and North Korea and noted that the U.S. military is ready if necessary in the event of a conflict on the Korean peninsula. However, later in the month, the White House announced its preparations for a revived North Korea summit.
- President Trudeau stated during trade negotiations with the US, that Canada would rather see NAFTA as a trade deal cease than accept hard-line demands of President Trump.

In economic news:

- The British pound dipped to its lowest level since November, on depreciating economic indicators of the British economy.
- Japan's retail sales picked up, beating consensus expectations, despite prior dips in figures, aiding the BOJ governor in meeting his target rate of 2% inflation generation.
- Australian RBA decision. As widely expected, the RBA left the cash rate unchanged at 1.5% for the 20th consecutive time.
- U.S Federal Reserve officials noted in their meeting minutes that the economic outlook justified another rate hike imminently and indicated they would welcome a modest overshoot of their 2% inflation target, which implies they are in no rush to hike rates more aggressively.
- US data on job openings surged by 472,000 to a record 6.55 million and US small business optimism rose higher than consensus estimates.
- US Trade Balance declined to -\$49.0b from prior levels at -\$57.7b.
- US Unemployment rate declined to 3.9%, versus estimates of 4.0%.

