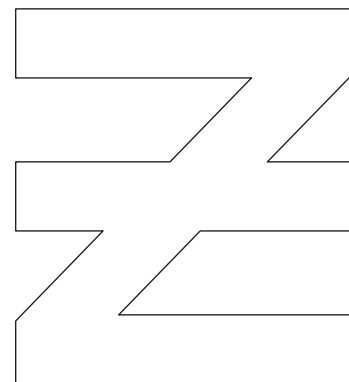


Ellerston Australian Absolute Return Fund



Monthly Newsletter, September 2023

Investment Objective

The Fund targets absolute returns with an annualised return objective of 5% above the RBA Cash Rate over rolling five-year periods.

Investment Strategy

The Fund seeks to provide investors with a return profile that has a low correlation with traditional asset classes. The Fund aims to generate positive returns in all market environments by reducing the majority of market risk and focusing on capital preservation and alpha generation.

Key Information

Inception Date **	3 June 2013
Portfolio Manager	Ashok Jacob
Application Price	\$1.0194
NAV Price	\$1.0169
Redemption Price	\$1.0144
Current Total NAV	\$7,811,729
Liquidity	Daily
Gross Exposure	146.59%
Net Exposure	20.18%
Management Fee	1.20% p.a.
Performance Fee	20%
Buy/Sell Spread	0.25% on application 0.25% on redemption

PERFORMANCE SUMMARY

Performance	1 Month	3 Months	6 Months	1 Year	3 Years (p.a.)	5 Years (p.a.)	Since Inception (p.a.) **
Net[^]	0.89%	-2.39%	-0.56%	-9.62%	-1.23%	1.99%	4.86%
Benchmark*	0.33%	1.02%	1.97%	3.51%	1.39%	1.20%	1.59%
Alpha	0.56%	-3.41%	-2.53%	-13.13%	-2.63%	0.79%	3.26%

[^] Net return figure is calculated after fees & expenses. Past performance is not a reliable indication of future performance.
* RBA Cash Rate

PERFORMANCE

The Ellerston Absolute Return Fund delivered 0.89% in September 2023.

COMMENTARY

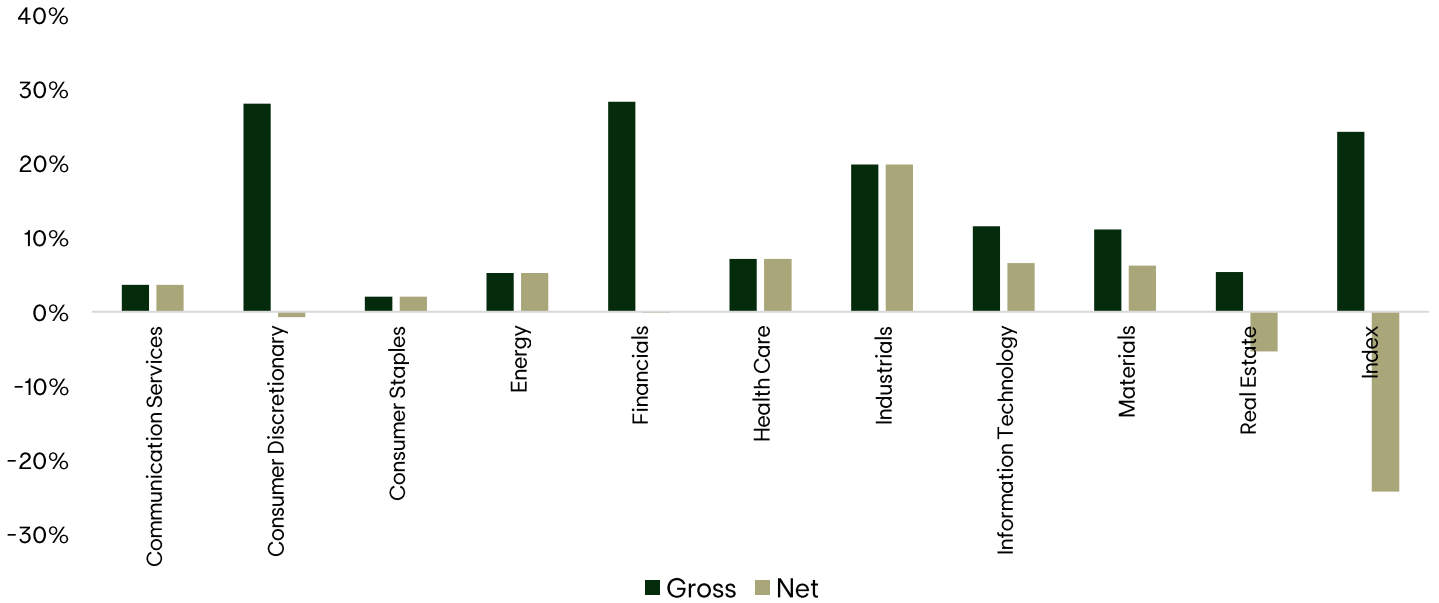
Generation Development Group (GDG AU) is a specialist provider of investment bonds solutions, along with an investment-linked lifetime annuity product. During September the stock rallied by 11%, following a very strong FY23 result. While it's been a volatile period in financial markets, we were pleased with the rebound in sales throughout the quarter and we expect this momentum to continue in FY24. Additionally, Lonsec (of which GDG owns 49%) continues to thrive, with the Investment Solutions division continuing to outperform.

The recently launched lifetime annuity product is small but gaining momentum, and we are optimistic about this opportunity which is supported by regulatory and demographic tailwinds.

See below for Portfolio Characteristics.

PORTFOLIO CHARACTERISTICS

Sector Exposure

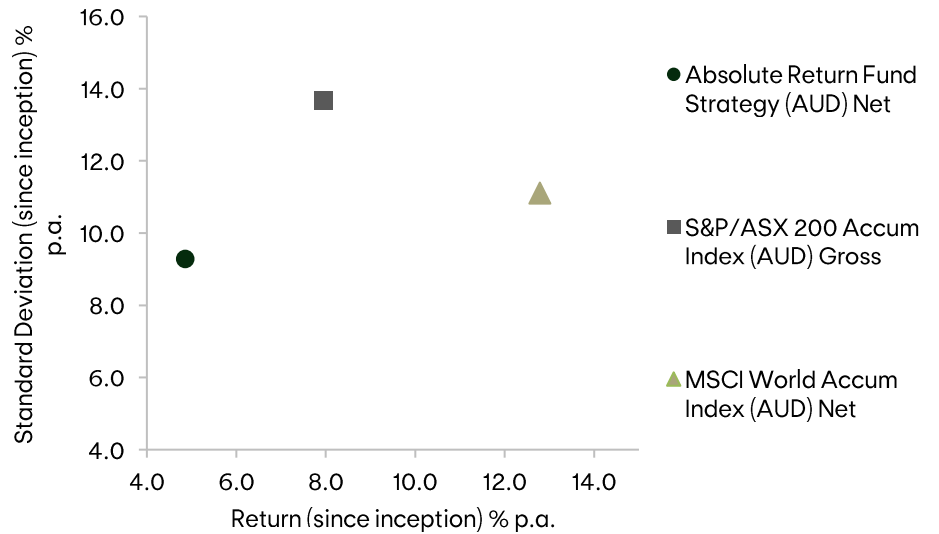


Source: Ellerston Capital.

Top 10 Holdings (Alphabetical, Long Only)

- ALS Ltd.
- EQT Holdings Ltd.
- EVT Limited
- Generation Development Group
- Helloworld Travel Ltd
- IPH Ltd.
- Kelsian Group Limited
- Propel Funeral Partners Ltd.
- Qoria Limited
- SmartPay Holdings Limited

Strategy Performance & Volatility



Source: Ellerston Capital.

RG240 Fund Disclosure Benchmark – Periodic Reporting (monthly)

- **Net Asset Value of the Fund and Redemption Price of Units**

Please refer to the details on page one.

- **Any changes to key service providers including any change in related party status**

There have been no changes to key service providers, including any change in related party status.

- **Net returns after fees, costs and relevant taxes**

Please refer to the details on page one.

- **Any material changes to the Fund's risk profile and strategy**

There have been no changes to the Fund's risk profile and strategy.

- **Any material changes related to the primary investment personnel responsible for managing the Fund**

Please refer to the details on page one; there have been no changes to the primary investment personnel responsible for managing the Fund

Contact Us

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Find out more

Should investors have any questions or queries regarding the Fund, please contact our Investor Relations team on **02 9021 7701** or **info@ellerstoncapital.com** or visit us at **ellerstoncapital.com**

All holding enquiries should be directed to our register, Automic Group on **1300 101 595** or **ellerstonfunds@automicgroup.com.au**

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