

# WaveStone Capital Absolute Return Fund

## Quarterly Fund Report - December 2021

### Portfolio returns

The Fund delivered a total return of 1.8% for the December quarter after all fees and expenses. The RBA Cash Rate returned 0.0% over the same period.

Performance	Quarter %	1 year %	3 years % p.a	5 years % p.a	10 years % p.a	Inception % p.a <sup>1</sup>
Fund return (including franking credits) <sup>2</sup>	1.8	17.4	11.9	9.0	10.5	8.1
RBA Cash Rate <sup>3</sup>	0.0	0.1	0.5	0.9	1.7	2.2
Average Daily Net Equity Exposure	81	81	78	78	77	77
S&P/ASX 300 Accumulation Index	2.2	17.5	14.0	9.9	10.8	8.2

Past performance is not a reliable indicator of future performance. Data source: Fidante Partners, 31 December 2021.

<sup>1</sup>The inception date for performance is 30 September 2009. Performance data excluding franking credits is available from 30 September 2009. Performance data including franking credits since the Fund's legal inception date of 5 September 2006 is available by contacting Fidante Partners.

<sup>2</sup>After all fees and expenses, excluding franking credits and assumes all distributions are reinvested.

<sup>3</sup>The Performance Fee Hurdle is calculated as the higher of: 1) The RBA Cash Rate; or 2) 3.75% p.a. (exclusive of GST) (resulting in an absolute return hurdle including management fees, of 5% p.a. (exclusive of GST)). The Performance Fee hurdle is reviewed quarterly. The Performance Fee Hurdle applied for the October to December quarter was 3.75% p.a. (exclusive of GST).

### Fund Facts as at 31 December 2021

APIR Code	WCL0001AU
Inception date	05 September 2006
Management fee + (Performance Fee)	1.25% p.a + (15% of the Fund's daily return (after fees and expenses and after adding back any distributions paid) above the Fund's Performance Benchmark) <sup>1</sup>
Buy/sell spread	+0.00% / -0.00%
Fund size	\$31.0M
Unit price <sup>2</sup>	\$1.5508

Data source: Fidante Partners.

<sup>1</sup>The performance fee is applied on the outperformance over the benchmark after deduction of fees and expenses and after adding back any distributions paid.

<sup>2</sup>Unit price is calculated as of the last day of the month and is quoted after performance and all other fees have been taken out.

### Fund features

**Variable Beta:** the flexibility to reduce market exposure to cushion falls.

**Alpha extension:** the flexibility to borrow long and sell short. This increases the available opportunity to add value.

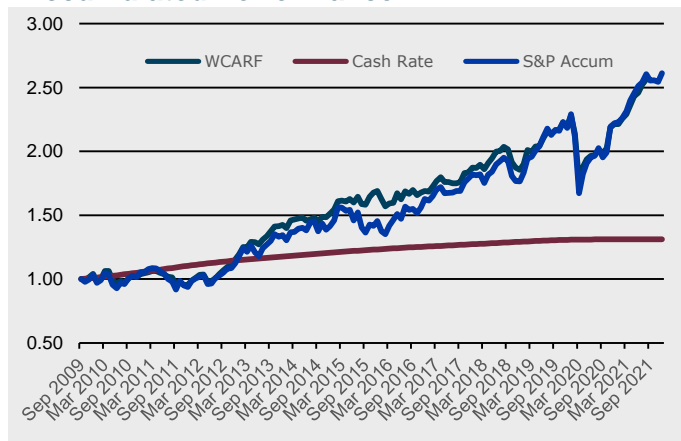
**Experienced investment professionals:** access to experienced investment professionals with over 20 years of experience.

**Proprietary research model:** WaveStone undertake significant proprietary research to identify quality businesses that display sustainable competitive advantage.

**Capture growth:** access to a portfolio that has the potential to provide long-term capital growth.

**Tax benefits:** aims to deliver low fund turnover and pass through tax benefits (franking credits) to its investors.

### Accumulated Performance



The above graph tracks the Unit price (assuming distributions are reinvested) of the WaveStone Capital Absolute Return Fund against comparable benchmarks since inception. Inception date for performance is 30 September 2009. Performance data excluding franking credits is available from 30 September 2009. Performance data including franking credits since the Fund's legal inception date of 5 September 2006 is available by contacting Fidante Partners. The benchmarks returns assumes dividends have been reinvested and have been prepared on the basis that the benchmark was \$1 at inception.

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