

Investors Mutual Private Portfolio Fund

30 June 2021

Investors Mutual launched the Private Portfolio Fund in 2018 to mark IML's 20-year anniversary. Leveraging IML's strength in bottom-up, fundamental research to identify opportunities, the Fund's approach to investing is benchmark unaware and unconstrained - focussed only on achieving the portfolio's investment objectives.

Investment objectives

- **Positive net returns** of 3% above the RBA cash rate over rolling four-year periods
- **Low volatility** – the fund is targeting 50% lower volatility than the ASX 300

Investment guidelines

- **No financial gearing** of the portfolio
- Focus on **Australian and New Zealand** listed securities
- **Prudent derivatives strategies** to protect the portfolio and generate returns
- Opportunistic **short selling** of assets

Who is the Private Portfolio suited to?

The Portfolio suits investors who are looking for the following characteristics over a four to five-year time horizon:

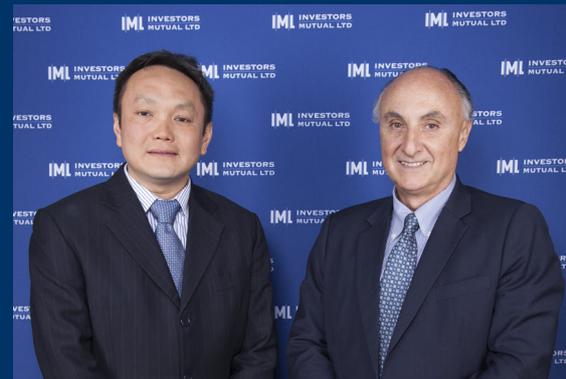
- consistent, **positive returns**
- with **lower volatility than**, and **low correlation to** the sharemarket in general

Investment approach

The Portfolio will utilise three key strategies to generate returns throughout changing market conditions:

1. **Relative value:** investing in reasonably valued assets with attractive characteristics and at times short-selling overvalued and/or structurally challenged assets.
2. **Events:** targeting corporate event catalysts such as takeovers, M&A, buybacks, capital issues and restructures.
3. **Income:** utilising IML's research and stock-selection capabilities to target inefficiencies in the market and to derive income from prudent option strategies.

About the Portfolio Managers



Tuan Luu and Anton Tagliaferro

Portfolio Managers Anton Tagliaferro and Tuan Luu have more than 50 years combined experience in the funds management industry.

Anton is IML's Investment Director and Founder which he started in 1998 as a boutique, value style Australian equities fund manager. Anton is the Portfolio Manager for IML's Australian Share Fund, All Industrials Share Fund, Equity Income Fund and QV Equities, an ASX listed investment company.

After training and working as a Chartered Accountant in London, Anton joined the funds management industry in 1986. Anton has a Bachelor of Arts in Accountancy (Hons) and is a Chartered Accountant.

Tuan joined IML in March 2017. He is currently a Portfolio Manager for the IML Equity Income Fund. Tuan commenced his funds management career at BNP Paribas Asset Management in 1997, with Anton Tagliaferro. Over the past 20 years, Tuan has developed a specialisation in absolute-return funds management with particular focus in options, event-driven and relative-value trading.

Tuan holds a Master of Applied Finance and a Bachelor of Science from Macquarie University. He is a Senior Associate of the Financial Services Institute of Australasia and Statistical Society of Australia.

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Fund facts

ARSN	624 888 035
APIR	IML2681AU
Inception	01 July 2018
Benchmark	RBA Cash Rate
Portfolio Managers	Anton Tagliaferro and Tuan Luu
Investment horizon	Four to five years
Minimum initial investment	\$50,000
Minimum additional investment/ redemption	\$5,000
Distributions	Generally half-yearly
Management fee	Management Fee 0.993% (including GST net of RITC) of the Net Asset Value (NAV) of the Fund.
Performance fee	Performance fee 10.25% (including GST net of RITC) of performance in excess of 3% above the Benchmark. The performance fee is capped at 1.5% of the average NAV in each financial year.
Asset classes and allocation range*	Cash: 0% – 200% Australian & New Zealand Equities (Long): 0% - 100% Australian & New Zealand Equities (Short): 0% - 100%
Ratings	Zenith: RECOMMENDED SQM: Superior 4.25 stars

*In addition to securities listed on the ASX in Australia and NZX in New Zealand, the Fund may invest in listed futures and options; bonds, notes and other interest-bearing securities. The Fund may also invest in ASX and NZX securities listed on offshore exchanges in limited circumstances where the security becomes dual listed or develops an association with a global security via a corporate transaction.

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INVESTING FOR
20
Years
1998-2018