ELLERSTON CAPITAL

Ellerston Australian Market Neutral Fund

PERFORMANCE REPORT March 2016

Fund performance^ (Net)

Net	Jan	Feb	Mar	April	May	June	July	Aug	Sept	Oct	Nov	Dec	YTD
2016	-0.97%	-1.03%	0.80%										-1.21%
2015	-0.15%	1.09%	1.41%	1.04%	-0.11%	1.29%	0.71%	1.11%	0.88%	0.59%	1.37%	1.09%	10.81%
2014	2.50%	0.33%	0.93%	-0.47%	2.31%	3.60%	1.24%	2.42%	3.16%	-0.82%	1.53%	-0.95%	16.82%
2013						0.48%	1.12%	1.74%	1.38%	2.87%	-0.34%	2.54%	10.18%

^ The net return figure is calculated after fees & expenses. The gross return is calculated before fees & expenses. Past performance is not a reliable indication of future performance. The benchmark is the RBA Cash Rate. The Fund commenced on 3 June 2013.

Return	Net	BM	Alpha	Gross	Portfolio Metrics	
1 Month	0.80%	0.17%	0.63%	1.19%	Positive months	76%
3 Months	-1.21%	0.49%	-1.71%	-1.29%	No. Relative Value positions	76
FYTD	4.61%	1.50%	3.10%	6.39%	No. Special Situations	18
1 Year	6.94%	2.03%	4.91%	9.55%	Net Equity Exposure	15.7%
Since inception	40.89%	6.76%	34.13%	55.82%	Gross Portfolio Exposure	96.3%
Since inception p.a	12.86%	2.34%	10.53%	16.95%	Beta Adjusted	9.2%
					Correlation Coefficient (vs ASX 200 Accum)	-0.12
					Net Sharpe Ratio (RFR = RBA Cash)	2.6

Performance

March saw a return to form, with the Fund returning +0.8% on a net basis. Net equity exposure was +15.7% at month-end and +9.2% on a beta-adjusted basis while gross exposure ended the month at 96.3%.

Oneview Healthcare (+20.7%) had an admirable debut on the Australian stock exchange during the month and was the principal contributor to performance. The position is held within Special Situation strategy and is discussed later in the report.

A dairy pair containing a long in Murray Goulburn (+23.4%) hedged against Bega Cheese (+1.8%) was another significant contributor to performance in March.

During the month, Murray Goulburn announced that it had secured a long-term supply agreement with Indonesia's leading consumer health and infant nutrition company, Kalbe Nutritionals, with the share price reacting positively. Kalbe manufactures and distributes premium quality pharmaceuticals, energy drinks, and nutritional products for sale in Indonesia and Asia. It also operates a sophisticated distribution and logistics division which provides the widest distribution coverage for pharmaceutical and nutritional products in Indonesia, covering all 33 Indonesian provinces and reaching approximately one million outlets throughout the country. The new agreement builds on the existing partnership with both parties committed to transact significant minimum annual volumes over time.

We unwound two pairs containing a long in Mirvac Group (+5.7%) - one hedged against Vicinity Centres (+2.6%) and the other against Shopping Centres Australasia (+0.9%). Mirvac was a standout candidate on the long-side as it had significantly underperformed the REIT sector and was one of only a few trusts trading below NTA. Speculation intensified during the month that the Sovereign wealth fund, China Investment Corporation (CIC), Blackstone, and Mirvac were considering a counter-offer for takeover target Investa Office Fund (+5.5%), with a source close to the consortium stating an offer of A$3.80/share will only proceed if the Dexus Property Group (+5.4%) bid fails. The potential increase in Funds Under Management led to a increase in Mirvac's share price with both pairs eventually closed for a positive contribution.

The Origin Energy Subordinated Note (+2.9%) added value in the month as it continued to re-rate ahead of its redemption or conversion in December 2016. News of Origin's LNG project shipping its first cargo in 1Q with the second train expected during the subsequent quarter also assisted the re-rate, as did the company's selection of Engineering and infrastructure firm RCR Tomlinson (+13.6%) to design and engineer a 200MW solar project.

The Nufarm Finance Note (+2.6%) also added value when the chairman, Zhang Hua of one of China's biggest glyphosate producers secured a 5.16% holding in Nufarm (+9.6%) sparking speculation about a potential takeover. In a statement to the ASX, the chairman said the transaction was "currently" intended as a financial investment in Nufarm with no intention to seek control, to request a board seat, influence the composition of the board, or the conduct of its affairs. He further stated that he reserves the right to assess their strategy and respond to market, economic, company, or third party developments, including increasing or decreasing his holdings from time to time. This did little to deflate speculation amid industry consolidation around the globe. On the downside, the Bendigo & Adelaide Bank Note (-1.8%) was a minor detractor as credit concerns infiltrated the sector.

A pair containing a long in Hotel Property Investments (+9.1%) and a short in Shopping Centres Australasia was another contributor within Relative Value. In late February, HPI announced a threefold increase in their statutory profit from A$7.3m to A$30.2m, a 14% increase in their interim distribution from $0.079 to $0.09, and a healthy uplift in their NTA to $2.18 (previously $2.07). The news prompted a well-regarded analyst to upgrade the stock to overweight with the share price reacting positively. We continue to hold the pair as HPI has a 100% occupancy rate with large scale gaming venues leased to Coles and the Australian Leisure and Hospitality Group with growth underpinned by contractual rental increases averaging 3.9% per annum.

The Fairfax Media (+14.7%) buy-write also supplemented performance, with Fairfax having the benefit of commencing March with the share price at a low not seen July 2015. The company released soft 1H FY16 results during February with the market particularly concerned about commentary regarding the trading conditions in the first seven weeks of 2H FY16. Fairfax stated that revenue was 1% to 2% below last year's corresponding period which they deemed solid in the context of continued weak print trends. Market participants however, were unconvinced and the share price suffered to end February down 13.0%.

The stock price then recovered in March as news filtered through of Nine Entertainment (+10.2%) acquiring a 9.99% stake in Southern Cross Media Group (+2.3%), yet another example of media companies positioning themselves ahead of potential media reforms.

Other examples include Bruce Gordon's 15% stakes in Nine Entertainment and Ten Network Holdings (-1.5%), News Corp's (+7.9%) 15% shareholding in APN News & Media (+9.2%), and Seven Group's (-3.9%) 11% long-term holding in Prime Media Group (-5.6%) to name a few.

A modest increase in the share price of Appen (+2.1%) added to the performance of the Fund. We continue to hold the position as their strong balance sheet (net cash of A$12.7m versus A$8.6m in FY14) enables it to potentially grow in the medium term via accretive acquisitions. Interestingly, Appen was recently ranked as the best performing IPO in 2015 (+234.3%) according to Deloitte.

A long position in takeover target Recall Holdings (+10.4%) hedged against Iron Mountain (+17.3%) was the largest detractor within Special Situations. The spread widened during the month as the market waited impatiently for the Australian Competition and Consumer Commission (ACCC) to conclude market testing relating to Iron Mountain's proposed undertaking to divest Australian assets. The ACCC had significant concerns that the proposed acquisition, in the absence of the undertaking, would have substantially lessened competition for physical document management services. In light of the ACCC's concerns, Iron Mountain has undertaken to divest Recall's entire Australian business, other than its local records management customers in the Northern Territory and its data protection business. In effect, this undertaking would unwind the proposed acquisition in the regions of concern within Australia. On the last day of March, the ACCC stated that it will not oppose the acquisition, as did United Kingdom's Competition and Markets Authority (CMA). Since those announcements, the regulatory authorities in both the US and Canada have also approved the transaction. The spread has subsequently narrowed in April, more than accounting for the detraction experienced in March.

Pairs featuring a short position in BWP Trust (+5.6%) hedged with longs in GDI Property Group (+0.6%) and Peet (-0.7%) were the primary detractors to the Relative Value strategy. We continue to maintain the positions as BWP trades at a 35.7% premium to the last stated NTA of A$2.52, which we believe is unsustainable. And though BWP's low gearing and weighted-average-cost-of-debt seemingly provide scope to debt-fund acquisitions, finding the appropriate opportunities in the current environment is extremely challenging. In addition, there are 4 assets (Altona, Blacktown, Belmont North, and Cairns) that are earmarked for sale which would be EPS dilutive if sold.

A pair within the Consumer Staples sector was established in which a long in Ridley Corp (-4.7%) was coupled with a short in Elders (-2.0%). Ridley operates stock-feed mills, which produce and distribute animal feed products for the beef, dairy, pig, and poultry industries. Elders also offer rural services by way of brokering and processing wool, buying and selling grain, and retails seed, fertilizer, and other farm products. Competition though is now growing between Australia's major rural land selling agents as farm sales volumes are expected to come out of a trough and major institutional and private investors seek to gain a foothold in the growth area of agriculture. Elders, for instance, sold more than A$1.4b in real estate last year, while Ridley Corp announced the sale of the 5,500ha parcel of land, which includes 30km of coastline from Dry Creek to Middle Beach, to an Adelaide Resource Recovery associate. Ridley, which ended salt extraction at the site in 2014, received more than 20 offers from potential buyers, but settled on a A$35m deal with the unnamed entity.

Touchcorp (-15.3%) was a modest detractor to Special Situations despite successfully securing a further 5 year term of its agreement with Optus, a relationship they have maintained since 2000.

The volume of transactions processed by Touchcorp is expected to steadily increase over time, and notwithstanding the one-off costs relating to the renewal of the agreement (which will be principally absorbed in FY16), and the lower commission rate provided for under the terms of the renewed contract, Touchcorp expects to realise significant revenue from the renewed Optus contract.

Yowie (-6.3%) detracted value in March, despite securing another tier 1 client during the period. Yowie chocolate products will go on sale in around 6,500 Walgreens stores from April 2016, with 10,000 cases of product already in the process of dispatch. This new account is another encouraging step in reducing the concentration risk of its customer base and further diversifies the company's sales channels. Walgreens is the largest chain in the United States in terms of sales and profits with annual sales of over US$76b in 2015, employs over 240,000 people, and has more than 8,000 stores across all states, the District of Columbia, Puerto Rico, and the Virgin Islands. Approximately 76% of the United States population live within five miles of a store with total store traffic of 8 million customers a day. Furthermore, the chain's mission includes support for environmental initiatives which aligns it with the Yowie brand mission to "Save the Natural World".

Activity

Relative Value – Gross Contribution +1.0%

A banking pair was introduced early in the month featuring a long in Commonwealth Bank (+6.8%) hedged against a short in Westpac (+5.6%). The sector came into focus in late March when Westpac flagged pockets of housing stress in Queensland and Western Australia during their strategy briefing. This however was overshadowed when ANZ (+4.7%) updated the market on their deteriorating credit quality, which caused the company to lift its bad and doubtful debt provisions by at least A$100m just a month after their 1Q16 trading update quoted the figure to be A$800. Recent credit events for single names were the catalyst, namely Peabody's missed interest payment and Arrium's (+22.2%) planned recapitalization, but the sector as a whole is experiencing challenges with further risks associated with Aurizon (-2.7%), Dick Smith, and Slater & Gordon (-55.2%). Investors were already anxious due to bank profits growing at their slowest pace in six years, and the spread between the paired names swiftly contracted for a modest contribution to the Fund.

Early in the month we profitably unwound an Infrastructure pair containing a long in Sydney Airport (+3.7%) coupled with a short in Transurban Group (0.0%). Sydney Airport released strong FY15 results during February, with revenue of A$1,229m and EBITDA of A$1,003m, causing the share price to rise +2.7% on the day. Shortly after though, the price fell back to pre-announcement levels which provided us the opportunity to establish the position. In early March, Qatar Airways celebrated the arrival of its inaugural flight from Doho to Sydney, making it the airline's third gateway into Australia. The airline will operate a Boeing 777-300 daily from Doho to Sydney, with the airport benefiting from the increased passenger flows. The share price rallied off the back of the news which allowed us to unwind the pair for a modest profit.

We were active in the REITs sector, closing several positions profitably during the period. Once such pair featured a long in Aveo Group (+5.7%) hedged against GPT Group (+1.6%). Aveo announced compelling upside to their FY16 guidance in February, while GPT was downgraded to Underweight from Neutral following a large post reporting season sector review. The review noted that GPT is still in good shape; however defensive inflows had driven down the company's free cash flow yield to 4.5% and increased pricing to 1.2x book value.

At the time the share price was trading at approximately 6% above the consensus price target and that EPS upgrades would be required to sustain those levels. The spread subsequently contracted and the position added value to the Fund.

We also unwound four pairs in which Charter Hall Group (+5.2%) was present as a long position. The company announced great results during reporting season last month, where they upgraded full year guidance and more than tripled net profit off the back of strong property investment income and rising commercial property values. The company's funds management division also experienced significant growth, up A$2.3b (+17%) to A$15.9b in 1H FY16. During the course of the month, Charter Hall Group outperformed its opposing short positions and we seized the opportunities when they arose to profitably close the pairs. The short positions included: Charter Hall Retail REIT (+6.5%), GPT Group, Shopping Centres Australasia, and Vicinity Centres.

We initiated a Utilities pair early in the month, establishing a long in the underperforming APA Group (+1.0%) hedged with a short in Spark Infrastructure Group (+2.0%) when the dislocation between the names neared 4.0%. In late March, APA acquired the 50% residual stake in Diamantina (an operator of gas fired power stations) that it did not own from its JV partner AGL Energy (+0.3%) for A$151m, with the share price rallying and thus presenting us the opportunity to unwind the pair for a moderate contribution to the Fund.

Special Situations – Gross Contribution +0.2%

As mentioned previously, Oneview Healthcare was listed during the month and had a strong debut. Oneview is a Dublin-based software and solutions company that provides Patient Engagement Solutions for the Healthcare sector. Their primary product is a handheld tablet device that is wirelessly connected to a digital television with the product provided to hospital patients. The system provides an entertainment system that also allows patients to order food, communicate with hospital staff, and receive information regarding their stay. Importantly, it also provides doctors with an electronic copy of the patient's records and can be integrated with existing hospital infrastructure or in the cloud. The tablet is current installed in 9 facilities globally with another 10 in the process of implementation/installation.

We sold part of our holding in Murray Goulburn during the month, with the remaining position paired with Bega Cheese (+1.8%) and moved into the Relative Value strategy. The company did well to navigate the difficult trading environment in 1H16 with the continued decline in Chinese imports of commodity dairy ingredients and the ongoing Russian dairy embargo. This was compounded by increased European milk supply, resulting in a period of significant oversupply in global dairy commodity markets, driving commodity prices towards record lows. Against this backdrop, the company continued to perform well, with substantial progress made in repositioning their product-mix from commodity products towards higher-margin, value-added and ready-to-consume dairy foods.

Sector	Long Equity	Short Equity	Net Equity
Banks	0.0%	0.0%	0.0%
Div Financials	1.0%	0.0%	1.0%
Insurance	0.0%	0.0%	0.0%
REITs	29.6%	-23.0%	6.6%
Financials	30.6%	-23.0%	7.5%
Builders	0.0%	0.0%	0.0%
Consumer Disc	0.9%	-0.1%	0.8%
Consumer Staples	4.7%	-0.3%	4.4%
Gaming	0.0%	0.0%	0.0%
General Industrials	0.0%	0.0%	0.0%
Health Care	1.8%	0.0%	1.8%
Information Technology	1.7%	0.0%	1.7%
Infrastructure	0.0%	0.0%	0.0%
Media	2.2%	-0.7%	1.5%
Telcos	0.0%	0.0%	0.0%
Utilities	1.4%	-1.3%	0.0%
Industrials	12.6%	-2.3%	10.2%
Bulk Metals	6.3%	-6.2%	0.1%
Energy	0.0%	0.0%	0.0%
Gold	0.0%	0.0%	0.0%
Resources	6.3%	-6.2%	0.1%
Hedge	0.0%	-2.2%	-2.2%
Index	0.0%	-2.2%	-2.2%
Total	**49.5%**	**-33.8%**	**15.7%**

Market Commentary

It was a solid month for global equity investors, with most share markets posting very healthy gains (MSCI World index +6.5% in US$ terms). The confirmation of a slower tightening cycle by the Fed and a US dollar sell off, coupled with the expectation of further liquidity support from the ECB, BoJ and PBoC, lead to a recovery in commodity prices, forcing a sudden reversal of many over-crowded trades.

Gold was a major beneficiary of the US dollar's retreat, leaping US$28 to US$1,260 an ounce, while oil prices spiked 14%. Globally, cyclical sectors outperformed and defensives underperformed for the second month in a row, though ironically, Financials and Technology turned out to be two of the best performing sub-sectors, while Health Care fared the worst. Emerging markets strongly outperformed and recorded impressive re-bounds (+13.3%).

US equity markets closed on fresh 2016 highs in March (reversing early losses) and the S&P 500 rallied 6.6%, with the USD losing ground as investors digested the latest dovish FMOC policy statement. In a nutshell, the Fed is clearly in no hurry to hike interest rates, which was affirmed by Janet Yellen as she appeared to push back on recent hawkish comments by regional Fed Presidents. Ms Yellen stated that "Global developments have increased the risks to the outlook, with economic and financial conditions still less favourable than in December.

Given the risks to the outlook, it was considered appropriate for the Committee to proceed cautiously in adjusting policy". Eight out of 10 S&P 500 sectors gained after the announcement, with Energy up 9.9%, the strongest performer.

The announcement led market observers to re-cut their forecasts for increases in key rates in the coming years, with the median prediction for 2016 dropping to two quarter-point rises from four. The latest Fed projection expects rates to creep up to 0.875% by the end of 2016. The central bank sees the Fed-funds rate at 1.875% by the end of 2017 and 3% at the end of 2018.

European equity markets lagged their peers (Euro Stoxx +2%) as France (CAC +1%) dragged down the strong performance from Germany (+5%), while the UK was kept in check by ongoing BREXIT concerns (FTSE100 +1%). The ECB tilted the balance sheet towards expansion this month. On quantitative easing, as previously flagged, the ECB fired another "bazooka" by cutting its deposit rate by another 10 basis points and increased the pace of asset purchases by €20bn to €80bn per month.

After a shaky start, driven by a worse than expected manufacturing PMI print for February which came in at 49.0 (the weakest reading since Nov 2011), Asian equity markets were led higher by China (SHCOMP +11.8%) and Hong Kong (Hang Seng +8.7%). Receding fears of a hard landing in China boosted Emerging Markets strongly. The MSCI EM Index rallied hard (+13.3%), the strongest monthly increase since May-09. Commodity prices were also stronger on an improving Chinese growth outlook and further US$ weakness - oil rose (+14%) and iron-ore posted its biggest ever single day gain of 19% on 7th of March.

The Australian equity market experienced a strong reversion, like many of its global counterparts in March, however there seems to be a low level of investor conviction not just in the rally's sustainability, but also the basic underlying reasons for it given prevailing conditions.

In March, the S&P/ASX200 Accumulation Index posted a gain of 4.7%, with the Index finishing at 5082.8 points, but this performance was unable to offset the combined January (-5.48%) and February (-1.76%) losses, with the ASX 200 still finishing in negative territory (-2.75%) for 1Q16. As we have become accustomed, many daily/weekly price returns were extreme, reflecting skittish sentiment rather than sustained changes in the underlying fundamentals or economic backdrop.

It was strength in Financials ex REITs (+6.7%), specifically the Banks led by NAB up 8.5% and a rebound from commodity based sectors, Energy (+5.7%) and Materials (+5.4%), that provided the positive platform for overall market returns through March. Utilities (+0.8%) and Health Care (+0.3%) were the worst performing sectors.

The best performing stocks during the month included Sims Metal Management (+30.1%), Worley Parsons Limited (+28.1%), Fortescue Metals (+26.7%), Santos (+21.8%), Primary Health Care (+19.3%) and South32 (+17.2%). The worst performers included Sirtex Medical Limited (-9.6%), Resmed Inc (-8.2%), Seven Group Holdings (-7.1%), Ramsay Health Care (-6.7%) and Caltex Australia (-4.8%).

The big news that soured the market in its stride was ANZ and WBC's announcements late in the month that provisions for Bad and Doubtful Debts (BDD) needed to increase, catching many investors napping. Up until those updates, the ASX 200 Banks Index had recorded a staggering 14% gain intra month, but still managed to finish in the green and outperform (+6.5%).

ANZ and WBC both warned of higher stress within their domestic exposures (particularly to the resources sector), but also that consumer credit defaults were increasing. It seems unlikely this will be exclusive to just these two banks, as larger domestic resource syndicated loans usually have participation from at least three or four major banks. Since 2010, major banks have participated in ~US$62 billion of syndicated loans to the resources sector, which represents 22% of their total participation in syndicated loans over this period. ANZ is the largest, with an estimated ~US$27 billion of resource loan participation and WBC the smallest at US$9 billion.

The pace of foreign inflows into the Australian equities market also hit a five-year low in March, demonstrating a lack of interest up until now in resources and major banks, which comprise around half the Australian market. If history acts as any guide, foreign inflows have tended to pick up after weakness and/or a perceived bottoming in the currency.

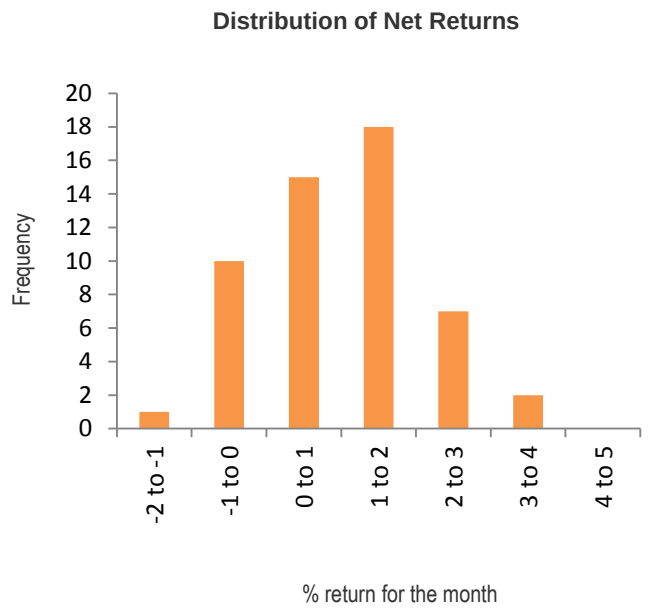
Australian equities still offer dividend appeal, being one of the highest-yielding major developed equity markets in the world.

Domestic investors appear to have funded the bulk of banks' equity raisings in calendar 2015, taking their neutral position to a moderate overweight position, whereas foreign investors remain heavily underweight the banking sector on valuation grounds, namely unattractive P/B ratios.

The Reserve Bank of Australia left the cash rate steady at 2.0%. Australia's Prime Minister, Malcolm Turnbull, announced that the Federal Budget would be brought forward by one week to 3 May, signalling the prospect of a double dissolution election in early July if the Senate failed to pass its industrial relations legislation.

The AUD garnered considerable attention, rising 7.6% against the Greenback to $0.769 as iron ore, gold and base metals re-bounded. The AUD also appreciated against most of Australia's trading partners (CNY 6.2%, JPY 7.3% and EUR 2.7%) based on an improving outlook for interest rate differentials.

Relative Value Gross Contribution	+1.0%	Special Situations Gross Contribution	+0.2%
Positive		**Positive**	
BEGA CHEESE - MG UNIT TRUST	0.20%	ONEVIEW HEALTHCARE	0.25%
MIRVAC GROUP - VICINITY CENTRES	0.14%	MG UNIT TRUST	0.18%
MIRVAC GROUP - SHOPPING CENTRES AUSTRALASIA	0.08%	ORIGIN ENERGY NOTE	0.07%
HOTEL PROPERTY INVESTMENTS - SHOPPING CENTRES AUSTRALASIA	0.08%	NUFARM FINANCE NOTE	0.06%
FAIRFAX MEDIA - FAIRFAX MEDIA CALL	0.07%	APPEN	0.04%
Negative		**Negative**	
BWP TRUST - PEET	-0.11%	IRON MOUNTAIN - RECALL HOLDINGS	-0.19%
BWP TRUST - GDI PROPERTY GROUP	-0.06%	S&P/ASX 200 INDEX PUT OPTIONS	-0.10%
GPT GROUP - SUNLAND GROUP LTD	-0.03%	TOUCHCORP	-0.09%
CHARTER HALL RETAIL REIT - GDI PROPERTY GROUP	-0.03%	YOWIE GROUP	-0.09%
ELDERS - RIDLEY CORP	-0.02%	BENDIGO AND ADELAIDE BANK NOTE	-0.01%



TOP RELATIVE VALUE POSITIONS

- RIO TINTO - RIO TINTO PLC
- AVEO GROUP - CHARTER HALL RETAIL REIT
- AVEO GROUP - VICINITY CENTRES
- BWP TRUST - PEET
- BWP TRUST - GDI PROPERTY GROUP
- AUSNET SERVICES - DUET GROUP
- PEET - SHOPPING CENTRES AUSTRALASIA
- GDI PROPERTY GROUP - SHOPPING CENTRES AUSTRALASIA
- BWP TRUST - 360 CAPITAL OFFICE FUND
- GDI PROPERTY GROUP - GPT GROUP

TOP SPECIAL SITUATION POSITIONS

- IRON MOUNTAIN - RECALL HOLDINGS
- WESTPAC TPS TRUST
- NUFARM FINANCE NOTE
- S&P/ASX 200 INDEX PUT OPTIONS
- ORIGIN ENERGY NOTE
- AUST AND NZ BANKING NOTE
- NATIONAL AUSTRALIA BANK NOTE
- APPEN
- ONEVIEW HEALTHCARE

Key Information

Fund Inception Date: 3 June 2013

Liquidity: Daily

Management Fee: 1.20%

Performance Fee: 20% of outperformance

Buy/Sell Spread: 0.25%

Application price: $1.1591

Redemption price: $1.1533

Fund AUM: $362.8M

Core Concentrated Team AUM: $2,290M

Firm AUM: $4,351M

Key Service Providers

- Registry: Link Market Services Limited
- Auditor: Ernst & Young
- Prime Broker & Derivative Counterparty: Morgan Stanley Intl & Co PLC
- Administrator: State Street Australia Limited

Material Matters

It is important that we advise you of significant events with respect to the Fund. On 1 April 2016 the Funds Administrator was transitioned from BNP Paribas Securities Services to State Street Australia Limited. There was no change to the service levels provided to the Fund, or to the Funds fees or expenses as a result of this transition.

There have been no other changes to the key service providers described above.

During the month there were no material changes to the Fund in terms of its risk profile, investment strategy or changes to investment staff which would impact this strategy.

Further Information

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