

Fairview Equity Partners Emerging Companies Fund

31 October 2021



Monthly Report

About the Fund

The Fund invests in an actively managed portfolio of mainly small cap equities listed, or expected to be listed, on the Australian share market.

Investment Objective

The Fund aims to earn a return (after fees) which exceeds the benchmark over rolling five-year periods.

Benchmark

S&P/ASX Small Ordinaries Total Return Index ("Benchmark")

Inception Date

8 October 2008

mFund Code

FEP01

APIR Code

ANT0002AU

Minimum Initial Investment

\$20,000

Management Fee

1.20% p.a. of the Fund's Net Asset Value.

Performance Fee

20.5% of the Funds quarterly return (after deducting the management fee) in excess of the benchmark's quarterly return after recouping any prior periods' underperformance in dollar terms multiplied by the Fund's average Net Asset Value over the quarter.

Distribution Frequency

Annually calculated on 30 June. However, there may be periods in which no distributions are made or the Fund may make additional distributions.

Buy/Sell Spread

+0.30% / -0.30%

Number of Stocks

58

Contacts

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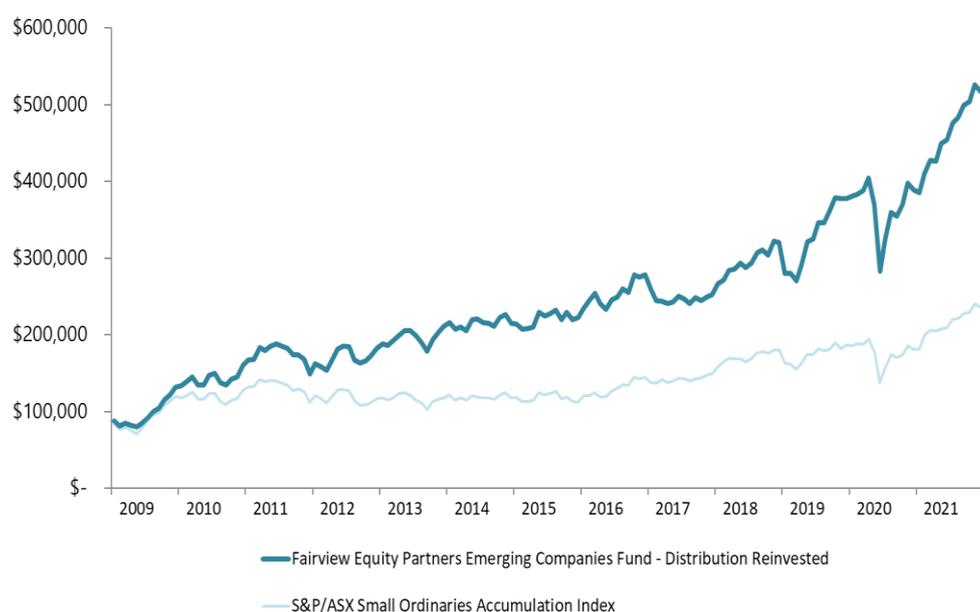
Net Performance

	1 month %	3 months %	1 year %	3 years % p.a.	5 years % p.a.	10 years % p.a.	Since inception' % p.a.
Fund Return^a	2.30	5.13	37.39	23.72	15.35	12.58	13.61
Benchmark^b	0.92	3.68	31.01	13.52	11.45	6.98	6.85
Excess Return	1.38	1.45	6.38	10.20	3.90	5.60	6.76

^aFund inception date: 8 October 2008. ^aNet returns are calculated after deducting management fees and are pre-tax.

^bBenchmark: S&P/ASX Small Ordinaries Total Return Index. Past performance is not a reliable indicator of future performance. The value of an investment may rise or fall with the changes in the market.

Growth of \$100,000 since inception



Monthly Commentary – October 2021

October was a good month for Fairview unitholders relative to the ASX S&P Small Ordinaries Index. The month was generally positive for key international equity markets. The S&P 500 climbed 7.0% off the back of a strong US earnings season. These earnings were fuelled by US consumers reopening their wallets and listed companies demonstrating pricing power to cope with rising costs. In comparison, the ASX 200 declined -0.1%. This underperformance was partially driven by Australian 10-year bond yields rising 59bps to 2.08% during the month. Consequently, Australian banks also lifted their fixed rate loans substantially (in % terms).

Among the ASX S&P Small Ordinaries, the best performers were Bubs Australia (+45%), Aurelia Metals (+26%) and Australian Ethical Investments (+24%). The worst performers were EML Payments (-24%), Infomedia (-21%) and Codan (- 21%). This time last year Codan was one of Fairview’s top five positions. We sold our remnant minimum weight position during the month.

AGM season

We are midway through AGM season, with some amplified stock moves. Any hint of margin compression is viewed negatively. Reopening increased demand at the same time as increasing energy prices and have ensured both bond and equity investors are laser focused on inflation. It is now a battle between the Federal Reserve and the market. The chart below shows what the Federal Reserve is up against.



Source: Bloomberg

Investment Team



Michael Glenane

Portfolio Manager

BE, MBA

29+ years investment management experience



Tim Hall

Portfolio Manager

BComm

23+ years investment management experience



Leo Barry

Portfolio Manager

BSA, MBA

13+ years investment management experience

This report is issued by Antares Capital Partners Ltd ABN 85 066 081 114, AFSL 234483 ('ACP'), the responsible entity of, and the issuer of units in, the Fairview Equity Partners Emerging Companies Fund, ARSN 133 197 501 (the 'Fund'). ACP has appointed Fairview Equity Partners Pty Ltd ('Fairview'), ABN 45 131 426 938, AFSL 329052, a specialist Australian small company equities manager, as investment manager of the Fund. An investor should consider the current Product Disclosure Statement ('PDS') for the Fund in deciding whether to acquire, or continue to hold, units in the Fund and consider whether units in the Fund are an appropriate investment for the investor, and the risks of any investment. The PDS is available from mlcam.com.au or by calling the Client Services Team on 1300 738 355. The information in this report may constitute general advice. This report does not take account of an investor's particular objectives, financial situation or needs. Investors should therefore, before acting on information in this report, consider its appropriateness, having regard to the investor's own particular objectives, financial situation or needs. We believe that the information contained in this report is correct and that any estimates, opinions, conclusions or recommendations are reasonably held or made at the time of compilation. However, no warranty is made as to their accuracy or reliability. The information in this communication is subject to change without notice. All statements as to future matters are not guaranteed to be accurate and any statement as to past performance is not a reliable indication of future performance. ACP is part of the IOOF group of companies (comprising IOOF Holdings Ltd ABN 49 100 103 722 and its related bodies corporate) ('IOOF Group'). The capital value, payment of income and performance of the Fund are not guaranteed. An investment in the Fund is subject to investment risk, including possible delays in repayment and loss of income and principal invested.

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