

Fairview Equity Partners Emerging Companies Fund

30 November 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

57

Contacts

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Net Performance

	1 month	3 months	1 year	3 years	5 years	10 years	Since inception'
	%	%	%	% p.a.	% p.a.	% p.a.	% p.a.
Fund Return^a	0.55	1.25	29.66	23.94	16.84	12.91	13.56
Benchmark^b	-0.31	-1.54	18.44	13.54	11.65	7.35	6.78
Excess Return	0.86	2.79	11.22	10.40	5.19	5.56	6.78

^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 – November 2021

The Fairview Equity Partners Emerging Companies Fund outperformed in November and delivered a positive return to unitholders. This contrasted with all major global equity markets. The best return was from S&P 500 (-0.7%) and the bottom from the Hang Seng (-7.4%). Resource stocks shone in the month. The ASX S&P Small Ordinaries Resources Index outperforming industrials by 5%. This was mainly due to rapid price increases in lithium and energy stocks.

Oh Nuix!

Among the ASX S&P Small Ordinaries, the best performers were Novonix (+61% for the month) and Chalice Mining (+49%). The three worst were Tyro Payments (-29%), Nearmap (-28%) and the ever-disappointing Nuix (-27%). This stock has had a *hell* of a ride over the year since listing. It trades at a 63% discount to its December 2020 IPO price and an 83% discount to its January 2021 peak.

Urea - needs to be discussed

November market discussions were all about inflation. However, we think the supply chain still matters. We believe urea is one key industrial material that is not being talked about enough. Its major use is in fertiliser, but it has many other applications. China is hoarding urea to protect the domestic Chinese food supply. This will have flow-on effects to another key use of urea in truck transport. DEF (Diesel Exhaust Fluid) is legislated for use to limit pollution from trucks in Australia. Urea is approximately 1/3 the volume of DEF. Australia's National Road Transport Association has warned that up to ½ the road fleet is vulnerable to being garaged unless there is a temporary respite from emission controls legislation.

So, what is next?

The newest COVID variant of concern will most certainly generate news flow over December. The world is close to a first pass understanding of the virulence of the Omicron variant as well as the effectiveness of the three key Western vaccines.

As this is the last monthly report this side of Christmas, we would like to thank you for your ongoing support and wish you and your families, a healthy and 'social' festive season, and a more 'normal' 2022. I know we said it this time last year, but we look forward to seeing you.

Investment Team



Michael Glenane

Portfolio Manager

BE, MBA

30+ years investment management experience



Tim Hall

Portfolio Manager

BComm

24+ years investment management experience



Leo Barry

Portfolio Manager

BSA, MBA

14+ 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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