

March 25, 2021

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To access the replay of this recording, please reach out to [investorrelations@regalfm.com](mailto:investorrelations@regalfm.com).

For any questions on RF1, please reach out to the registry, Link Market Services: [regalfund@linkmarketservices.com.au](mailto:regalfund@linkmarketservices.com.au)

Mr Russell Beasley, Director of Equity Trustees Limited has authorised this presentation to be given to the ASX

Equity Trustees Limited  
ACN 004 031 298  
AFSL 240975



REGAL  
FUNDS MANAGEMENT



Regal Investment Fund (ASX.RF1)

ARSN 632 283 384

March 2021

## Disclaimer

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## Agenda

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## Regal Funds Management



Regal has a heritage built on long / short investing, pioneering the development of the hedge fund & alternatives industry in Australia since 2004

### PERFORMANCE

- Multi-award winning performance track record delivered over 17 years
- Performance driven investment culture with leading sector specialists and Portfolio Managers

### SCALE

- Managing over A\$2.6bn, delivering scale whilst remaining nimble
- 19 investment professionals across offices in Singapore and Sydney

### ALIGNMENT

- 100% privately owned by founders and staff
- >30% of funds under management founder and staff capital
- Capacity limits across all strategies to preserve performance

### FOCUS

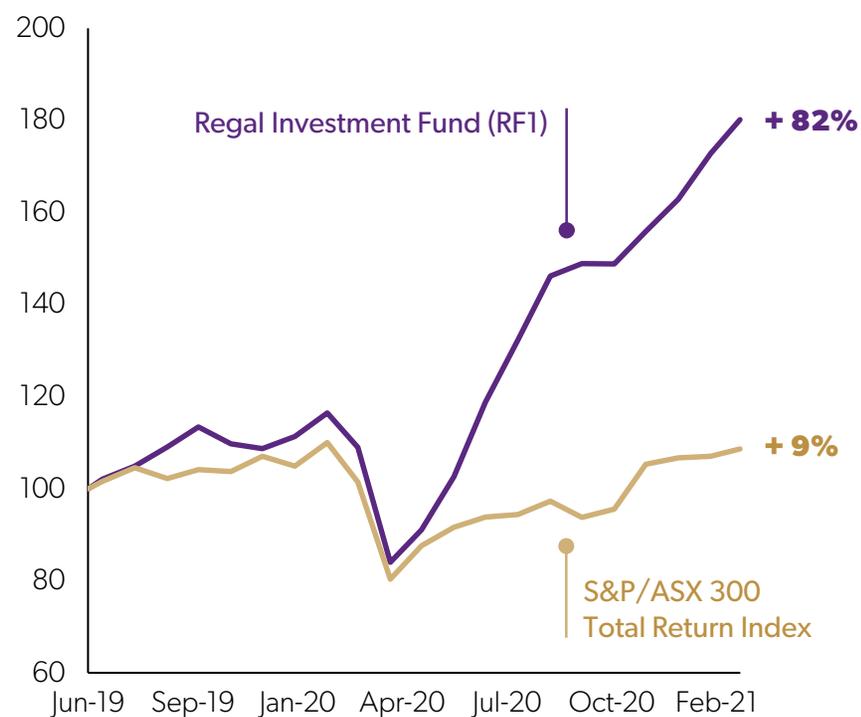
- A dedicated and specialised alternatives manager
- Institutional grade infrastructure and operating model

Note: Past performance is not a reliable indicator of future performance. It should not be relied upon as (and is not) an indication of future performance of the Fund's performance  
As at 26 February 2021

## RF1 Investment Performance



### Performance since listing – Net Asset Value



Fund performance	2019 <sup>3</sup>	2020	2021 <sup>4</sup>	Since Inception <sup>5</sup>
<b>Regal Investment Fund<sup>1</sup></b>	<b>+11%</b>	<b>+46%</b>	<b>+11%</b>	<b>+82%</b>
S&P/ASX 300 Total Return Index	+5%	+2%	+2%	+9%

Strategy performance within RF1 <sup>2</sup>	2019 <sup>3</sup>	2020	2021 <sup>4</sup>	Since Inception <sup>5</sup>
Market Neutral	+6%	+22%	+10%	+42%
Aus. Long Short Equity	+6%	+21%	+4%	+34%
Aus. Small Companies	+22%	+40%	+16%	+98%
Emerging Companies	+35%	+83%	+16%	+185%
Long Short Healthcare <sup>6</sup>	n/a	+5%	-5%	+0%
Global Alpha	+34%	+125%	+34%	+301%

Source: Regal, Bloomberg as at 26 February 2021

Note: (1) net of all fees; (2) gross of fees; (3) from 17 June listing date to 31 December 2019; (4) calendar year to 26 February 2021; (5) from 17 June listing date to 26 February 2021; (6) 7<sup>th</sup> September 2020 inception date of Strategy. Past performance is not a reliable indicator of future performance. It should not be relied upon as (and is not) an indication of future performance of the Fund's performance.

## Closing In On All Time Highs

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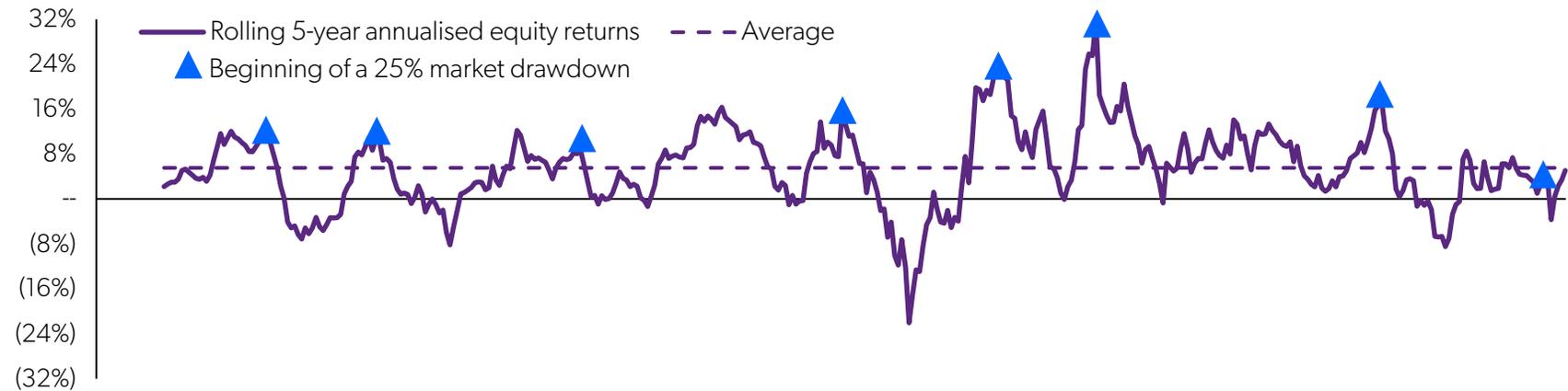
ASX All Ordinaries Index since 1990



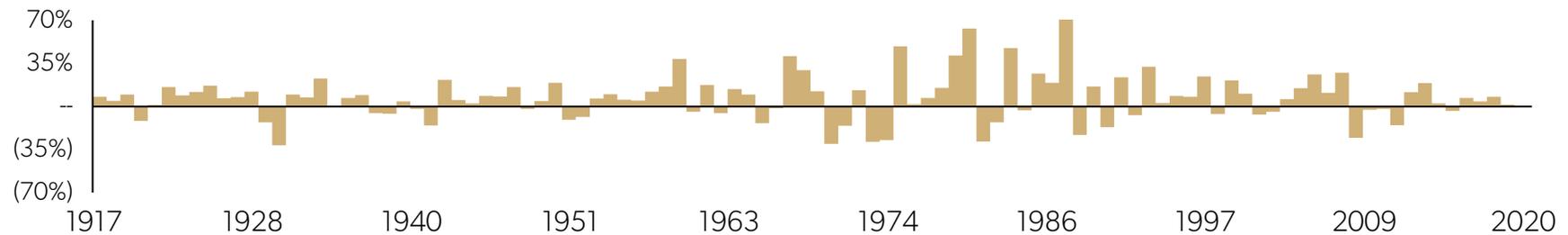
Source: Bloomberg as at 22 March 2021

## Market Not Overextended

### Rolling 5-year annualised equity returns



### Annual equity returns

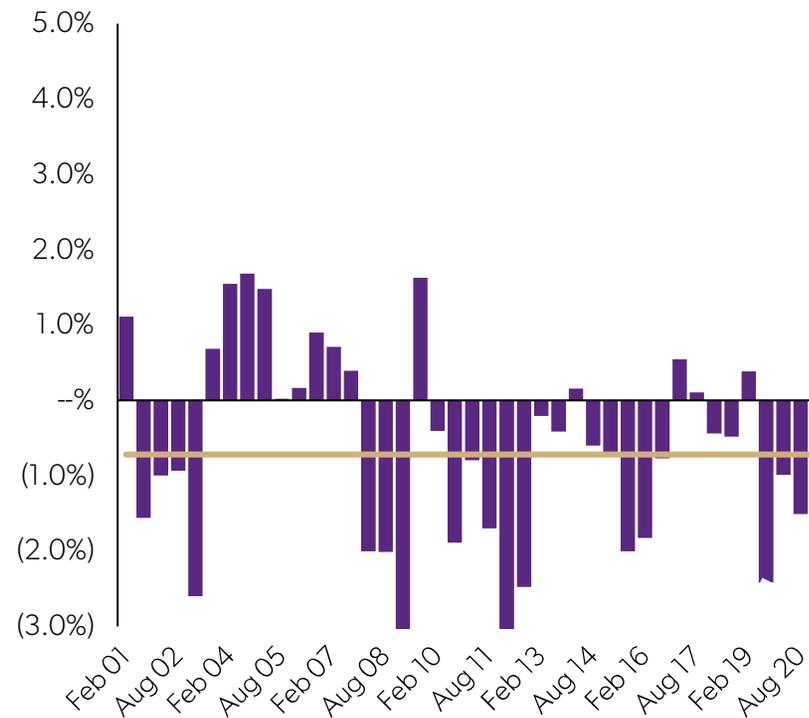


Source: Regal, RBA, Bloomberg as at 22 March 2021

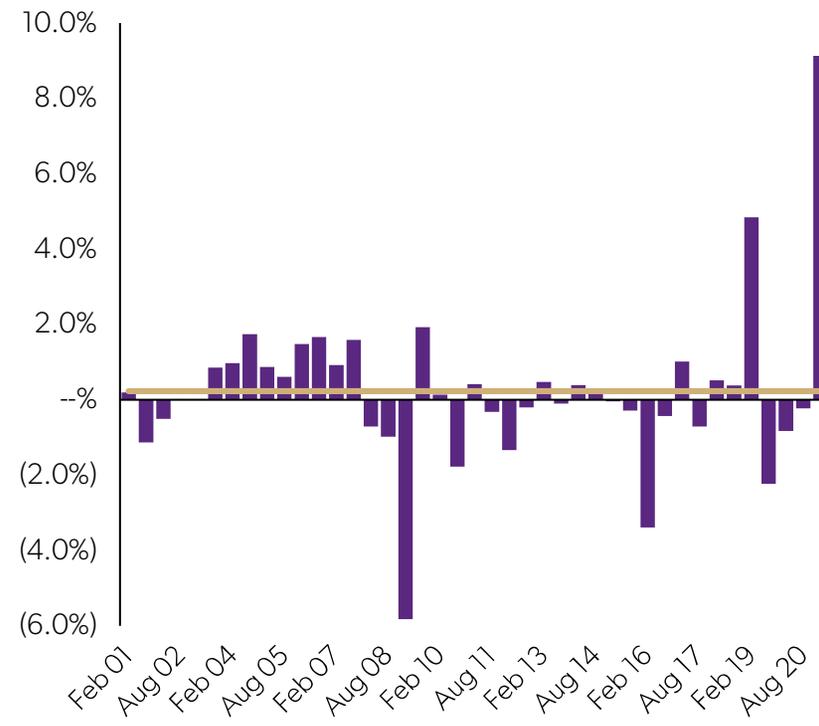
## Best Reporting Season In Recent History



S&P/ASX 200 Index EPS<sup>1</sup> revision during reporting season



...DPS<sup>1</sup> revision during reporting season

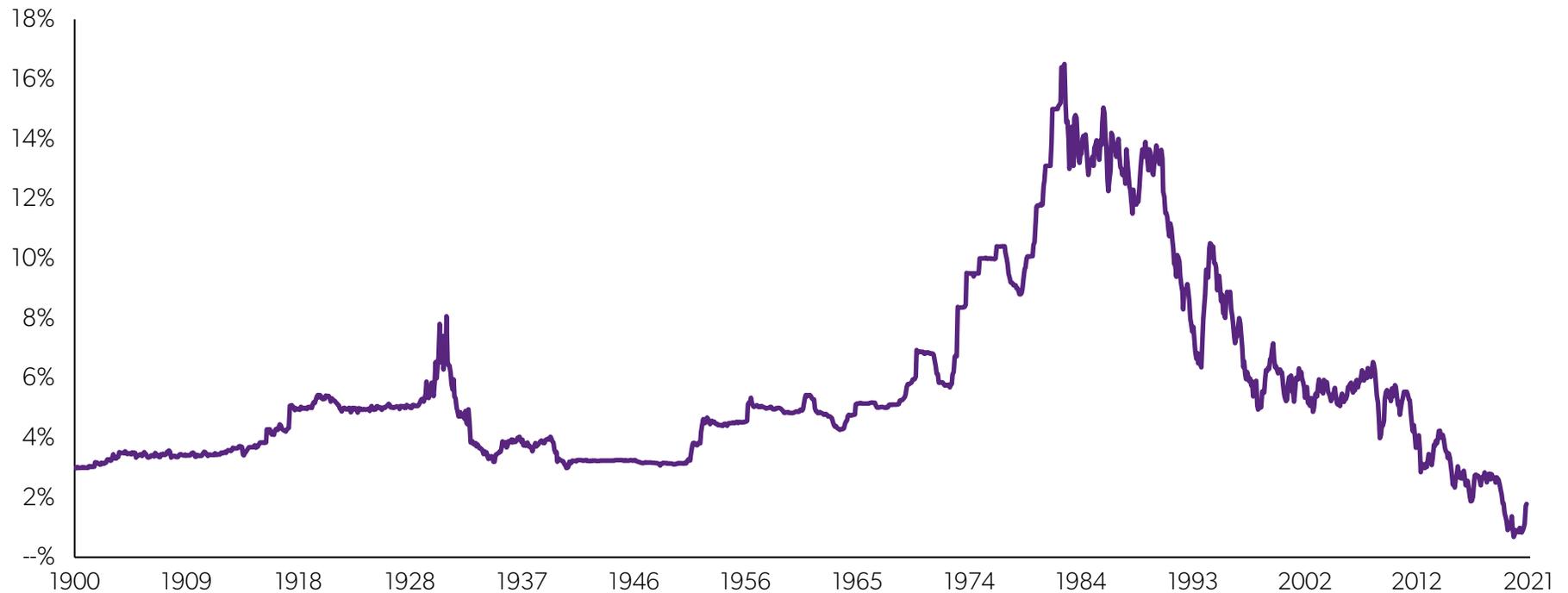


Source: Broker Research, Bloomberg as at 22 March 2021

Note: (1) Earnings per share; (2) Dividend per share

## A 40 Year Bull Market In Bonds

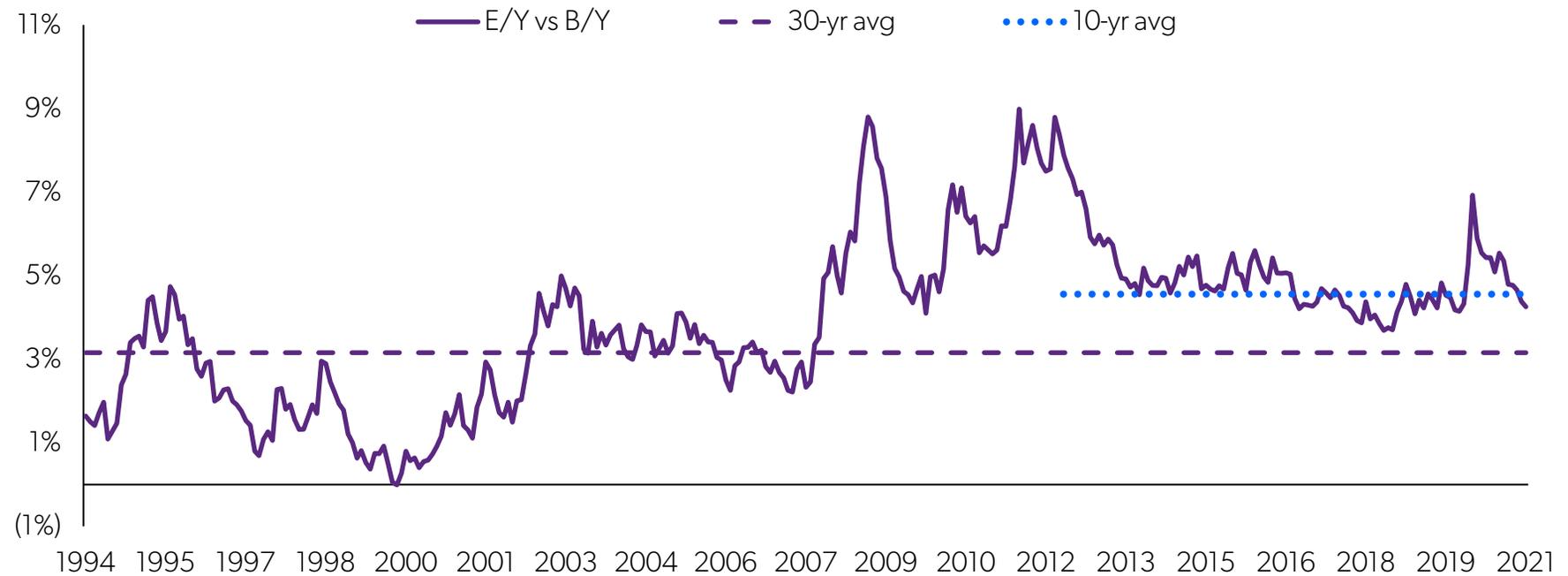
Australian 10-year Government Bond yield since 1900



Source: Broker research, Bloomberg as at 26 February 2021

## Equities Still Attractive v Bonds

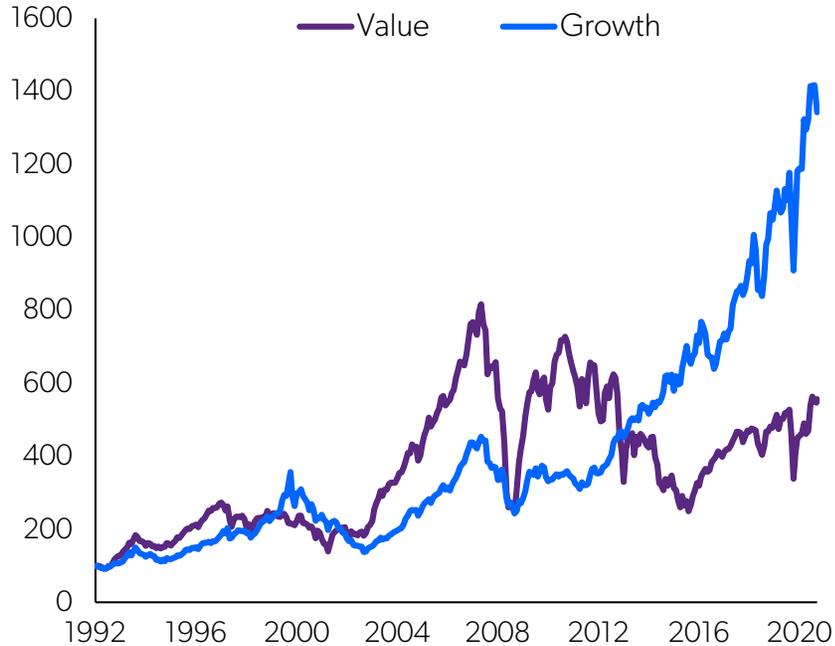
Equity yield v real bond yield



Source: Broker research as at 22 March 2021

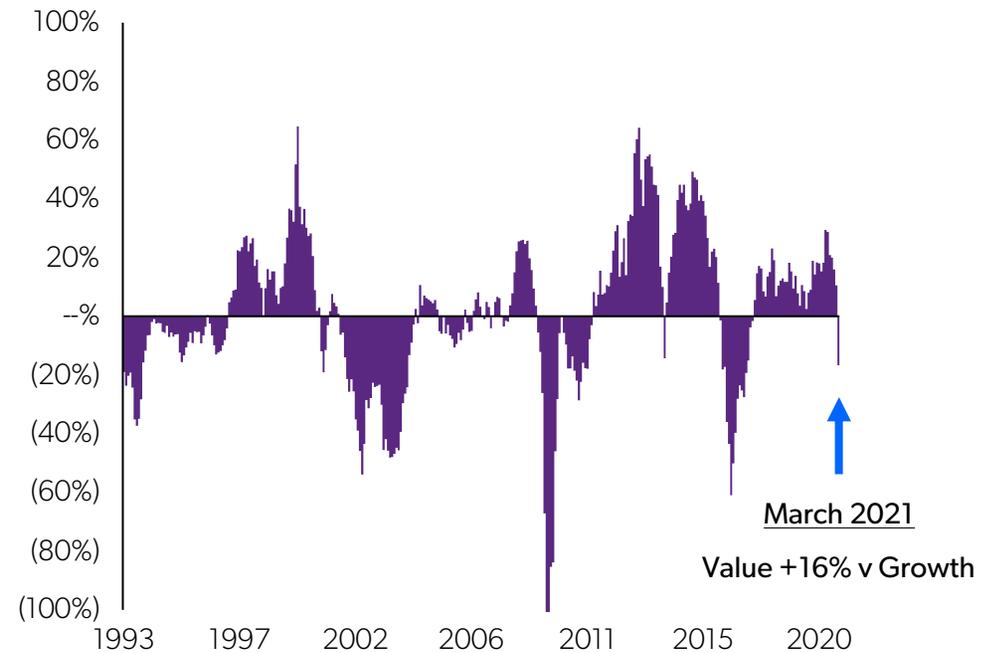
## Growth v Value — The Tables Are Turning

Growth v Value since 1992



Source: Broker research, Bloomberg as at 26 February 2021

10 year rolling return of Growth – Value

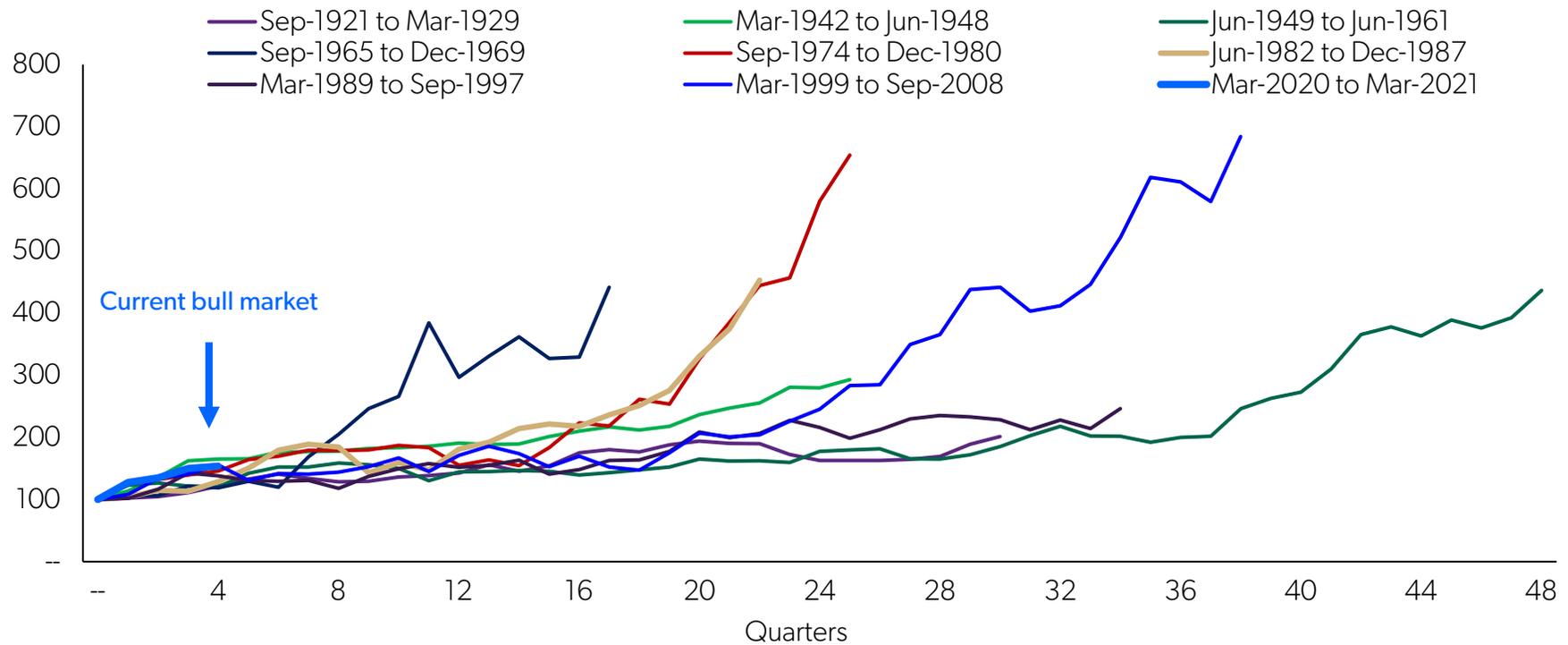


Source: Broker research, Bloomberg as at 26 February 2021

## Mining Super Cycle Just Beginning

### Australian Mining 'Bull Markets' since 1918

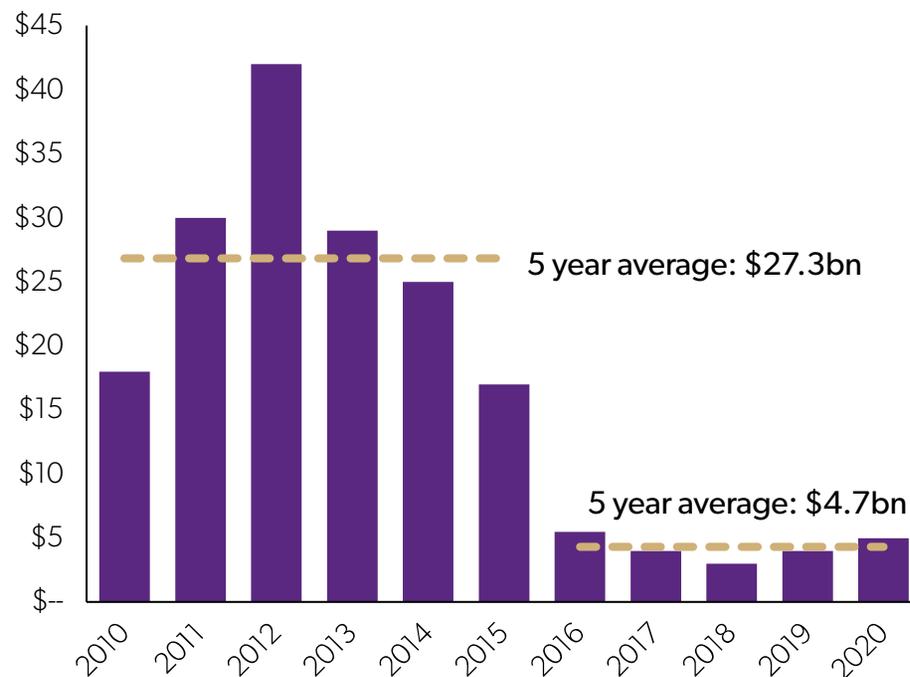
Performance of the ASX Resources sector, Index 100 = beginning of 'Bull Market'



Source: Bloomberg as at 22 March 2021

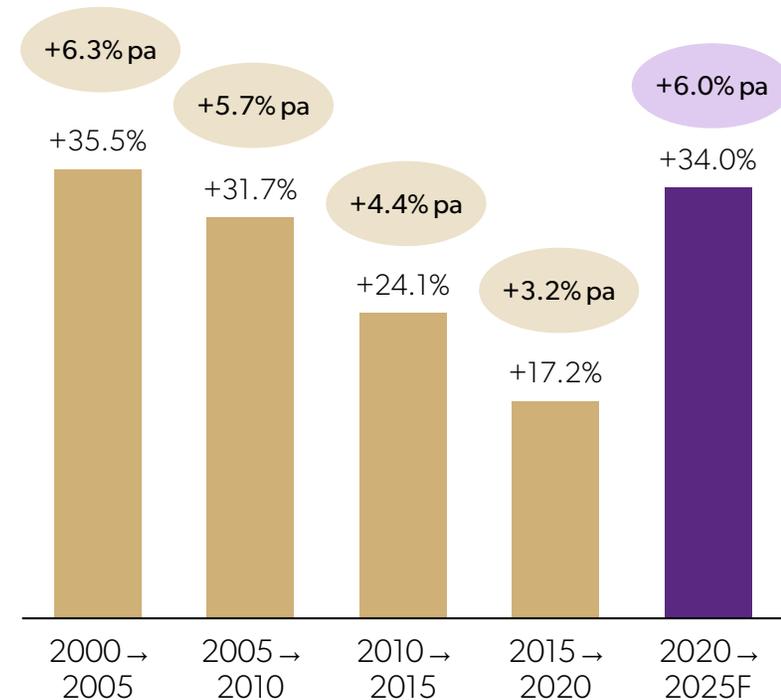
## Demand & Supply Supports Strong Commodity Prices

Global iron ore industry development capital (U\$bn)



Source: Champion Iron February 2021 ASX Investor Presentation

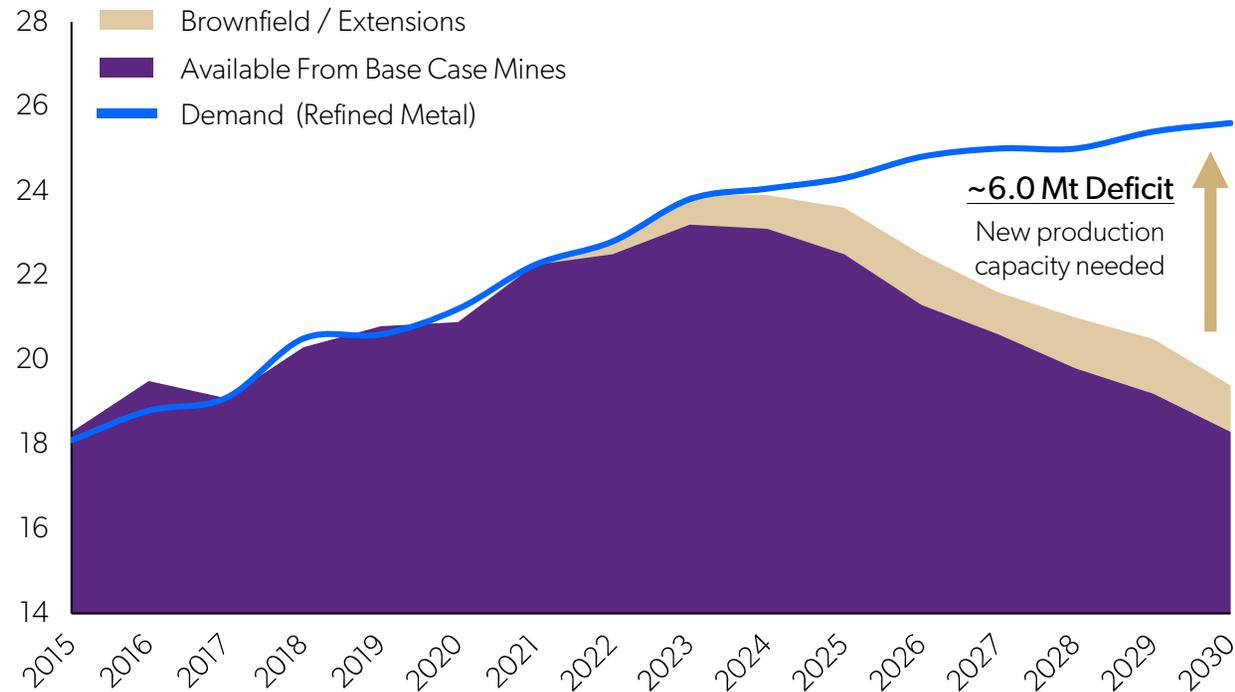
Global GDP growth forecast to accelerate



Source: International Monetary Fund, Bloomberg

## Copper Market — Large Supply Deficit Looms

Copper production capacity and the future supply gap (Mt Cu)



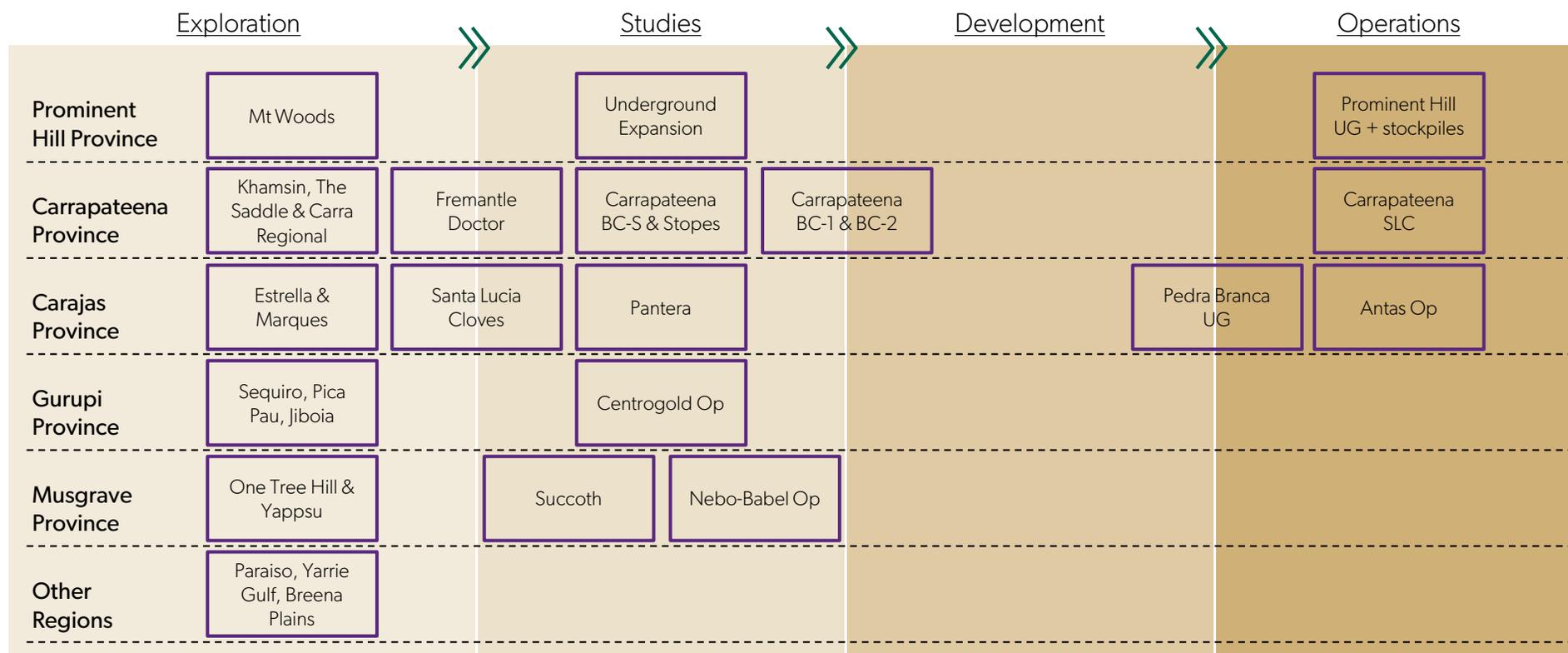
### Mega trends — Bullish Copper

- Decarbonization
- Electric vehicles
- Greenfield aversion & underinvestment

Source: Sandfire Resources, ASX Release 25 February 2021, Wood Mackenzie

## Oz Minerals (ASX: OZL) — Liquid Copper Exposure

Oz Minerals' enviable growth pipeline, creating optionality and expanding operations

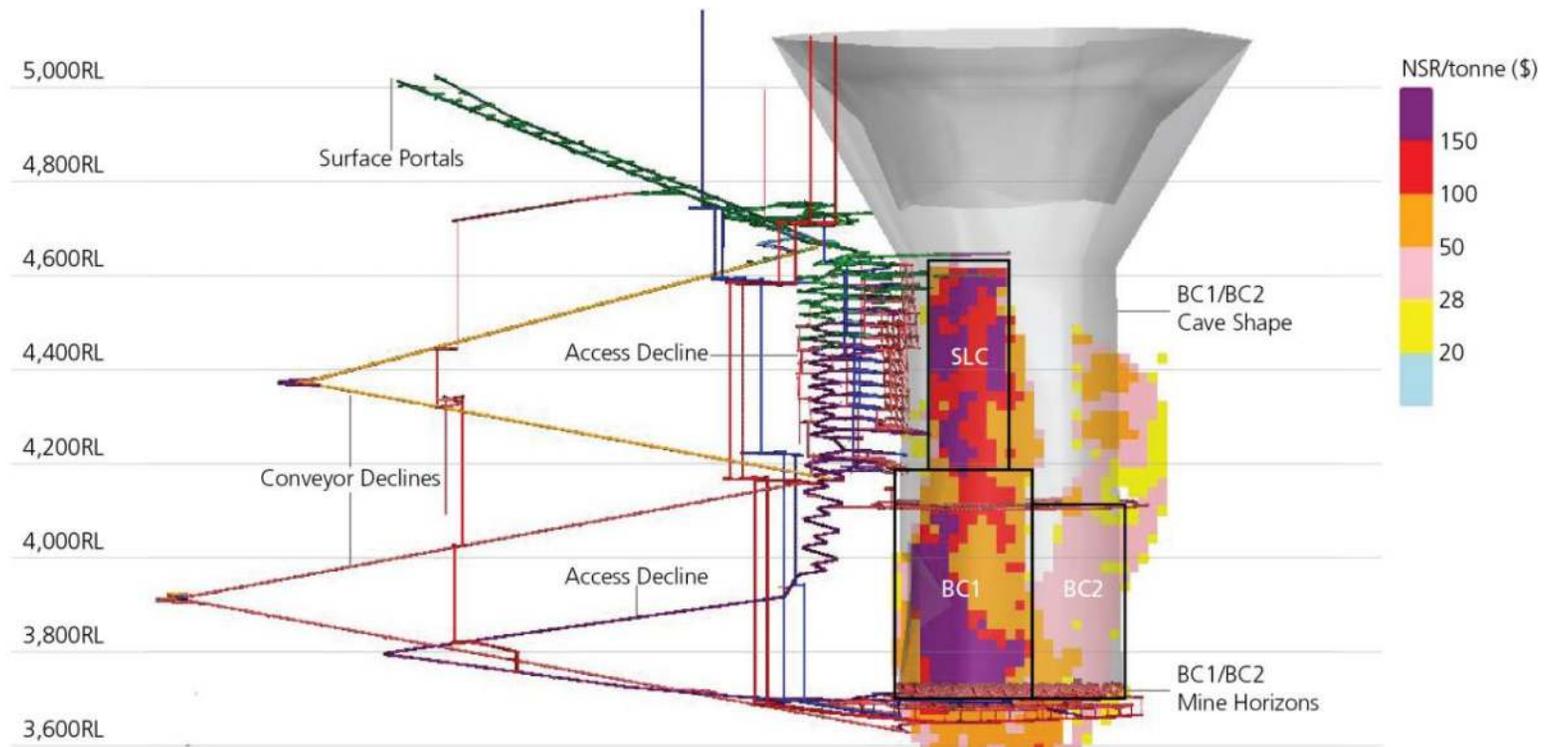


Source: Oz Minerals ASX release, 18 February 2021

CAUTION: Regal and RF1 hold a position in Oz Minerals (OZL) and Chalice Mining (CHN). Regal is not making any recommendation or statement of opinion which should be construed as intended to influence any investor to make a decision to buy or sell OZL, CHN or any other financial product. Regal may change its view on CHN or OZL at any time without notice. RF1 may or may not continue to hold long positions in CHN and OZL in the future. Technical analysis, industry specific knowledge and expertise are required in order to make fully informed investment decisions in relation to securities which are exposed to resources markets (including listed companies such as OZL and CHN). Investors should make their own enquiries and investment evaluations before making any decisions.

## Oz Minerals (ASX: OZL) — Carrapateena Expansion

Transition from 'sub-level cave' to 'block cave' will lift production and extend mine life



Source: Oz Minerals ASX release, 23 June 2020

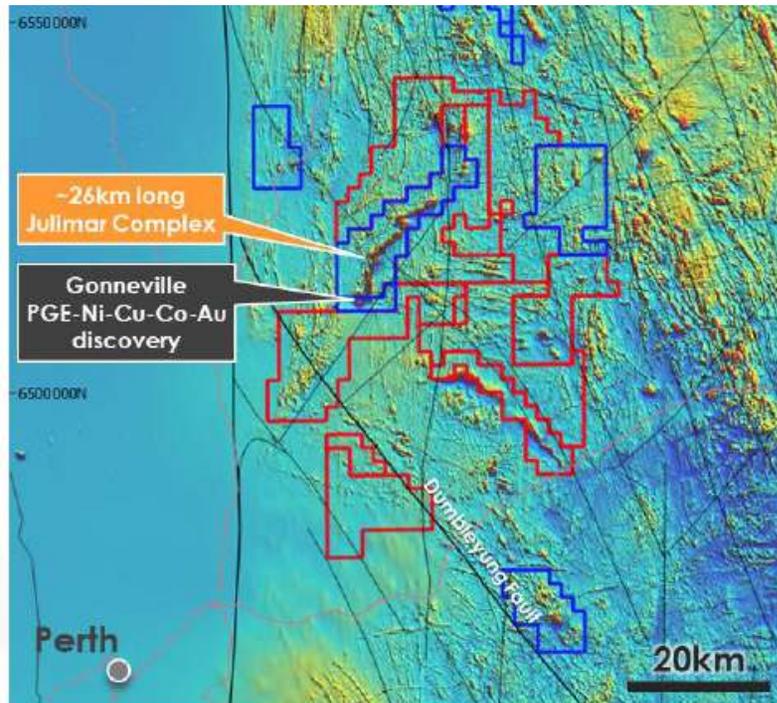
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## Chalice (ASX: CHN) — Major Discovery

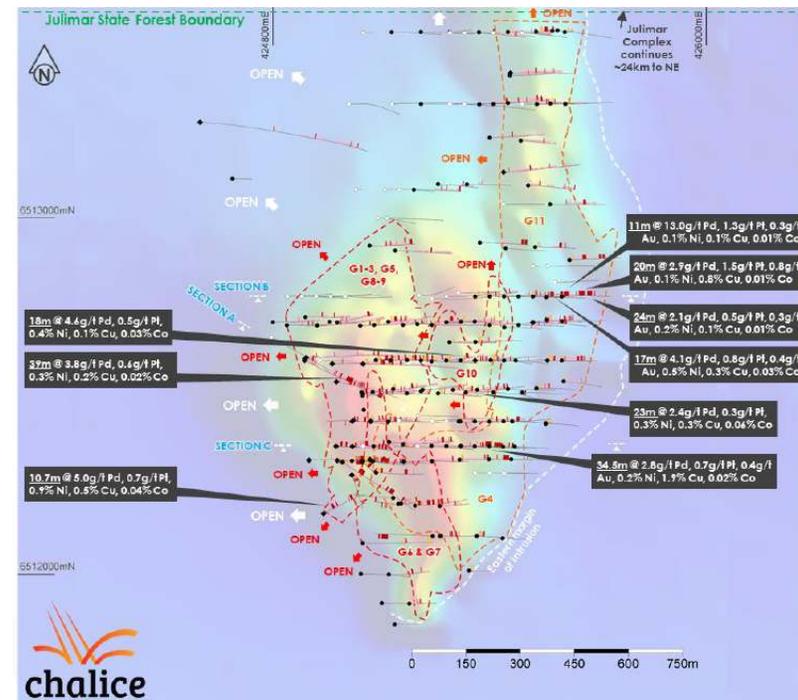
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Globally significant PGM-nickel-copper discovery in Western Australia

Julimar



Gonneville Intrusion



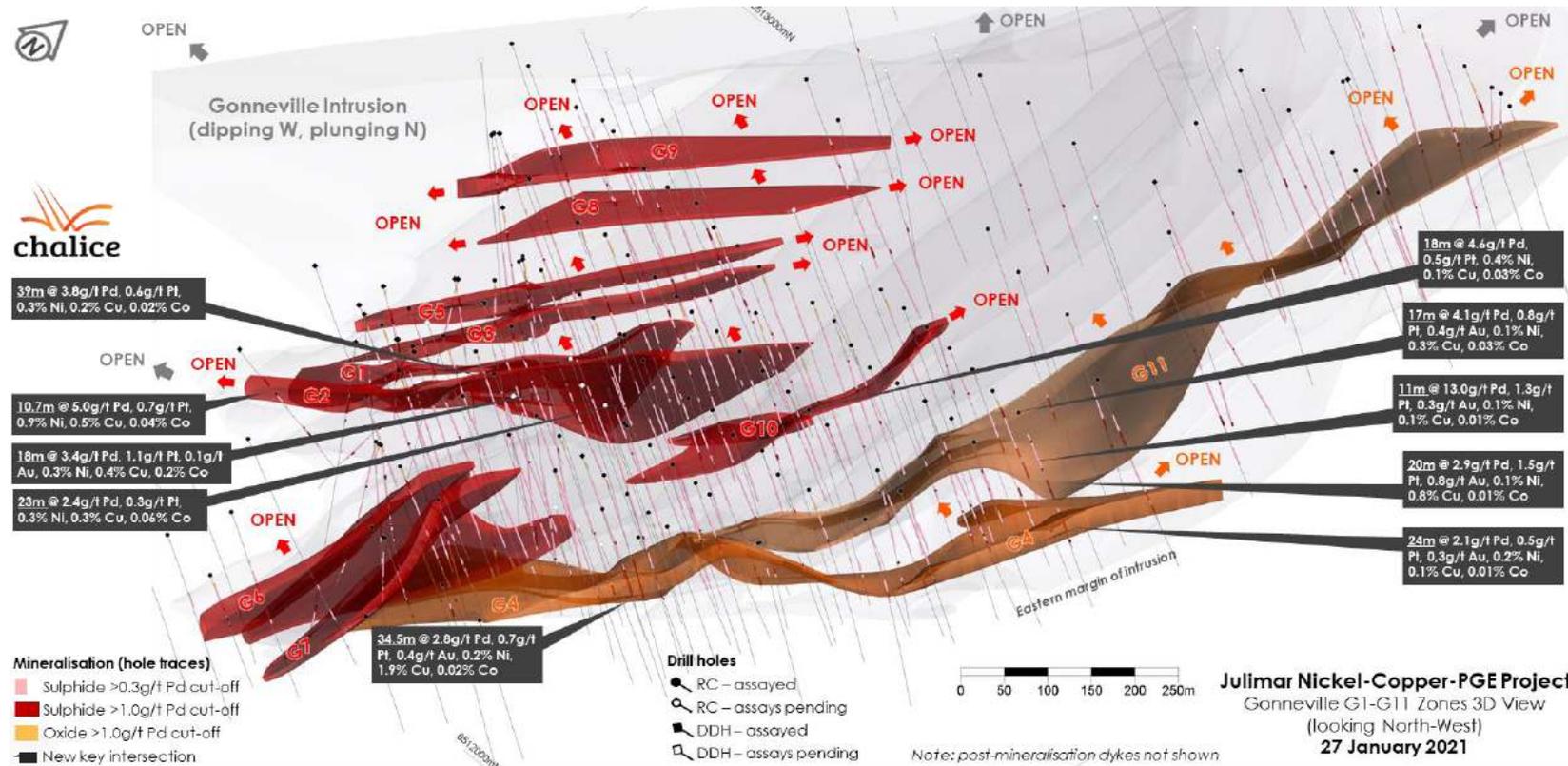
Source: Chalice, ASX release, 1 March 2021

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## Chalice (ASX: CHN) — Extensive, High Grade

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Eleven high-grade zones with significant strike length, all open



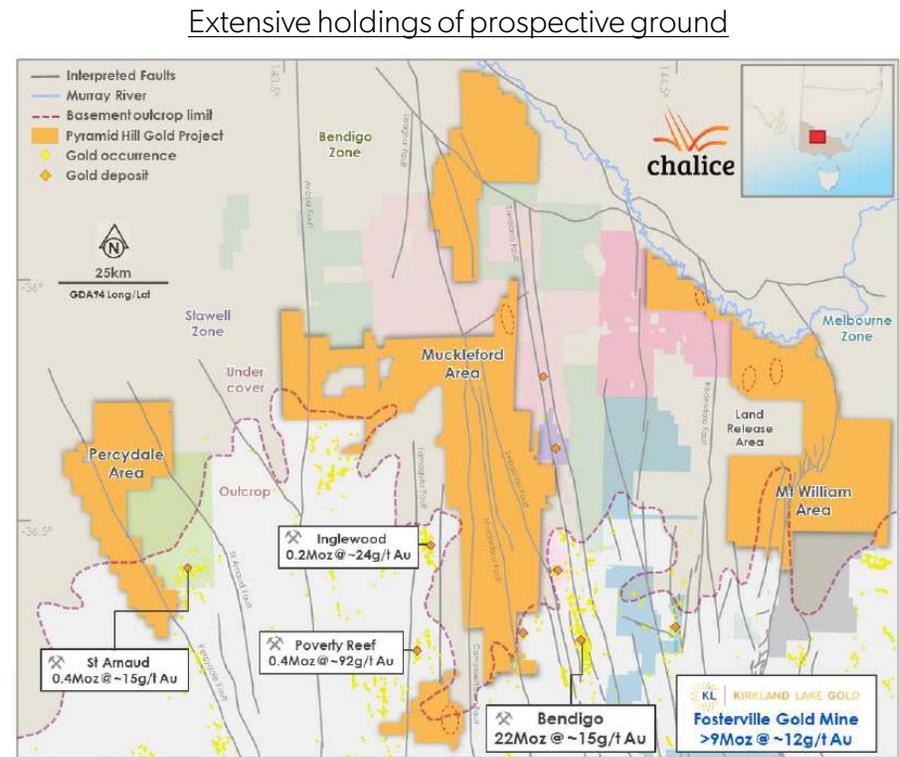
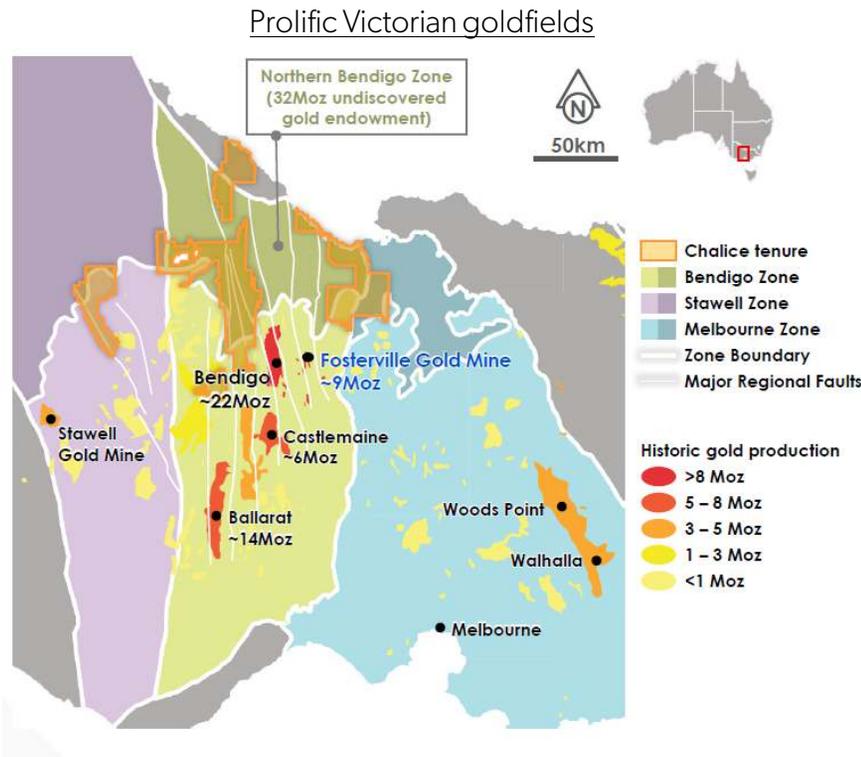
Source: Chalice, ASX release, 1 March 2021

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# Chalice (ASX: CHN) — Victorian Gold



Along strike from tier-1 gold mines

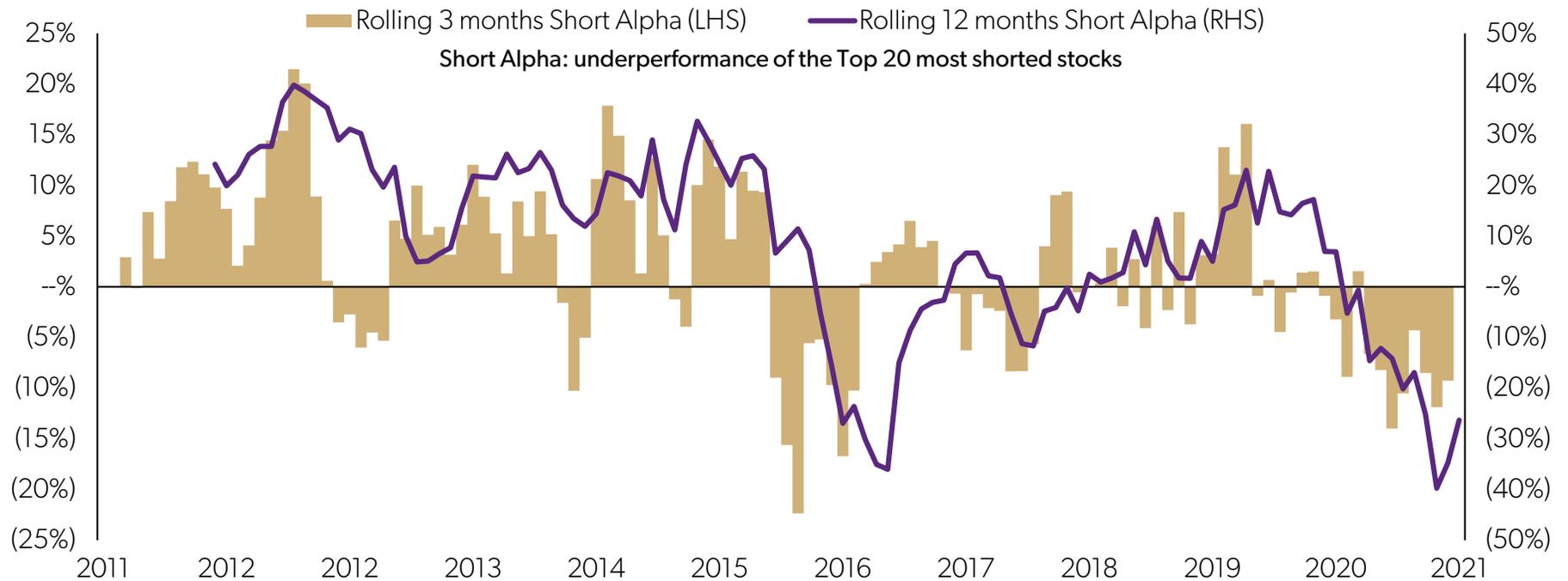


Source: Chalice, ASX release, 1 March 2021

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## Shorting Has Been Tough

Underperformance of the Top-20 most shorted stocks in the S&P/ASX 200 Index



Source: Bloomberg as at 7 March 2021

## RF1 Investment Performance



Fund performance	2019 <sup>3</sup>	2020	2021 <sup>4</sup>	Since Inception <sup>5</sup>
<b>Regal Investment Fund<sup>1</sup></b>	<b>+11%</b>	<b>+46%</b>	<b>+11%</b>	<b>+82%</b>
S&P/ASX 300 Total Return Index	+5%	+2%	+2%	+9%

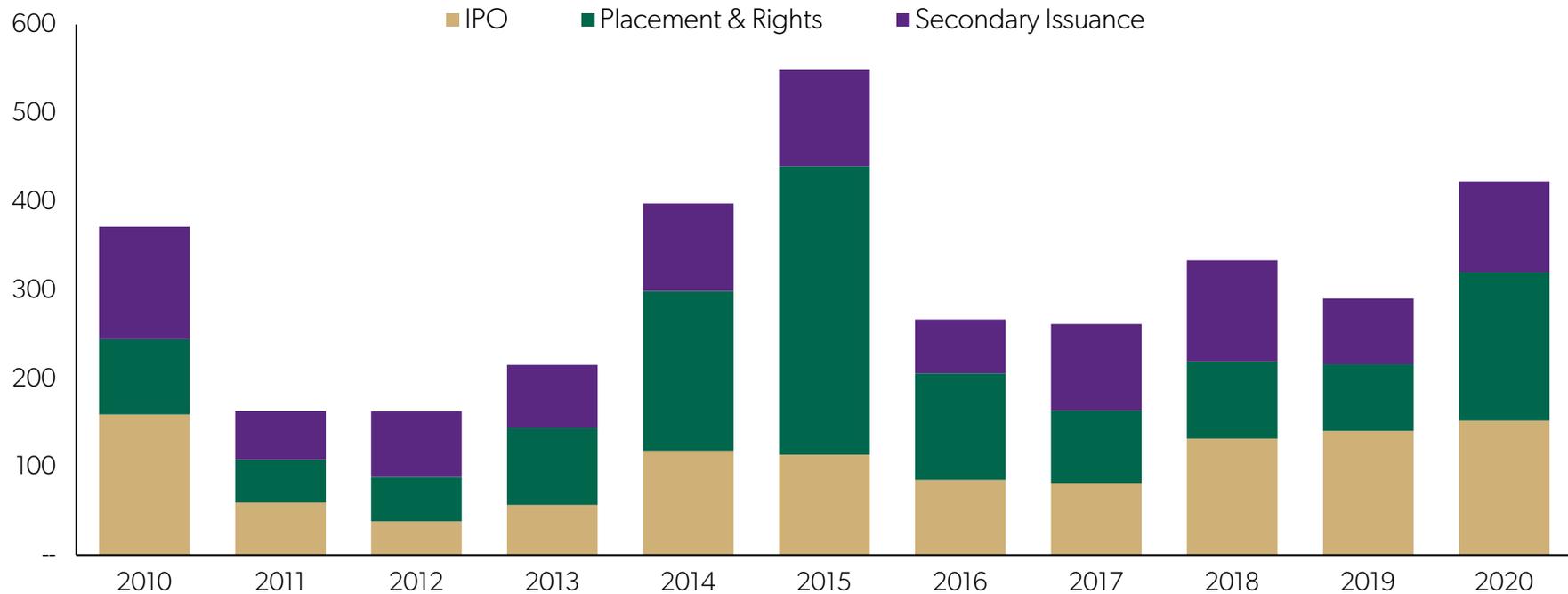
Strategy performance within RF1 <sup>2</sup>	2019 <sup>3</sup>	2020	2021 <sup>4</sup>	Since Inception <sup>5</sup>
Market Neutral	+6%	+22%	+10%	+42%
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Aus. Small Companies	+22%	+40%	+16%	+98%
Emerging Companies	+35%	+83%	+16%	<b>+185%</b>
Long Short Healthcare	n/a	+5%	-5%	+0%
Global Alpha	+34%	+125%	+34%	<b>+301%</b>

Source: Regal, Bloomberg as at 26 February 2021

Note: (1) net of all fees; (2) gross of fees; (3) from 17 June listing date to 31 December 2019; (4) calendar year to 26 February 2021; (5) from 17 June listing date to 26 February 2021; (6) 7<sup>th</sup> September 2020 inception date of Strategy. Past performance is not a reliable indicator of future performance. It should not be relied upon as (and is not) an indication of future performance of the Fund's performance

## Corporate Actions Providing Opportunities In Asia

Equity issuance in Asia — US\$bn



Note: All equity issuance in Asia greater than US\$50m offer size.  
Source: Bloomberg as at 31 December 2020

## Opportunities In Emerging Companies

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Successful pre IPO investments in RF1



Select pre IPO investments in RF1 coming to market

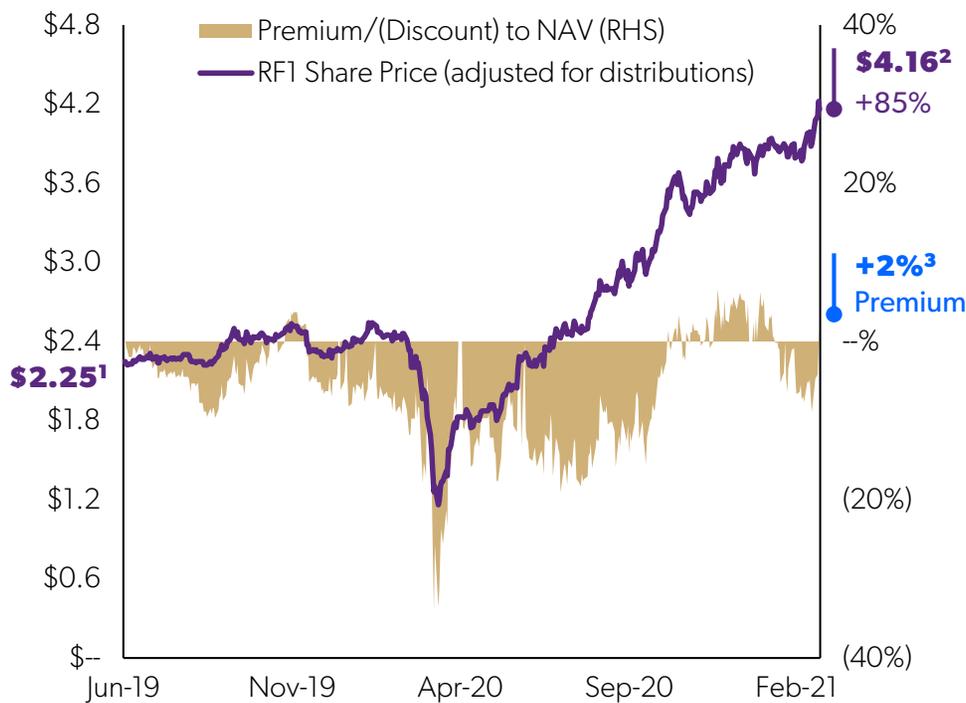


Source: Regal as at 22 March 2021

Note: This is a selection of pre IPO investments made by the Regal Emerging Companies Fund III. This is not a comprehensive list of pre IPO investments made by the Regal Emerging Companies Fund III. Past performance is not a reliable indicator of future performance.

# Delivering Unitholder Value

RF1 share price – adjusted for distributions



**Investment Performance**

Top quartile returns<sup>4</sup>

**Investor Alignment**

Significant staff ownership

**Capital Management**

Accretive share buy-back

**Communications Strategy**

Investor roadshows

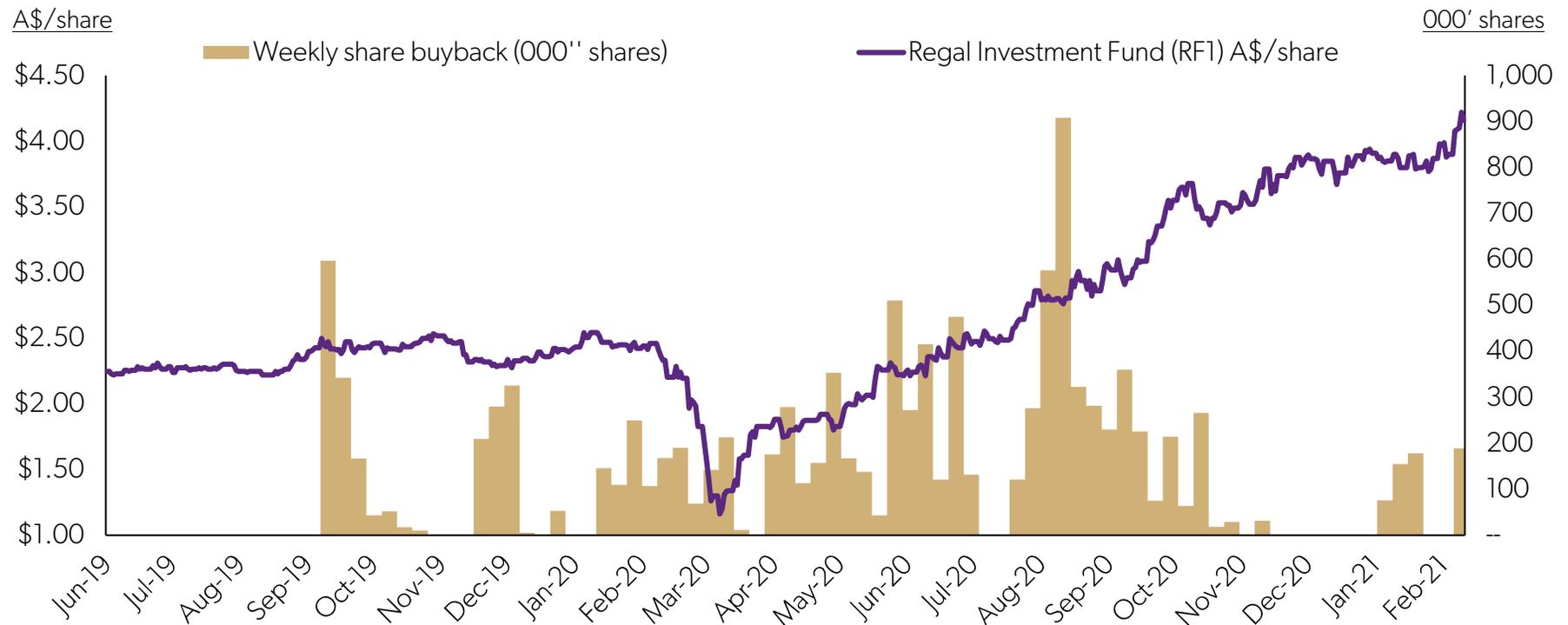
Source: Regal, Bloomberg as at 26 February 2021

Note: (1) Adjusted to reflect lower capital base due to distributions since inception, (2) net of all fees; (3) based on a \$4.16 share price and \$4.10 NAV, rounded-up to the nearest percent; (4) Bell Potter Research, December 2020. Past performance is not a reliable indicator of future performance. It should not be relied upon as (and is not) an indication of future performance of the Fund's performance

## Buyback Has Provided Accretion and Liquidity



The RF1 buyback has been 22% of the traded volume since initiation, at an average price of \$2.71



Source: Regal, Bloomberg as at 26 February 2021

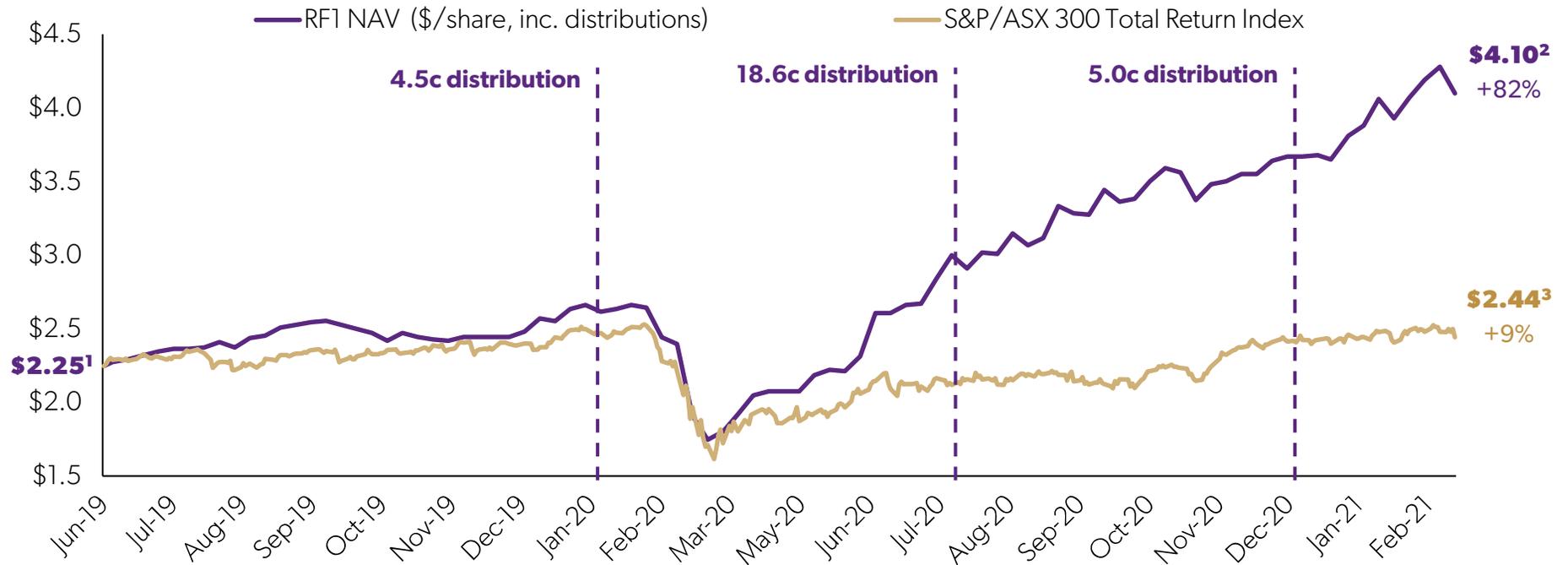
Note: (1) net of all fees

Past performance is not a reliable indicator of future performance. It should not be relied upon as (and is not) an indication of future performance of the Fund's performance

# Historical Yield 5.5%



Regal Investment Fund – net asset value



Source: Regal, Bloomberg as at 26 February 2021

Note: (1) adjusted to reflect lower capital base due to distributions since inception; (2) net of all fees; (3) gross of fees.

Past performance is not a reliable indicator of future performance. It should not be relied upon as (and is not) an indication of future performance of the Fund's performance

## Investor Q&A

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**Phil King**

Chief Investment  
Officer



**Tim Elliott**

Portfolio Manager  
Head of Mining



**Brendan O'Connor**

Chief Executive  
Officer



Thank you for joining the Investor Update for the,

**Regal Investment Fund (ASX: RF1)**

If you have any questions following this presentation, please contact our Registry on:  
[regalfund@linkmarketservices.com.au](mailto:regalfund@linkmarketservices.com.au)

Alternatively, please visit the manager's website:  
[www.regalfm.com](http://www.regalfm.com)

Thank you again for your continued support