

Regal Investment Fund (ASX: RF1)

APRIL 2020

The Regal Investment Fund Net Asset Value (NAV) increased by 8.5% to \$2.24 in April. Global equity markets experienced a strong rally in April from the lows of late March, as market participants sought to navigate the positive benefits of aggressive global monetary and fiscal stimulus measures against a backdrop of increasingly weak economic activity.

The Market Neutral Strategy increased 2.0% for the month. Energy, after being hardest hit in March, was the strongest sector this month, despite one-month forward oil futures at one point trading in negative territory as a result of technical factors that saw oversupply leading to a lack of physical oil storage capacity.

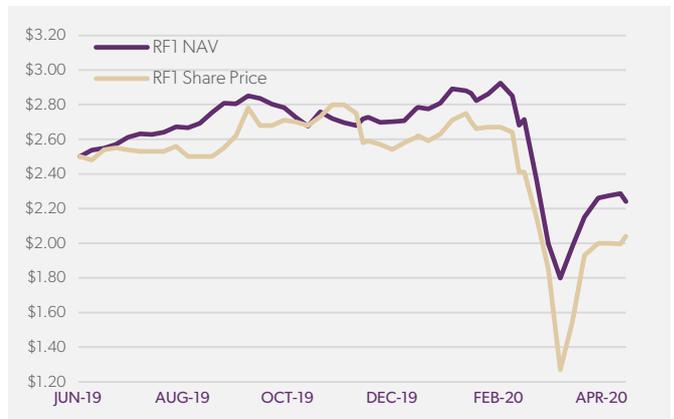
Our Global Alpha Strategy returned 4.6% in April, with the main contributions coming from stocks in the US and Japanese markets. Pleasingly, our index futures positions in Hong Kong and Australia also produced positive returns for the month. The strategy remains highly liquid and is well positioned to continue to take advantage of dislocations in equity markets.

The Small Companies strategy increased 26.7%. In stark contrast to March, the long book delivered the majority of gains in April, given the breadth of the market recovery. Notable performers included online bookmaker Pointsbet Holdings (+64%), which recovered from a significant sell-off in March following the cessation of the majority of international sports. A long position in regenerative medicine company Mesoblast also benefited performance this month, the share price rising +143% following an exuberant market response to the release of initial data relating to a COVID-19 patient trial.

Reflecting a similar dynamic, the Regal Emerging Companies Fund III increased 10.1% in April. Notable performers included rapid diagnostic test medical device company Atomo Diagnostics (+140%), communication software business Whispir (+73%), junior gold explorer NTM Gold (+56%), and sales enablement software company BigTinCan (+43%).

On 24 April, Regal hosted a webinar for RF1 investors to give a market and fund update. To watch the replay, please [register here](#).

RF1 NAV vs RF1 SHARE PRICE



Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	INCEPTION %
Market Neutral Strategy	2.0%	-28.3%
Australian Long Short Equity Strategy	14.8%	-17.5%
Small Companies Strategy	26.7%	-21.7%
Emerging Companies Strategy	10.1%	28.7%
Global Alpha Strategy	4.6%	53.0%
TOTAL (NET)	8.5%	-8.9%

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SUMMARY DATA

PERFORMANCE	1 MTH %	3 MTH %	YTD%	INCEPTION %
Regal Investment Fund - Net	8.48	-21.77	-18.20	-8.90

Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income.

KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$2.24
ASX Code	RF1	RF1 Market Capitalisation	A\$243m
Structure	Listed Investment Trust	Units on Issue	108,652,800 units
Listing Date	17 June 2019	Distribution Frequency	Semi-annual
Management Fee	1.5% (plus GST)	Responsible Entity	Equity Trustees Limited
Performance Fee	20% above RBA Cash Rate	Investment Manager	Regal Funds Management Pty Ltd
High Water Mark	Yes	Fund Administrator	HSBC

CONTACT INFORMATION

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Regal Investment Fund (ASX: RF1)

STRATEGY

The investment objective of RF1 is to provide investors with exposure to a selection of alternative investment strategies with the aim of producing attractive risk adjusted absolute returns over a period of more than five years with limited correlation to equity markets. The Manager's investment philosophy is grounded in the belief that a diversified portfolio of assets, using a range of investment strategies and backed by long-term capital, is key to achieving superior risk-adjusted returns over the long-term.

The RF1 portfolio will be constructed by the Manager using multiple investment strategies managed by Regal. The Manager may adjust the Portfolio's strategy allocations depending on prevailing market conditions or other factors it considers relevant at the time in order to achieve the RF1's Investment Objectives. The Regal investment strategies include but are not limited to five investment strategies that the Manager will use to construct the initial portfolio.

The exposure ranges for the Initial Strategies are below¹:

MARKET NEUTRAL	LONG SHORT EQUITY	SMALL COMPANIES	EMERGING COMPANIES ²	GLOBAL ALPHA
40% - 60%	0% - 25%	0% - 25%	0% - 25%	0% - 25%

FUND ADVISOR PROFILE

Regal Funds Management Pty Limited is the Fund's Investment Manager. The Manager was founded in 2004 and has specialised in alternative investment strategies with a primary focus on long/short investment strategies.

The Investment Manager has a team of over 40 people, including 25 investment management professionals across a number of investment strategies.

The Manager's Investment Team have, on average, over 10 years' experience in financial markets both in Australia and overseas. The Investment Manager has experience on the buy and sell side, fundamental investing, sales and research, long-side and hedge fund investing, as well as investment banking and capital markets.

FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2020	4.57	-6.38	-22.97	8.48									-18.20
2019	n/a	n/a	n/a	n/a	n/a	2.06	2.82	3.91	4.00	-3.22	-0.93	2.41	11.36

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A copy of the PDS is available at www.regalfm.com/RF1

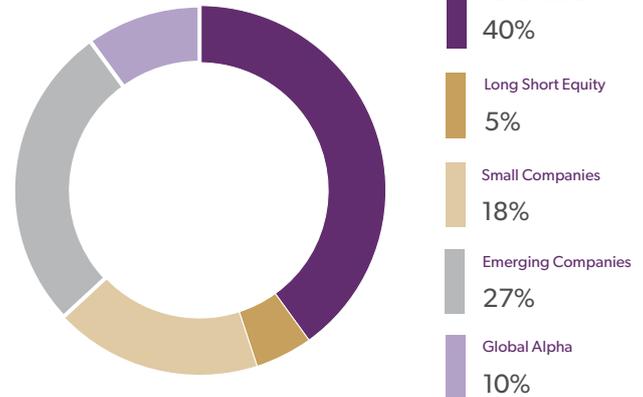
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¹ Ranges permitted by the Investment Guideline. The Fund portfolio will be constructed using multiple Regal Investment Strategies and these Strategies are not necessarily limited to the Initial Investment Strategies.

² Applicable at the time of investment

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 30 April 2020.

CURRENT EXPOSURE BY STRATEGY (NAV)



BALANCE SHEET EXPOSURES (% OF NAV)

SECTOR	LONG	SHORT	NET	GROSS
Communication Services	8	-5	3	13
Consumer Discretionary	12	-17	-5	29
Consumer Staples	9	-4	5	14
Diversified	27	0	27	27
Energy	2	-9	-7	11
Financials	11	-18	-7	28
Health Care	20	-17	3	37
Industrials	12	-13	-1	25
Information Technology	18	-12	6	30
Materials	28	-14	14	42
Real Estate	7	-9	-2	16
Utilities	1	-1	0	2
Total	156	-119	37	275
REGION	LONG	SHORT	NET	GROSS
Asia	18	-18	-1	36
Australia/NZ	130	-94	36	225
EMEA	0	0	0	0
Americas	7	-6	1	14
Total	156	-119	37	275