



Regal Investment Fund (ASX: RF1)

DECEMBER 2022

The Regal Investment Fund (the “Fund”) Net Asset Value (“NAV”) decreased by -4.0% to \$2.95 in December. Since inception on 17 June 2019, the Fund has generated 19.8% p.a. net of fees.¹

Global equity markets were weaker through December, closing out a tumultuous calendar year for capital markets more broadly. The S&P 500 declined -5.9% over the month, taking its calendar year return to -19.4% and posting its largest calendar year loss since 2008 in the process. The tech-heavy NASDAQ led declines in December, the index contracting -8.7% over the month, taking its calendar year performance to -33.1% and comfortably ending its streak of 13 consecutive positive years of total returns since 2009. Australian equities fared better, both in December and for the CY22, the ASX 200 declining -3.4% for the month and decreasing -5.5% for the 2022 calendar year, with the local index buffeted by greater index exposure to bulk commodities and energy, alongside more rate-sensitive sectors such as insurance, retail banks and utilities. Australian small and microcap stocks underperformed their larger cap peers by some margin, with the ASX Small Ordinaries Index declining -18.4% in 2022, led by falls across the technology and IT sectors. The ASX Small Industrials declined -24.1% over the year versus Small Resources down -8.4%.

In line with the broader market, all the underlying strategies detracted from performance in December. The largest detractors stemmed from the Emerging Companies Strategy as weaker sentiment across both technology and smaller/micro caps continued to weigh on the sector. The performance in this sector was impacted by long positions in unlisted medical intelligence company Enlitic, following the company completing a capital raising at a discount to the last held valuation, in addition to digital payments business Till Payments also completing a capital raising at a discount to last. Other detractors this month were long positions in location-based app provider Life360 (-22%) with the company share price suffering some indigestion post the completion of a fully-underwritten capital raise in November and digital property settlements provider Pexa Group (-18%).

RF1 SUMMARY DATA (as at 31 December 2022)

RF1 ASX Closing Price	\$2.87
RF1 NAV	\$2.95
Premium / (Discount)	(2.71)%

¹ Past performance is not a reliable indicator of future performance.

PERFORMANCE DATA (NET)

PERFORMANCE	1MTH %	3MTH %	6MTH %	1YR %	2YRS %P.A	3YRS %P.A	INCEPTION %P.A.
Regal Investment Fund	-4.0	-6.5	2.9	-14.3	8.3	19.7	19.8

¹ Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Net return on RF1 assets after fees, and costs.

KEY FUND INFORMATION

Name	Regal Investment Fund	Monthly NAV (per unit)	A\$2.95
ASX Code	RF1	RF1 NAV	A\$612m
Structure	Listed Investment Trust	Units on Issue	207,244,378 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

RF1 FUND PERFORMANCE

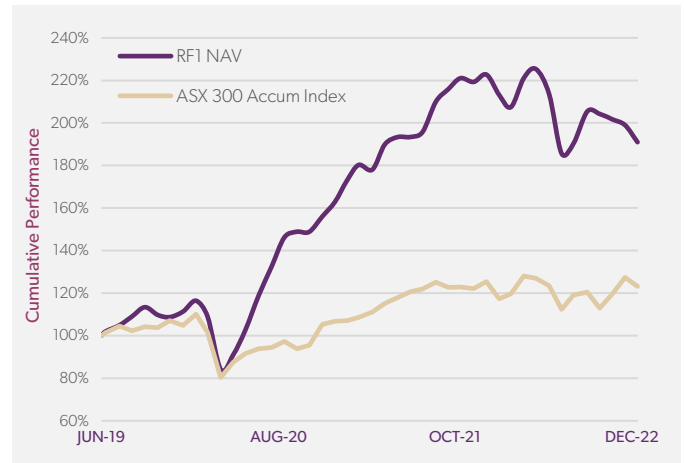


Chart represents cumulative performance of RF1 NAV since inception on 17 June 2019. Net of fees and costs. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance.

UNDERLYING STRATEGY PERFORMANCE (GROSS)

STRATEGY	1 MONTH %	12 MONTHS %	INCEPTION %P.A.
Market Neutral Strategy	-2.3	2.9	18.2
Long Short Equity Strategy	-5.3	0.6	15.1
Small Companies Strategy	-5.0	-36.8	19.3
Emerging Companies Strategy	-2.2	-12.5	39.0
Global Alpha Strategy	-8.6	7.3	67.4
Long Short Health Care Strategy	-1.6	-4.8	5.5
Water Strategy ²	-0.1	-	-0.2
Resource Royalties ³	0.0	-	-
TOTAL RF1 (NET)	-4.0%	-14.3%	19.8%

¹ Past performance is not a reliable indicator of future performance. Performance figures assume reinvestment of income. Underlying strategy performance expressed exclusive of fees and costs. Total RF1 performance expressed net of fees and costs.
² Water Strategy commenced 1 August 2022.
³ Resources Royalties commenced 18 October 2022.

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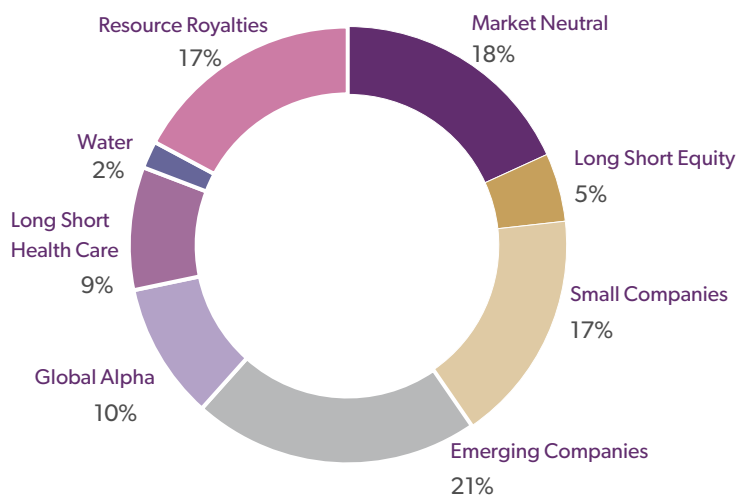
STRATEGY

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. Regal Funds Management Pty Limited's ("Regal" or the "Manager") 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 is constructed by the Manager using multiple investment strategies managed by it. 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 RF1's investment objectives.

The current exposures by Strategies are below:¹

CURRENT EXPOSURE BY STRATEGY (NAV)



FUND PERFORMANCE (NAV)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2022	-4.34	-2.63	6.57	1.93	-5.24	-13.05	2.55	7.89	-0.58	-1.27	-1.32	-4.02	-14.26
2021	6.16	4.22	-1.22	6.65	1.83	0.02	1.21	7.27	2.86	2.39	-0.79	1.57	36.72
2020	4.57	-6.38	-22.97	8.48	12.64	15.81	11.35	10.49	1.82	-0.02	4.77	4.49	46.31
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

Past performance is not a reliable indicator of future performance. Performance figures are net of fees and costs and assume reinvestment of income.

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

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¹ The Fund portfolio will be constructed using multiple Regal Investment Strategies and these Strategies are not necessarily limited to the current Investment Strategies.

² Australian Alternative Investment Manager of the Year, awarded at the Annual AIMA "Hedge Funds Rock" Awards in 2019, 2016, 2014, 2011.

³ Funds under management at 31 October 2022 for the Group (including 100% of Kilter Rural and Attunga Capital) includes non-fee earning funds.

Note: Performance figures are net of all fees unless otherwise stated. All numbers are as at 31 December 2022.

FUND ADVISOR PROFILE

Regal is RF1's investment manager. Regal is a multi-award winning investment management business, four times awarded alternative investment management firm of the year². Part of ASX-listed 'Regal Partners Limited' (ASX:RPL), Regal Funds sits alongside VGI Partners, Kilter Rural and Attunga Capital, managing approximately A\$5.5bn³ in capital across a diverse range of alternative investment strategies covering long / short equities, private markets, real and natural assets, and capital solutions. With a large team of approximately 100, including over 45 investment professionals, located in offices across Sydney, Melbourne, Singapore and New York, RPL manages capital on behalf of institutions, family offices, charities, wealth advisory groups and private investors across Australia, Europe and the US. Combining deep industry experience, extensive networks and multi-award winning performance track records, Regal seeks to be a leading provider of alternative investment strategies globally.

BALANCE SHEET SECTOR EXPOSURES (% OF NAV)

SECTOR	LONG	SHORT	NET	GROSS
Communication Services	8	-2	6	9
Consumer Discretionary	10	-9	1	19
Consumer Staples	4	-2	3	6
Diversified	0	0	0	0
Energy	16	-3	12	19
Financials	14	-7	8	21
Health Care	18	-11	7	29
Industrials	7	-5	2	12
Information Technology	12	-5	7	17
Materials	27	-11	16	38
Real Estate	7	-3	4	10
Utilities	1	-3	-2	4
Total (Listed Positions)	124	-60	63	184
Total (Non Listed Positions)	39	-1	40	40
Total	163	-61	103	224