



Fund Objective

The investment objective of the Fund is to deliver income and capital growth over the long-term by investing in Australian listed equities, exchange traded derivatives and cash assets. The Fund is suitable for investors with an investment horizon of at least five years.

Net Performance

	1 Month	3 Months	6 Months	12 Months	FYTD
Frame Long Short Australian Equity Fund	-3.30%	-3.23%	-15.83%	-18.08%	-3.23%
Benchmark (RBA Cash Rate + 3%)	0.44%	1.23%	2.09%	3.68%	1.23%
Excess Return	-3.74%	-4.46%	-17.93%	-21.77%	-4.46%

Fund Details

APIR Code	PRS7638AU
ISIN Code	AU60PRS76381
Prime Broker	Interactive Brokers LLC
Unit Price	\$0.8448
Distribution Frequency	Semi-Annually
Applications/Redemptions	Monthly
Management Fee	1.6% per annum
Performance Fee	25% (subject to HWM)
Buy/Sell Spread	+/- 0.2%
Minimum Investment (AUD)	\$50,000
Investor Classification	Wholesale and Retail (via PIB Class V)
Platform Availability	HUB24, Netwealth, Mason Stevens

Characteristics

Number of Stocks	22
Portfolio (unfranked) Dividend Yield	0.75%
Stock Range	0-80
Industry Range	Unrestricted
Gross Exposure Range	0-200%
Cash Range	0-100%

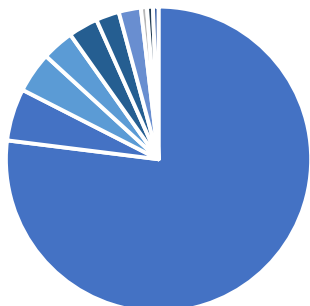
Contributors

New Hope Corporation	0.40%	Atlas Arteria Group	-0.27%
Whitehaven Coal Ltd	0.29%	Mineral Resources Ltd	-0.27%
Pilbara Minerals Ltd	0.18%	NIB Holdings Ltd	-0.22%

Detractors

Sector Allocations

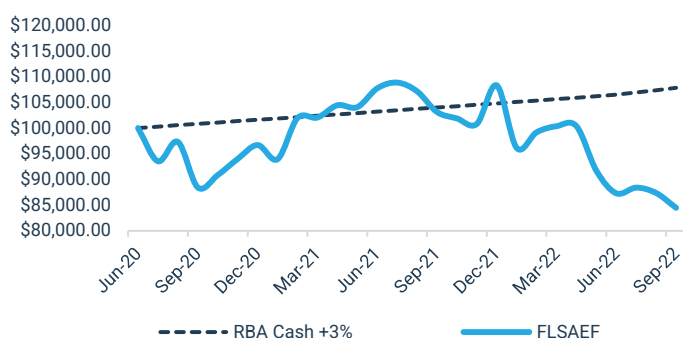
Sector	Weight
Cash	76.97%
Financials	5.53%
Industrials	4.30%
Materials	3.39%
Consumer Staples	3.14%
Communication Services	2.46%
Energy	2.35%
Information Technology	0.64%
Health Care	0.63%
Utilities	0.58%



Top 10 Positions

Company	Weight
Treasury Wine Estates Ltd	1.96%
NIB Holdings Ltd	1.90%
Medibank Private Ltd	1.89%
IPH Ltd	1.88%
Chorus Ltd	1.84%
Brambles Ltd	1.83%
Steadfast Group Ltd	1.74%
Whitehaven Coal Ltd	0.91%
Pilbara Minerals Ltd	0.85%
AVZ Minerals Ltd	0.78%

Growth of \$100,000



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Commentary

Units of the Frame Long Short Australian Equity Fund declined -3.30% in September. Comparatively, the S&P/ASX200 declined -7.34% for the period.

Aggressive selling pressure returned to global financial markets in September. Another upside CPI surprise out of the United States sparked fresh fears inflation may be more persistent than previously expected. Both equity and bond markets took a hit as investors adjusted to the idea of higher interest rates for longer. In Australia, the cash rate was increased to 2.35%, the highest level since December 2014. At the close of the month, market pricing suggested a 79% chance of a fifth consecutive 50 basis point increase to 2.85%. The implied terminal rate is now over 4%.

Alternative energy commodities were top performers once again. Our investments in New Hope Corporation Ltd (**ASX: NHC**) and Whitehaven Coal Ltd (**ASX: WHC**) contributed approximately +0.40% and +0.29% respectively. Energy market turmoil continued in Europe, aided and abetted by leaks in the Nord Stream gas pipelines. Pilbara Minerals (**ASX: PLS**) also contributed +0.18% as spodumene concentrate prices at auction continued to exhibit significant strength. The strategy took profit in these businesses but has maintained a smaller core position in the portfolio.

Largest detractors were Atlas Arteria Group (**ASX: ALX**), Mineral Resources Ltd (**ASX: MIN**) and NIB Holdings (**ASX: NHF**). They detracted approximately -0.27%, -0.27% and -0.22%. Atlas Arteria fell after they announced their acquisition of a majority interest in the Chicago Skyway, a deal that required them to raise ~\$3.1 billion AUD. Mineral Resources experienced a choppy month, with falling iron ore prices offset by leaked news that suggested they could list the lithium component of the business. NIB fell with the broader market.

Fund performance benefitted from tight risk management and low exposure. Our longer-term strategies remain defensive, while short term volatility presents opportunities to trade long and short. Capital preservation remains our focus as it is our view that elevated volatility will continue in for some time.

At the conclusion of the month the Fund held 76.97% in cash.

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