

Datt Capital Absolute Return Fund

APIR FHT3309AU

DATT
CAPITAL

This information has been prepared for wholesale/sophisticated investors only.

INVESTMENT UPDATE – FEBRUARY 2024

The Datt Capital Absolute Return Fund is a long-only fund targeting double digit returns over the medium term, managed by a performance orientated and differentiated boutique fund manager. Our objectives are to minimize the risk of permanent capital loss, achieve an absolute return throughout the economic cycle and temper the market risks typical of equity funds. We believe utilizing a multi-asset approach reduces downside risk and volatility in returns.

Unit Mid-Price	Net Return Per Annum Since Inception	Net Return Since Inception	Fund Status
\$1.1174	16.11%	129.68%	Open

INVESTMENT PERFORMANCE

	Since Inception per annum	5 year per annum	3 year per annum	1 year	3 month	1 month
Datt Absolute Return Fund	16.11%	16.64%	13.86%	16.31%	5.79%	5.31%
Benchmark	6.64%	6.64%	7.22%	9.49%	2.35%	0.74%
Value Add (net)	9.47%	10.00%	6.64%	6.82%	3.44%	4.57%

Actual performance will differ for clients due to timing of their investment. Returns are calculated net of all fees, since inception. Benchmark is the RBA rate plus 5%. Inception date of the Fund is December 2018. Past performance is not an indicator of future performance

Key Fund Information		Top 3 Portfolio Holdings (alphabetical) as at January end.	
Investment Objective	To achieve absolute double digit returns over 2-year periods	Undisclosed	
Min. Investment	\$100,000 (unless otherwise agreed)	WA1 Resources (WA1)	
Management Fee (p.a.)	1.025%	Yancoal (YAL)	
Performance Fee (p.a.)	20.5% > benchmark	Portfolio Analytics¹	
Benchmark	RBA rate + 5%	Sortino Ratio	1.29
Fund Administrator	Fundhost	Sharpe Ratio	0.80
Auditor	Ernst & Young	Standard Deviation	19.05%
Custodian/PB	NAB Asset Services		
Trustee	Fundhost		

¹Sortino and Sharpe ratios assume the Australian cash rate as the applicable risk-free rate, since inception.

COMMENTARY

For the month of February, the Fund delivered a net return of 5.31% for our investors. Since inception, we have achieved a net compound annual return of 16.11% or 129.68% on a net cumulative return basis.

The main contributor to performance this month was the portfolio's exposure to the gold sector, where our positions achieved a solid uplift from positive fundamental drivers and industry sentiment. Core position, WA1 Resources, which affected our performance negatively last month recovered and continues to build fundamental value ahead of key catalysts that are expected mid-year.

Reporting season was fairly benign with no real surprises. The Fund took upon a couple of new positions in insurance and industrials; both which are long-standing franchises and that we felt were sold off unfairly following their half year reports.

Broader markets remain strong especially in large caps. We are taking a measured, short-term view to understand if this is sustainable given a number of geopolitical challenges on the horizon.

We continue to build positions in select sectors and opportunities where significant strategic, latent value and optionality exists. We continue to see elevated levels of corporate activity and restructuring on listed markets and expect this dynamic to continue this calendar year.

We encourage investors interested in our offerings to please contact Daniel Liptak via email at daniel@datt.com.au or via phone on 0419 004 524.

Returns by Month

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	FYTD
FY19		2.6%	-1.22%	-4.8%	3.53%	-2.07%	6.97%	1.66%	0.76%	-3.64%	-2.45%	0.79%	1.57%
FY20	4.85%	3.01%	1.72%	0%	1.31%	0.84%	2.02%	-5.85%	-13.66%	12.00%	9.22%	8.24%	23.23%
FY21	10.84%	11.82%	-2.05%	-0.37%	-1%	0.30%	-0.1%	3.63%	-0.98%	4.46%	6.26%	-7.17%	26.86%
FY22	3.21%	-6.32%	7.63%	-6.90%	-2.64%	9.42%	-6.49%	5.27%	9.28%	4.31%	-0.43%	-3.71%	11.03%
FY23	12.13%	15.40%	-3.76%	-0.25%	-2.45%	-2.63%	-1.46%	-3.65%	-5.19%	2.02%	5.22%	0.47%	14.54%
FY24	2.11%	-1.43%	-1.07%	4.43%	3.41%	7.42%	-6.48%	5.31%					13.75%

Actual performance will differ for clients due to timing of their investment. Returns are calculated net of all fees, since inception. Inception date of the Fund is December 2018. Past performance is not an indicator of future performance.

Please click the link below to view the Fund disclosure documents and apply for an investment online.



Disclaimer

The Datt Capital Absolute Return Fund (Fund) and this report is for wholesale clients only. Datt Capital Pty Ltd (ABN 37 124 330865, AFSL 542100) is the Investment Manager of the Fund. Fundhost Limited (ABN 69 092 517 087, AFSL 233045) is the issuer and trustee of the Fund. The information contained in this document is not intended for distribution to, or use by, any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation, or which would subject Datt Capital or Fundhost Limited to any registration or other requirement within such jurisdiction or country. To the extent permitted by law, Datt Capital and Fundhost, their officers, employees, consultants, advisers and authorized representatives, are not liable for any loss or damage arising as a result of any reliance placed on this document. Information has been obtained from sources believed to be reliable, but we do not represent it is accurate or complete, and it should not be relied upon as such. Datt Capital may provide general information to help you understand our investment approach. Any financial advice we provide has not considered your personal circumstances and an investment in the Fund may not be suitable for you. Past performance is not an indicator of future performance. Returns are not guaranteed.