

Datt Capital Absolute Return Fund

APIR FHT3309AU

DATT
CAPITAL

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

INVESTMENT UPDATE – APRIL 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
\$1.2549	17.97%	157.95%	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	17.97%	20.08%	17.02%	35.04%	18.26%	14.18%
Benchmark	6.73%	6.74%	7.47%	9.63%	2.32%	0.77%
Value Add (net)	11.24%	13.34%	9.55%	25.41%	15.94%	13.41%

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 August 2018. Past performance is not an indicator of future performance

Key Fund Information		Top 3 Portfolio Holdings (alphabetical) as at March end.	
Investment Objective	To achieve absolute double digit returns over 2-year periods	Clarity Pharmaceuticals (CU6)	
Min. Investment	\$100,000 (unless otherwise agreed)	Jupiter Mines (JMS)	
Management Fee (p.a.)	1.025%	WA1 Resources (WA1)	
Performance Fee (p.a.)	20.5% > benchmark	Portfolio Analytics¹	
Benchmark	RBA rate + 5%	Sortino Ratio	1.45
Fund Administrator	Fundhost	Sharpe Ratio	0.87
Auditor	Ernst & Young	Standard Deviation	19.55%
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 April, the Fund delivered a net return of 14.18% for our investors. Since inception, we have achieved a net compound annual return of 17.97% or 157.95% on a net cumulative return basis.

The Fund's portfolio performed superbly over the month with all core positions performing strongly. Portfolio movement was minimal over the month with minor adjustments to core positions and reducing non-core market exposure.

WA1 Resources ran strongly, confirming that it's maiden Mineral Resource Estimate (MRE) for the Luni deposit is on track to be released by the end of this financial year. We also expect to see further preliminary metallurgical information disclosed, potentially as part of the MRE release.

Manganese markets and ore prices continued to scream higher as we expected. Silicon Manganese, the midstream product of manganese ores, prices strengthened significantly over the month providing a sound basis for continued further strengthening in manganese ore prices. Significantly, high grade manganese stockpiles in China have drawn down over 10% over the last 30 days and we anticipate that this trajectory will build. Portfolio exposure, Jupiter Mines (JMS) is superbly positioned to benefit from this dynamic and have guided that realised prices closer to the spot prices will be captured from June onwards. We remain enthused by the potential in this position, given the 3 underlying drivers of manganese markets: steel margins, silicon manganese and manganese ore prices; are all coming out of multi-year cyclical troughs.

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%	-1.64%	14.18%			27.75%

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



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