

Datt Capital Absolute Return Fund

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DATT
CAPITAL

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

INVESTMENT UPDATE – JULY 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
\$1.2823	17.58%	163.58%	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	17.58%	19.87%	17.17%	27.85%	2.18%	-5.71%
Benchmark	6.86%	6.91%	7.86%	9.72%	2.38%	0.79%
Value Add (net)	10.72%	12.96%	9.31%	18.13%	-0.20%	-6.50%

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 July 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	1.48
Fund Administrator	Fundhost	Sharpe Ratio	0.88
Auditor	Ernst & Young	Standard Deviation	19.51%
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 July, the Fund delivered a net return of -5.71% for our investors. Since inception, we have achieved a net compound annual return of 17.58% or 163.58% on a net cumulative return basis.

The Fund's portfolio declined over the month largely due to core positions Jupiter Mines and WA1 Resources softening considerably. Minor adjustments were made to the portfolio selectively increasing specific gold, financial services and technology exposures.

WA1 Resources raised \$60 million in fresh capital to progress the Luni project, putting the company in an extremely strong pro-forma cash position of more than \$100 million. The company has had a stellar record of disciplined capital management and shareholder value creation, and now are well equipped to rapidly derisk the project to a final investment decision. Despite the successful capital raise, the market sold the stock down heavily.

Jupiter Mines fell 30% on weaker manganese prices over the month, as large low-grade volumes of manganese entered the market, providing ample supply to converters. However, weak demand and a negative from Chinese steel makers also weighed heavily on manganese markets.

The Fund increased its exposure to gold, financial services and technology exposures which we believe are attractively valued and may provide growth potential over the next 6-12 months period, independent of market volatility.

Whilst broader markets remain uncertain and noisy, pleasingly we are finding plenty of prospective opportunities amongst the rubble.

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%	10.28%	-1.73%	38.45%
FY25	-5.71												-5.71%

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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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