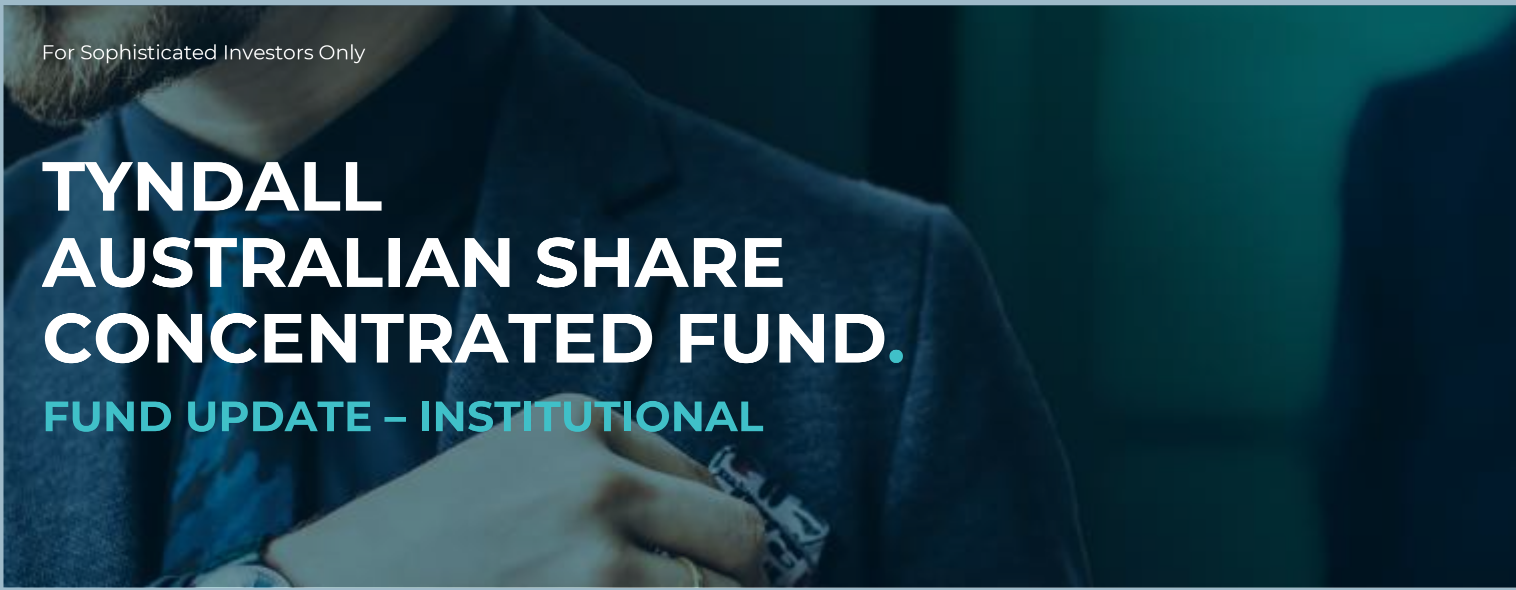


For Sophisticated Investors Only

TYNDALL AUSTRALIAN SHARE CONCENTRATED FUND.

FUND UPDATE – INSTITUTIONAL

AS AT
31 OCTOBER 2021

Fund Performance (%)

	1 Mth	3 Mths	6 Mths	1 Yr	2 Yrs p.a.	3 Yrs p.a.	4 Yrs p.a.	5 Yrs p.a.	7 Yrs p.a.	10 Yrs p.a.	15 Yrs p.a.	20 Yrs p.a.	Since Inception p.a
Fund	-0.74	3.91	9.97	37.00	4.95	9.08	5.79	8.09	6.18	10.48	--	--	9.50
Benchmark	-0.10	0.51	6.34	27.96	8.41	11.92	9.60	10.88	8.46	10.02	--	--	9.28
Excess Return	-0.64	3.40	3.63	9.05	-3.46	-2.84	-3.81	-2.79	-2.27	0.46	--	--	0.22

Source: BNP Paribas. * Fund gross returns are pre fees, pre tax and the dividends are reinvested. Inception date for the Fund is 26 May 2010. Past performance is not an indicator of future performance.

The Fund outperformed the benchmark over the month.

Key contributors to relative performance:

- **29Metals** contributed to performance with the stock driven higher by rising base metal prices. Zinc benefited from the capacity closure of some European smelters who were under pressure from rising energy prices due to gas shortages flowing from Eastern to Western Europe.
- **Origin Energy** contributed to performance. A positive data point on Octopus Energy in late September, sustained high oil prices, global gas shortages, improving electricity futures prices and a partial sell down of APLNG all contributed to improved confidence in Origin's outlook.
- The nil holding in **Rio Tinto** contributed to performance. Iron ore exposed stocks declined, with the iron ore price falling over the period on lower Chinese steel production and rising ore inventories.
- **G8 Education** rallied during October as the re-opening of the economy provides greater confidence in the recovery of occupancy in the childcare sector.
- **Iluka Resources** contributed to performance as the bullish outlook for mineral sands continued to play out. Demand continues to recover, not only in China, but also in European end-markets, while supply remains constrained.

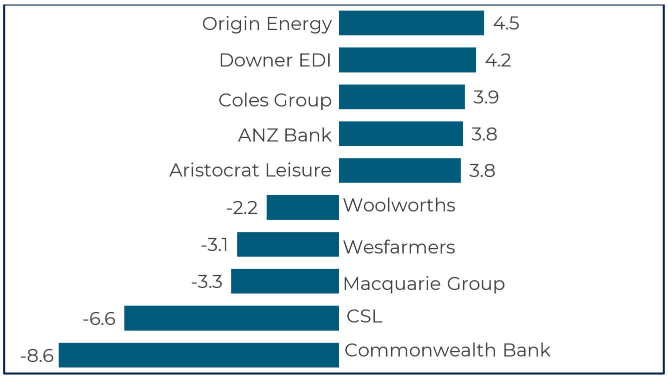
Key detractors from relative performance:

- The nil holding in **Macquarie Group** detracted from performance as it strongly outperformed during October leading into its half year result. The combination of volatility in commodity markets, strong asset realisation and capital markets activity leads to positive revenue growth.
- **Ardent Leisure** underperformed despite a lack of news. We believe the underperformance is most likely a result of profit taking after the very strong share price appreciation in the past six months.
- **Suncorp** underperformed during the month as it fell in sympathy with IAG, after ASIC announced it would commence civil penalty proceedings against IAG over policyholder loyalty discount mispricing issues. Compounding this was an unusually high level of storm activity during the month, which had the market worried about potentially large claims.
- **IOOF** underperformed after providing a quarterly update on funds under management and administration that disappointed the market. The continued weakness in ANZ flows may be denting the market's confidence in IOOF's ability to turn around both the ANZ and MLC businesses.
- **Inghams** underperformed despite a lack of material news. Strong global wheat prices have been dampening investor sentiment as they translate to a higher cost base for the business.

Top 10 Holdings

Security Name	% of Fund
Westpac Bank	7.84
ANZ Bank	7.70
National Australia Bank	7.22
BHP Group	6.50
Aristocrat Leisure	5.28
Coles Group	5.00
Origin Energy	4.92
Downer EDI	4.44
QBE Insurance	4.23
Suncorp Group	3.97

Top 5 Over/Underweight Positions (%)

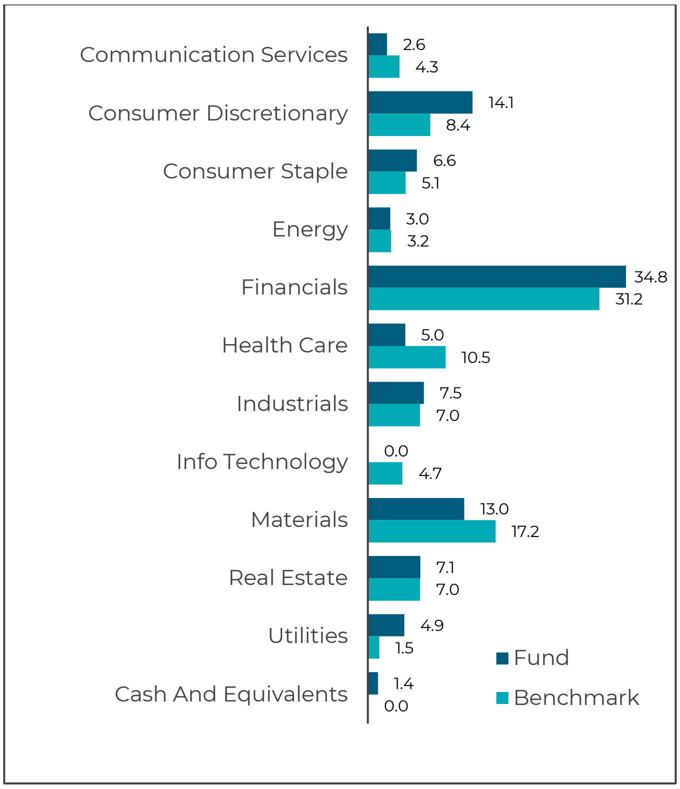


Fund Metrics

	Price to Earnings Ratio*	Forecast Dividend Yield (%)*
Fund	16.18	4.34
Benchmark	18.39	3.67

Actual figures may vary. Forecasts are 12 months forward.
* Based on Broker Consensus forecast.

Sector Exposure (%)



Market Commentary

The S&P/ASX 200 Accumulation Index returned -0.1% during the month. Australian equities generally underperformed global markets in October. In the major developed markets, the US S&P 500 was up 7.0%, the DJ Euro Stoxx 50 was up 5.2% and the UK's FTSE 100 was up 2.2%. Japan's Nikkei 225 bucked the trend, to be down 1.9% (in local currency terms).

Monetary policy settings remained unchanged in October, as the Reserve Bank of Australia (RBA) indicated it would maintain both the cash rate and 3 year yield target at 0.10%, but by month-end appeared to have abandoned the 3 year target. The RBA also reaffirmed its government bond purchase program, intending to purchase AUD 4 billion a week until at least mid February 2022.

Domestic economic data releases in October were mixed. Q3 headline inflation rose 0.8% for the quarter, with the annual rate moderating to 3.0% which was slightly below consensus expectations. Employment fell by 128,000 positions in September, largely in line with expectations given the lockdowns in place at the time. The unemployment rate ticked up to 4.6%. The NAB Survey of Business Conditions fell 9 points, to 5 in September. However, business confidence rebounded from -6 to 13 as the path out of lockdown became clearer. Retail sales fell 1.7% in August, which was in line with expectations. National CoreLogic dwelling prices saw another consecutive monthly rise in October, ending the month up 1.5%, however there are signs that momentum is slowing.

Sector returns were mixed in October. The best performing sectors were information technology (2.1%), health care (1.0%), financials (0.8%), consumer discretionary (0.3%) and real estate (0.2%) all outperformed the broader index. Materials (-0.5%), utilities (-0.6%), communication services (-1.1%), consumer staples (-2.3%) and energy (-2.7%) all underperformed the broader index, while industrials (-3.2%) was the worst performing sector.

The AGM season is underway and has started well with more positive than negative surprises. The re-opening of the economy has seen companies negatively impacted by lockdowns now experiencing a sales recovery. Many companies are facing supply chain challenges and rising costs. Given shipping delays, many retailers have brought forward orders to ensure sufficient inventory for the lead up to Christmas, but higher freight and inventory holding costs are a margin headwind.

ESG is incorporated into each and every valuation

Fund Objective

The Fund aims to provide long-term capital growth and income by investing in a concentrated selection of shares. The Fund is constructed on a benchmark unaware basis, which means stock weightings in the Fund can vary considerably from the S&P/ASX 200 Index.

Key Facts

Responsible Entity
Yarra Investment Management Limited

Buy/Sell Spread
0.25%/0.25%

APIR Code
TYN0040AU

Management Cost
1.00% p.a.

Portfolio Manager
Tim Johnston, Jason Kim

Distribution Frequency
Quarterly

Asset Allocation

Australian Shares	80% - 100%
International Shares	0% - 10%
Cash	0% - 10%

Fund Size
AUD 19.32 million

Minimum Investment
AUD 10,000

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