

## Fund Overview

### INVESTMENT PHILOSOPHY

The Fund provides exposure to listed Australian companies outside of the top 50 and predominantly outside of the top 100 ASX listed companies by market capitalisation. In doing this, the Fund seeks to benefit from the concept of information arbitrage. This refers to the fact that the largest companies tend to be very well covered by market participants, thereby reducing the opportunity to profit from information gained through research. On the other hand, smaller companies are often ignored and therefore research on these companies can uncover unrecognised value.

### INVESTMENT APPROACH



Source: Tribeca Investment Partners

- The investment process seeks to identify the market leaders of the future and will have a bias toward companies with relatively high quality and sustainable earnings streams
- A relatively concentrated portfolio, the Fund generally holds 40-60 stocks.
- Style-neutral exposure to Australian smaller companies
- Proprietary risk management tools used to manage overall portfolio risk
- A proven investment process that has been effective through a number of market cycles spanning over 15 years
- Long history of outperforming the S&P/ASX Small Ordinaries Accumulation Index

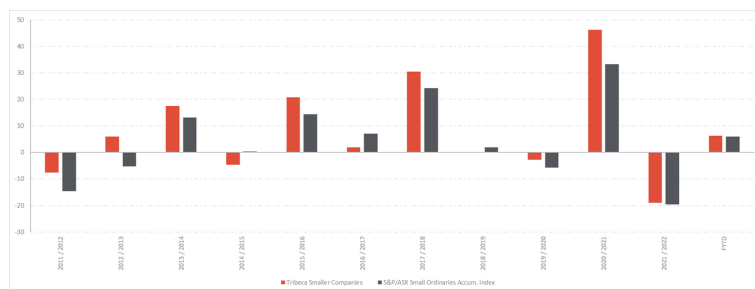
## Fund Characteristics

### TOP 10 ACTIVE WEIGHTS

	Active Position %
Life360, Inc.	3.4
PWR Holdings Ltd.	2.7
Karoon Energy Ltd	2.6
AUB Group Limited	2.6
Capricorn Metals Ltd	2.6
Charter Hall Retail REIT	2.6
Allkem Limited	2.4
IDP Education Ltd.	2.1
Mineral Resources Limited	2.1
Eclixp Group Ltd.	2.4

### LONG TERM PERFORMANCE VS BENCHMARK

**Tribeca Smaller Companies Fund vs S&P/ASX Small Ordinaries Index (%):**  
delivered outperformance in 8 out of 11 financial years since inception



Source: Tribeca Investment Partners.

Tribeca Alpha Plus fund performance figures are net performance. Benchmark performance figures are gross performance. Past performance is not a guide to future performance

## Performance as at 31 October 2022

	1 month %	3 months %	1 year %	3 years %	5 years % pa	7 years % pa	10 years % pa	Since Inception <sup>1</sup> % pa
<b>Class A Units<sup>2</sup></b>	5.18	(2.22)	(20.69)	6.29	7.42	8.52	7.66	7.54
<b>Benchmark<sup>3</sup></b>	6.46	(4.91)	(18.31)	1.46	4.16	7.08	5.10	4.21
<b>Value Added</b>	(1.28)	2.69	(2.38)	4.83	3.26	1.44	2.56	3.33

1. Inception date: 5 August 2010

2. Returns are based on end of month redemption prices and calculated after the deduction of ongoing fees and expenses but before tax and assume distributions are reinvested

3. S&P/ASX Small Ordinaries Accumulation Index

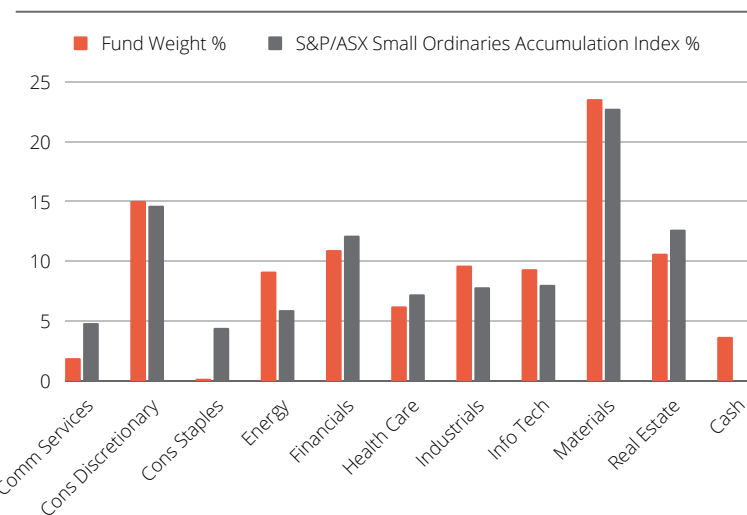
**Past performance is not a guide to future performance**

TOP 10 HOLDINGS

	Fund %	Index % <sup>1</sup>
Life360, Inc.	3.9	0.6
Charter Hall Retail REIT	3.5	0.9
AUB Group Limited	3.4	0.8
Karoon Energy Ltd	3.2	0.5
Capricorn Metals Ltd	3.1	0.5
PWR Holdings Ltd.	3.1	0.4
Viva Energy Group Ltd.	2.8	0.9
Champion Iron Ltd.	2.7	0.8
Webjet Limited	2.6	0.9
Insignia Financial Ltd	2.5	0.9

1. S&P/ASX Small Ordinaries Accumulation Index

SECTOR ALLOCATION



The data presented in these tables and graphs is unaudited and may change at any time. The data is shown for informational purposes only and is not indicative of any future portfolio characteristics. Source: Tribeca Investment Partners

Manager Commentary

Equities had a strong month in October on speculation that central banks are nearing the peak of policy tightening, which lifted sentiment in share markets. Bond yields were a constructive catalyst domestically, with the Australian 10-year nominal bond yield closing 13bps lower to 3.76% and real interest rates also falling. Driving this downshift in bond yields appears to be greater optimism that a slowdown in the pace of rate hikes is nearing, with the RBA and BoC having already slowed in October and the ECB and BoE contemplating a potential slowdown. The broader local market (S&P/ASX200 Accumulation Index) rose 6%, marginally underperforming major global indices. Performance was led by Banks, REITs and Energy. Small caps did marginally better, rising 6.5%, with Health Care leading alongside REITs and Communications. Commodity prices were mixed, with oil leading the gains (Brent Oil +8%) while Iron Ore (-16%) dropped on seasonally softer demand. Gold (-1.9%) fell as the higher US Dollar and real rates continued to weigh on prices.

The Tribeca portfolio marginally underperformed October's strong market gains, with several key tech and resources overweights performing well. However, this was neutralised by some unexpected updates from names we hold that were taken quite poorly by the market.

Underperforming positions included Eclix Group (ECX -16.4%), which fell quite heavily given no new news was released. Used car pricing has begun moderating, which was anticipated, and will reduce the end of lease income for ECX. However, ECX's material free cash flow generation will be applied to share buybacks, largely mitigating the EOL headwind over the next 2 years. This leaves optionality on their fast-growing novated division, together with bolt-on and more material sector consolidation opportunities. The stock remains materially undervalued, in our view. Megaport (MP1 -21.8%) delivered their Q1 results and while the company's growth trajectory continued, part of the narrative changed from just one month prior at the FY22 result. A pick-up in capex, after being guided down, as well as investment in headcount after recent staff cuts, confused investors who had been expecting a move into more material profitability. We're currently reviewing our thesis. Mincor Resources (MCR -26.6%) released FY23 production and cost guidance materially below market expectations as they ramp up their flagship project at Cassini. We had been taking profits for some time in MCR and exited the remainder of our holding. Oz Minerals (OZL -6.3%) drifted lower after comments from the BHP CEO that they wouldn't overpay for OZL given their rejected indicative offer. We anticipate BHP lifting its offer for OZL but on the chance they walk away, we have capacity to add to our holding and would view it as an excellent buying opportunity. Lastly, Eureka Group (EGH -13.8%) drifted lower, at odds with the bounce in the REIT sector, and eventually entered a trading halt for a capital raise to fund acquisitions and investments.

Outperforming for the portfolio was Life360 (360 +39.6%), which released notification of pricing increases across a range of their products, with testing showing an increase in churn but within targeted levels. This should be materially accretive to the bottom line, while the hardware bundling strategy will be delayed into CY23 (previously late CY22) due to the increases. 360 is due to update the market in November as to guidance for CY22 and issue guidance for FY23. PWR Group (PWH +18.7%) continued its strong performance from reporting season and recent broker conference presentations, where the opportunity in the Emerging Technology division was reinforced. Additional information on aerospace and defence tender pipeline is expected at the November AGM. Karoon Energy (KAR +16.5%) had the tailwind of stronger oil prices in October (Brent crude +7.9%), however they also delivered a solid Q1 activities report and tightened its FY23 production guidance range by lifting the bottom end. We like KAR for its production growth, M&A and capital management optionality while trading at a steep discount to market. Praemium (PPS +24.6%) also reported their Q1 which showed an uplift in fund inflows compared to the second half of FY23. Its more recent acquisition, Powerwrap, achieved its best flows in three quarters, while the new CFO initiated a program to streamline costs. Pleasingly, the share price is beginning to recover some of its material falls after takeover talks with rival HUB23 collapsed in early CY22. Lastly, Brainchip (BRN -25.9% not held) fell heavily following its quarterly report, where it posted just US\$118,000 in revenue, a material step-down on previous quarters. At a market cap of over AUD1bn it is far too early to determine whether BRN's intellectual property can be monetised to the point where such a value is justified and hence, we do not hold the name.

See [gsfm.com.au](http://gsfm.com.au) for more information about the Tribeca Australian Smaller Companies Fund.

## Fund Facts

<b>APIR CODE</b> ETL0052AU	<b>RESPONSIBLE ENTITY</b> Equity Trustees Limited
<b>INCEPTION DATE</b> 5 August 2010	<b>PERFORMANCE FEE</b> 0.97% P.A.
<b>DISTRIBUTIONS</b> Half-Yearly	<b>MANAGEMENT FEE</b> 0.92% P.A.
<b>INVESTMENT MANAGER</b> Tribeca Investment Partners Pty Ltd	<b>BUY / SELL SPREAD</b> Buy +0.30% / Sell -0.30%

### Important Information

Investment Manager: Tribeca Investment Partners Pty Ltd ABN 64 080 430 100 AFSL 239070, Responsible Entity: Equity Trustees Limited (EQT) ABN 46 004 031 298 AFSL 240975, Distribution partner: GSFM Pty Limited (GSFM) ABN 14 125 715 004 AFSL 317587. This report is provided for information purposes only and is not intended to take the place of professional advice. Neither Tribeca, EQT nor GSFM give any warranty as to the accuracy, reliability or completeness of the information in this report nor do they undertake to correct any information subsequently found to be inaccurate. Opinions expressed may change without notice.

This report has been prepared without taking into account the investment objectives, financial situation or particular needs of any particular person. Before making an investment decision in relation to the Fund, you should consider the appropriateness of this information having regard to your own objectives, financial situation and needs and read and consider the Fund's product disclosure statement (PDS) dated 30 September 2022 and the Tribeca Investment Partners Reference Guide which forms part of the PDS. Retail investors may invest in the Fund through a licensed financial adviser or an investment platform using the PDS for that platform which can be obtained from the operator of the platform. Tribeca Australian Smaller Companies Fund Class A's Target Market Determination available at [www.gsfm.com.au](http://www.gsfm.com.au). A Target Market Determination is a document which is required to be made available from 5 October 2021. It describes who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed. This document is issued on 21 November 2022.