

Fund Overview

The Tribeca Alpha Plus Fund targets outperformance over the S&P/ASX 200 Accumulation Index over the long term by investing in listed Australian equities (long and short). The fund leverages off the strengths of both quantitative and fundamental styles of investing. Quantitative investing brings breadth and objectivity to the process by exploiting behavioural biases in the market. Fundamental investing gives depth of insight and conviction by identifying high quality businesses with strong fundamentals.

Long-standing Track Record



Core Exposure

Offers investors core exposure to the ASX

A diversified portfolio, generally consisting of 60-70 long positions and 30-40 short positions

Style Neutral

Style agnostic and broad-based industry exposure

Long-standing Track Record

One of the longest running equity long short funds in Australia (inception 2006).

Unique Long Short Approach

Utilises a long short approach that is rarely seen in Australian equities. Active management allows enhanced return potential and better risk control.

Target allocation of 150% long, 50% short

Consistent Outperformance

The fund has consistently outperformed its benchmark since its inception in 2006.

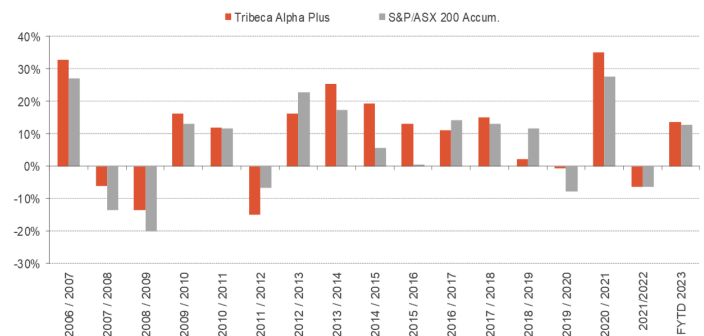
Fund Characteristics

TOP 10 ACTIVE WEIGHTS

	Active Position %
Xero Limited	3.7
a2 Milk Company Ltd.	3.0
Treasury Wine Estates Limited	2.6
Nextdc Limited	2.5
REA Group Ltd	2.2
Macquarie Group, Ltd.	2.1
Technology One Limited	2.1
Pilbara Minerals Limited	1.8
Pro Medicus Limited	1.8
Wesfarmers	-2.3

LONG TERM PERFORMANCE VS BENCHMARK

Tribeca Alpha Plus Fund vs S&P/ASX Small Ordinaries Index (%):
delivered outperformance in 12 out of 16 financial years since inception



Source: Tribeca Investment Partners.

Tribeca Smaller Companies 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 May 2023

	1 month %	3 months %	1 year %	3 years %	5 years % pa	7 years % pa	10 years % pa	Since Inception ¹ % pa
Class A Units ²	(2.20)	(2.39)	4.64	13.78	8.32	8.80	11.95	9.12
Benchmark ³	(2.53)	(0.89)	2.90	11.43	7.47	8.29	8.12	6.46
Value Added	0.33	(1.50)	1.74	2.35	0.85	0.51	3.83	2.66

1. Inception date: 18 September 2006

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 200 Accumulation Index

Past performance is not a guide to future performance

TOP 10 HOLDINGS

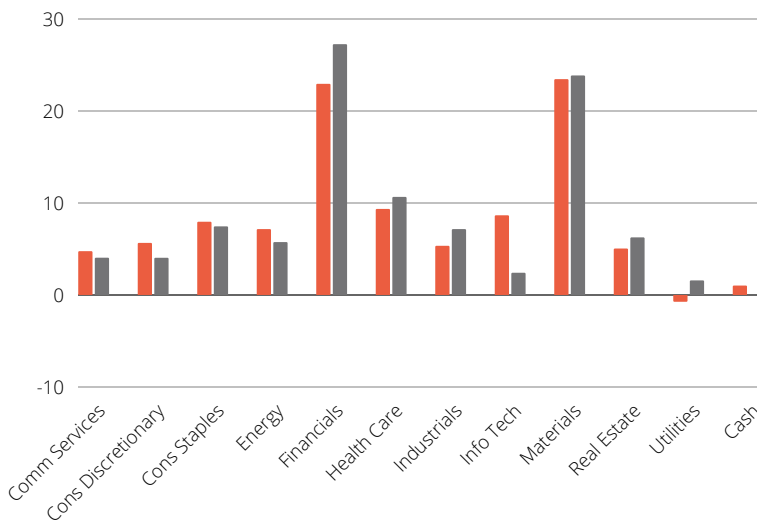
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	Fund %	Index %
BHP Group Ltd	9.2	10.2
Commonwealth Bank of Australia	8.9	7.8
CSL Limited	7.0	7.1
Macquarie Group, Ltd.	5.0	3.0
Xero Limited	4.4	0.7
Woodside Energy Group Ltd	3.5	3.1
ANZ Group Holdings Limited	3.3	3.3
a2 Milk Company Ltd.	3.2	0.2
Fortescue Metals Group Ltd	3.0	1.6
Treasury Wine Estates Limited	3.0	0.4

1. S&P/ASX 200 Accumulation Index

SECTOR ALLOCATION

■ Fund Weight % ■ S&P/ASX 200 Accumulation Index %



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.

Manager Commentary

Australian equities fell in May with a -2.53% drop in the S&P/ASX 200 Accumulation Index. Macro influences remained elevated with a surprise 25bps rate hike from the RBA early in the month, followed by a higher-than-expected inflation print dragging the market lower. Offshore leads were mixed with the S&P 500 (+0.25%) closing marginally positive, while the MSCI World fell -1.25%. Meanwhile the growth and tech heavy Nasdaq lead the way with a +7.61% rise.

Sector dispersion was significant across the month with 4 sectors posting gains and 7 posting negative returns. Technology (+11.6%) significantly outperformed on the back of strong results from Xero (XRO +17.8%) and Technology One (TNE +8.5%), along with Life360 (360 +34.1%) at the smaller end. Offshore leads, from the US in particular, were also very constructive for tech as investors weighed some positive developments in the AI space. Other sectors to post positive returns were Utilities (+1.1%), Energy (+0.2%) and Healthcare (+0.1%).

Discretionary retail (-6.2%) was the laggard on signs of a weaker consumer. Sector heavyweight Wesfarmers (WES -8.3%) called out consumer pressure at their investor day, while there were multiple profit downgrades from small-cap retailers. The recent announcement from the Fair Work Commission of a ~6% pay increase to minimum wage and the award wage floor is also bearish for earnings in the retail sector. Index heavyweight sectors Financials (-4.8%) and Materials (-4.5%) also dragged the index lower. Banks fell on the back of soft updates from Commonwealth Bank and Westpac Bank, while Resource names struggled in the face of waning economic momentum from China.

Consensus earnings expectations for the S&P/ASX200 Accumulation Index were revised down by a further -1.3% during the month, taking 3-month revisions to -3.6%. Modest downgrades were seen amongst the banks and the retail sector. At month end the S&P/ASX200 Accumulation Index was trading at 14.6x forward earnings compared to the long-term average of 14.7x.

The Fund returned -2.20% in May, outperforming the benchmark by 0.33%. Overweight positions that contributed positively included: Xero (XRO), which reported better than expected earnings on the back of cost management from the new CEO; NextDC (NXT), which continued to benefit from the significant contract announcement in April, whilst leveraging strong offshore leads on the back of expected AI-driven data centre demand; and Technology One (TNE) which reported strong 1H23 earnings as it completes the process of migrating customers onto its SaaS based product set.

Underweight stocks that contributed positively included: Wesfarmers (WES), which suffered from weakening sentiment towards the whole retail sector and saw slight earnings downgrades on the back of its Investor Day; and Super Retail (SUL) which also suffered from a spate of downgrades in small cap retailers.

Key detractors included overweight positions in: Treasury Wines (TWE) which issued a trading update which pointed to a challenged outlook for lower-value commercial wines; and Lovisa (LOV) which fell along with the entire retail sector on deteriorating consumer sentiment. The key underweight position which negatively impacted performance was Graincorp (GNC) which reported a strong 1H profit result driven by growth in processing volumes and improved oilseed margins.

Outlook

The interplay between a resilient domestic economy supported by a solid consumer, ongoing strength in the labour market and record immigration vis-à-vis further policy tightening by the RBA and rising fears of a hard landing, continue to be the major drivers of equity positioning.

We believe the economy is undergoing an economic transition from unsustainable levels of monetary and fiscal policy support back to a more normalised level. While transitions take time, the volatility they create also makes for a very favourable stock picking environment for those prepared to look through current ructions. While aggregate valuations for the Australian market are only back in line with long term averages (~16x), there is a significant dispersion within the market that suggests attractive opportunities exist despite overall sentiment.

Fund Facts

INVESTMENT MANAGER

Tribeca Investment Partners
Pty Ltd

RESPONSIBLE ENTITY

Equity Trustees Limited

INCEPTION DATE

18 September 2006

PERFORMANCE FEE

20.5% of the Fund's return
above the Fund Benchmark

DISTRIBUTIONS

Half-Yearly

MANAGEMENT FEE

0.97% P.A.

APIR CODE

ETL0069AU

BUY / SELL SPREAD

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 dated 30 September 2022 (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 Alpha Plus Fund Class A's Target Market Determination is available at 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 19 June 2023.