

Update July 2021

Alexander Credit Opportunities Fund

The Alexander Credit Opportunities Fund (the Fund) is a diversified portfolio of fixed income investments with a proven track record of delivering regular income, growth and capital stability for its clients.

Investment Objective

The Fund has an absolute return target above the benchmark in both rising and falling markets. The benchmark is the Bloomberg AusBond Bank Bill Index plus 2% per annum.

Fund Update

The Fund returned 0.45% in June, 1.41% for the quarter, and 6.24% over the past 12 months. The redemption unit price at the end of the month was \$1.339679¹.

July saw financial markets respond to the growing impact of the Delta variant of COVID-19. Case numbers lifted globally, including in Australia as the NSW outbreak continued to grow. As the market digested a potential lowering of expected growth, asset classes reacted differently.

Government Bond markets rallied significantly, leaving yields at their lowest level since early February. In contrast, equity markets finished higher for the month, partially due to the expectation of additional stimulus being provided if growth slows.

In credit markets, bonds prices were generally higher over the month as investors' search for yield was made difficult by diminished new issuance. Over the month, major banks began to return cash to shareholders via buy-backs, suggesting that the short term outlook for new bond issuance remains challenged.

The Fund's performance has been underpinned by investments made in the corporate loan sector over the past 9 months. This segment of the credit market represents superior risk adjusted value given the technical forces that have driven a significant rally in public debt markets post the initial COVID related volatility in March 2020.

The Fund's yield combined with a low level of market risk (as demonstrated by a credit duration of 1.36 years), continues to leave the fund well placed to deliver steady returns.

Further Information

For further information, please contact Alexander Funds:
info@alexanderfunds.com.au (03) 9039 5050

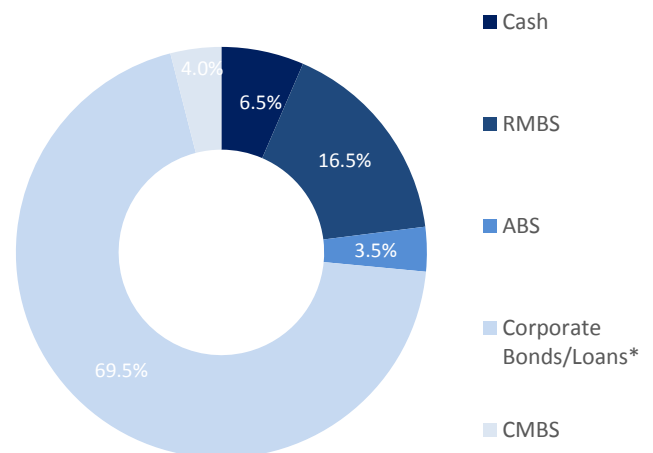
www.alexanderfunds.com.au/alexander-credit-opportunities-fund/

1. The redemption price is calculated by decreasing the NAV price by the sell spread (currently 0.25%). The NAV price is the NAV divided by the Units on issue.

Fund Performance	
Period	Returns
1 Month	0.45%
3 Months	1.41%
12 Months	6.24%
3 Years	4.67% pa
5 Years	5.32% pa
Annualised Since Inception	11.80% pa

The monthly return is an actual return net of all fees, costs and taxes generated by dividing the redemption unit price by the previous month's redemption unit price. The "Since Inception" return is a per annum return. Note that past performance is no indication of future returns. The Mid Price Return is for illustrative purposes only and does not reflect the actual return achieved if funds are redeemed.

Portfolio Composition ^



^ net of hedges

*approx. 64% is an indirect exposure to corporate credit through investments in underlying unit trusts.

Fund Statistics	
Fund Size (million)	\$242.97
Credit Duration (years)	1.36
Yield to Maturity (before fees)	5.95%
Interest Rate Duration (years)	0.05
Average Credit Rating	BBB

Alexander Credit Opportunities Fund

The Fund At A Glance	
Investment Manager	Alexander Funds Management Pty Ltd
Responsible Entity	Equity Trustees Limited
Fund Inception Date	October 2009
Recommended Investment Timeframe	3-5 years
Distribution Frequency	Quarterly ¹ (distributions may be reinvested)
Minimum Applications	\$25,000
Management Fees	1.33% per annum of the Fund's weighted average Net Asset Value (NAV) ²
Performance Fees	20.5% of return achieved above Fund Benchmark ⁴
Buy/Sell Spreads	+0.25% on entry and - 0.25% on exit ³
Applications/ Withdrawals	Weekly

Platform Availability
Hub24
Netwealth
Powerwrap
Praemium

*Disclaimer and Confidentiality

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1. Distributions are not guaranteed
2. Please consult the PDS for full explanation of fees and costs
3. These spreads may change depending on the liquidity of the assets within the fund at the time of entry or exit
4. Performance fee is subject to a High Water Mark