

Macquarie Professional Series Global Alternatives Fund

Macquarie Professional Series

Monthly report – 30 June 2022

Investment objective

The Fund aims to generate long-term total returns by investing in hedge funds and other absolute return funds (Underlying Funds).

The Underlying Funds can include funds managed or operated by members of Macquarie Group (Macquarie Underlying Funds) and select external funds managed and operated by non-Macquarie Group companies (External Funds).

The Fund offers the potential for attractive long-term total returns with low correlation to traditional asset classes. We believe that each Underlying Fund has an investment strategy that is complementary to the other Underlying Funds in the Fund. By combining complementary investment styles, the Fund aims to produce consistent risk-adjusted returns from a diversified and well-balanced liquid alternatives portfolio.

Key information

Fund details

APIR code	MAQ7578AU
Inception date	16 August 2017
Fund size	\$81.5m
Distribution frequency	Semi-annually
Management fee*	0.97% pa

Indirect costs* Although the Fund does not charge a performance fee, please note that a performance fee is charged by each Underlying Fund

Minimum investment (Direct)	\$20,000
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Unit prices and spreads [macquarie.com.au/unit_prices](https://www.macquarie.com.au/unit_prices)

*Read the Product Disclosure Statement for more details on fees and costs.

Fund performance to 30 June 2022

	Total Fund return (net)
1 month (%)	-0.35
3 months (%)	2.88
1 year (%)	7.68
3 years (% pa)	-0.78
Since inception (% pa)	0.51

Past performance is not a reliable indicator of future performance.

Total returns are calculated based on changes in net asset values and assumes the reinvestment of distributions.

Total net Fund returns are quoted after the deduction of fees and expenses. Due to individual circumstances, your net returns may differ from the net returns quoted above.

Weight of each Underlying Fund (as at date of report)

Underlying Fund	Weight (% of Fund)
P/E Global FX Alpha Fund	29.20
Allspring (Lux) Global Long/ Short Equity Fund	21.50
FORT Global Trend Fund	25.20
PGIM Wadhvani Keynes Systematic Absolute Return Fund	24.10

Post-fee monthly returns (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017								-1.23	0.66	3.20	-1.65	-0.55	0.36
2018	-1.11	0.56	0.59	2.91	0.32	1.82	-0.36	-0.18	-0.16	1.68	-0.53	-0.55	5.02
2019	-1.00	0.78	1.06	2.14	-1.95	-1.39	1.87	2.09	-0.06	-1.12	-0.25	-0.60	1.47
2020	-0.11	-1.12	-0.23	-1.45	-2.19	-2.61	-0.05	-2.49	-0.01	0.09	-1.51	-0.55	-11.62
2021	-0.51	-0.93	0.33	0.46	-0.07	1.47	1.73	1.10	1.66	-0.87	2.45	0.26	7.23
2022	-0.15	-1.44	-0.10	4.04	-0.77	-0.35							1.15

Liquidity profile

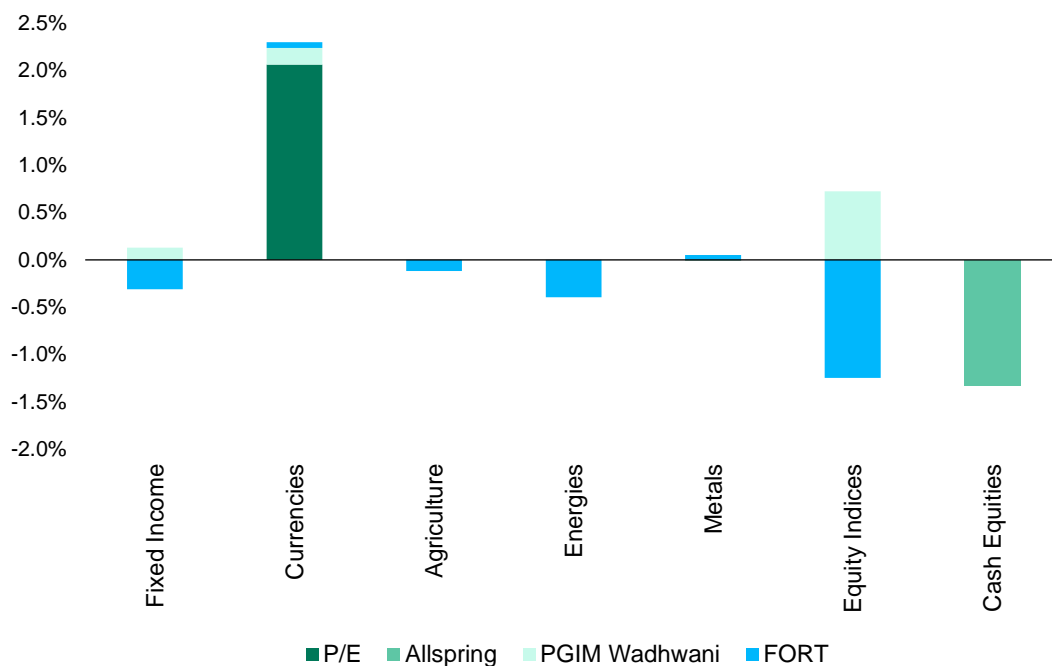
Liquidity percentage	>99%
Days	1

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Sector performance by Underlying Funds



Performance summary

- The Fund returned -0.35% in June 2022, in a month where there was large performance dispersion among the underlying funds. This dispersion was reflective of the current market environment in which central bank actions to increase rates, in an attempt to control inflation, have started to impact global growth and ultimately given rise to recession fears.
- The best performing underlying fund was the P/E Global FX Alpha Fund, which delivers the strategy's dynamic currency allocation, returning +7.8% and contributing +3.6% to the Fund. The largest detractor was the FORT Global Trend Fund, whose exposure is price-based momentum, returning -7.4% and contributing -3.4% to the Fund.
- From a sector perspective, currencies were the notable outperformer as investors and speculators preferred safe haven currencies such as the US dollar. P/E, PGIM Wadhvani and FORT each profited in the long US dollar trade from varying perspectives, ranging from relative growth expectations, analysis into US Federal Reserve behaviour and language, or reliance on technical signals.
- Offsetting currencies were cash equities, where higher inflation and weaker economic activity led to a fall in these markets. Allspring's profits arising from shorting stocks were not able to cover the losses on the long positions where the manager had a positive tilt to valuation metrics.
- In equity indices, losses predominantly from FORT's US positions (where they have remained long due to the effectiveness of longer-term equity trend models over the past decade), were neutralised by PGIM Wadhvani's shorter-term agile positioning where they were short across a number of advanced economies including US, Canadian, Australian and European markets.
- The Fund remains positioned to capitalise on persistent volatility through our high conviction process of selecting and combining active managers with differentiated styles, who are able to generate absolute returns independent of one another.

Please click on the links below to view the report for each Macquarie Underlying Fund.

- [P/E Global FX Alpha Fund](#), and
- [FORT Global Trend Fund](#).

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Fund changes

There have been no material changes to the following since the last performance report:

- Fund's risk profile
- Fund's strategy
- Fund's key service providers or related party status
- Individuals playing a key role in making the investment decisions for the Fund.

For more information speak to your financial adviser, call us on 1800 814 523, email mam.clientservice@macquarie.com or visit macquarieim.com

Important information

Information in this report has been sourced from the investment managers of the Underlying Funds and Macquarie.

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