

P/E Global FX Alpha Fund

Macquarie Professional Series

Monthly report – 28 February 2023

Investment objective

Aims to generate long-term total returns by investing in exchange-traded futures providing exposure to currencies and gold. The Fund holds both long and short positions in futures. The Fund also holds cash and cash equivalents.

The investment process involves the use of a disciplined and dynamic quantitative model to determine the positions held by the Fund. The model relies on statistical analysis to forecast returns and volatilities for currencies and gold based on underlying fundamental factors identified by P/E Global.

Key information

Fund details	
APIR code	MAQ5143AU
Inception date	28 April 2017
Investment manager	P/E Global LLC (Boston, US)
Fund size	\$191.3m
Distribution frequency	Semi-annually
Management fee*	1.88% pa
Performance fee*	20.5% incl. GST of the cumulative outperformance of the Fund (after management fees and expenses but before the deduction of performance fees (paid or accrued)) above the return of the RBA Cash Rate, subject to a high watermark
Minimum investment (Direct)	\$20,000
Unit prices and spreads	macquarie.com.au/unit_prices

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

Fund performance to 28 February 2023

	Total Fund return (net)	Benchmark return	Total excess return (net)
1 month (%)	9.70	0.25	9.45
3 months (%)	-0.50	1.03	-1.53
1 year (%)	21.19	2.04	19.15
3 years (% pa)	4.91	0.73	4.18
5 years (% pa)	10.48	0.96	9.52
Since inception (% pa)	6.41	1.04	5.37

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.

The benchmark is the RBA Cash Rate.

Post-fee monthly returns (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017					-5.09	2.53	-6.53	-1.94	2.74	4.88	-3.35	-3.10	-9.99
2018	-8.10	5.57	-0.54	5.23	6.00	2.19	-1.30	3.90	-0.87	6.94	-1.05	-0.37	17.88
2019	-1.26	2.74	3.34	0.47	1.97	-4.44	7.31	3.14	1.35	-5.19	3.67	-5.58	6.84
2020	5.64	3.97	10.74	-3.39	-3.34	-3.33	-3.52	-5.91	5.93	2.34	-8.60	-7.02	-8.18
2021	0.74	-1.61	5.17	-5.87	-2.93	7.97	2.20	0.78	4.42	-3.69	8.70	-3.32	11.93
2022	5.11	-3.14	-0.88	14.30	-4.09	7.78	1.61	5.40	6.80	0.25	-9.29	-5.27	17.48
2023	-4.26	9.70											5.03

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Performance summary

- The Fund returned 9.70%, net of fees, in February 2023.
- During the month, crowded long speculative positioning in certain currencies, most notably the euro, began to unwind. Similar periods of speculative unwinding occurred in early 2021 and in 2018. Given 2023 extremes, P/E are forecasting a significant rebound in the US dollar, versus the euro and Australian dollar, over the next few months. P/E notes that these views remain contrarian to the stated forecasts of many market participants.
- Currently, the factors driving FX positioning are diverse. The importance of the relative long term rates factor has increased, while the significance of the relative growth factor has moderated. The inflation factor has also risen in significance. Overall, P/E's factors favour the currencies of economies with relatively more inverted yield curves, relatively stronger growth prospects, and positive economic surprise. P/E also anticipates correction in currencies with extreme speculative positioning.

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.

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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

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