

Macquarie Professional Series Global Alternatives Fund

Macquarie Professional Series

Monthly report – 28 February 2023

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	\$89.8m
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
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)
1 month (%)	1.95
3 months (%)	-1.65
1 year (%)	3.63
3 years (% pa)	-0.72
5 years (% pa)	0.70
Since inception (% pa)	0.60

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	29.60
Allspring (Lux) Global Long/ Short Equity Fund	22.69
PGIM Wadhvani Keynes Systematic Absolute Return Fund	28.32
Winton Trend Fund	19.29

Post-fee monthly returns (%)

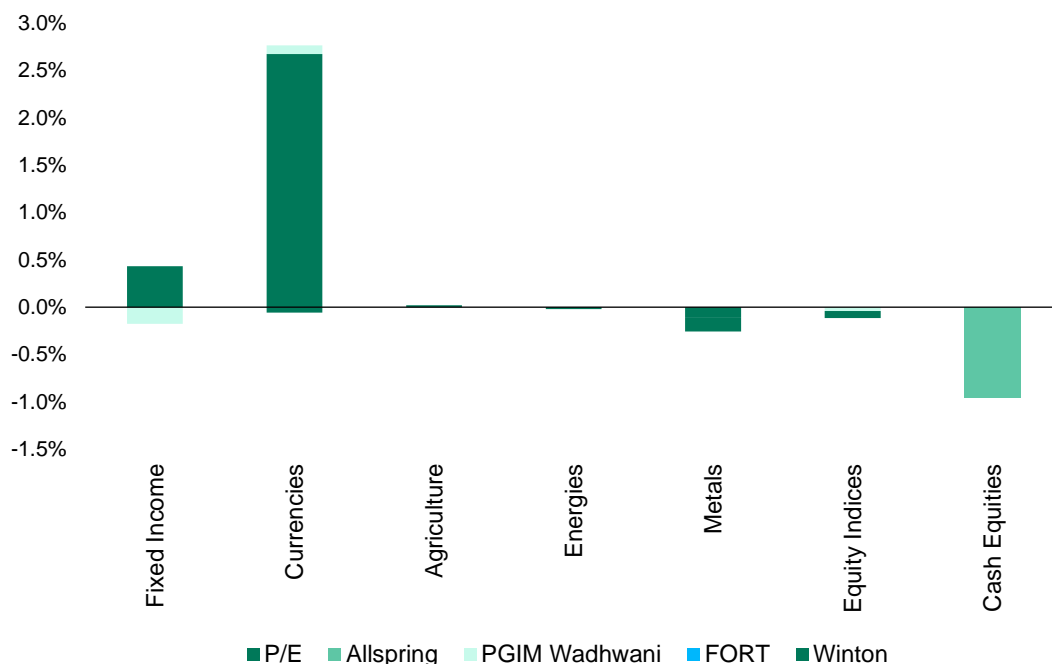
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017								-1.23	0.66	3.20	-1.65	-0.55	0.36
2018	-1.11	0.56	0.59	2.91	0.32	1.82	-0.36	-0.18	-0.16	1.68	-0.53	-0.55	5.02
2019	-1.00	0.78	1.06	2.14	-1.95	-1.39	1.87	2.09	-0.06	-1.12	-0.25	-0.60	1.47
2020	-0.11	-1.12	-0.23	-1.45	-2.19	-2.61	-0.05	-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	0.32	1.81	2.53	0.51	-2.60	-1.40	2.24
2023	-2.16	1.95											-0.25

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Sector performance by Underlying Funds



Performance summary

- The Fund returned 1.95%, net of fees, in February 2023. After a strong start to the year for risk markets, the MSCI World Index finished February -2.40% lower in US dollar terms in response to higher-than-expected inflation data and the impression that central banks would have to take further action to get inflation back to target.
- The best performing underlying fund was the P/E Global FX Alpha Fund, which delivers the strategy's dynamic currency allocation, contributing +2.8% to the Fund. The largest detractor was the Allspring Global Long/Short Equity Fund, which seeks to exploit equity market inefficiencies through fundamental factor exposures, contributing -0.9% to the Fund.
- From a sector perspective, currencies continue to be the main return driver for the Fund as P/E made gains through the unwinding of crowded long speculative positions in the euro. Cash equities gave a portion of these gains back through Allspring's shorting of high systematic risk securities which fared well. In fixed income, Winton's short exposure accounted for gains as the US 2-year Treasury yield hit a 16-year high and the US yield curve inversion deepened against the backdrop of persistent inflation data. These fixed income gains were completely netted off by metals exposures, notably gold, where prices pulled back in response to signs the US Federal Reserve would continue raising rates.
- 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](#)

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

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

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