The Colchester Global Government Bond Fund - Class A

APIR Code ETL0409AU

As of 31/03/2022

Fund Overview

The Colchester Global Government Bond Fund seeks to deliver growth and income to investors whilst offering the defensive characteristics of a global sovereign bond portfolio over the medium term. We believe that if we hold a portfolio of high real yielding bonds and currencies that are undervalued according to their real exchange rate that over time this will prove rewarding. At the heart of Colchester's value-oriented philosophy is the belief that investments should be valued in terms of the income they will generate in real terms. Our approach is based on the analysis of inflation, real interest rates and real exchange rates supplemented by an assessment of sovereign financial balances. Portfolios are constructed to benefit from those opportunities with the greatest relative investment potential for a given level of risk.

CUM Unit Price (31/03/2022)	Net Annual Return Since Inception p.a.	Net Total Return Since Inception	Fund Size ($million)
1.0043	2.48%	20.29%	30.22 AUD

Colchester Overview

- Privately owned specialist sovereign bond and currency asset manager.
- Founded by Chairman & CIO Ian Sims in 1999.
- Time proven value-oriented fixed income strategies.
- Highly experienced and stable team with a globally recognised track record.
- Strong client alignment with the investment team investing in the strategies & the company.

Growth of 1,000 AUD Invested at Inception

Net Performance (%)

	1M	3M	6M	YTD	1Y	Annualised 3Y	Annualised 5Y	Annualised S.I.
Fund	-1.95%	-4.00%	-4.72%	-4.00%	-4.12%	0.75%	1.67%	2.48%
Benchmark	-2.19%	-4.79%	-4.69%	-4.79%	-4.06%	0.77%	1.98%	3.01%
Relative	0.24%	0.80%	-0.04%	0.80%	-0.07%	-0.02%	-0.30%	-0.53%

Calendar Year Net Performance (%)

	2015	2016	2017	2018	2019	2020	2021	YTD
Fund	0.68%	5.56%	3.35%	2.06%	6.82%	5.59%	-3.35%	-4.00%
Benchmark	3.59%	5.02%	2.79%	2.51%	6.63%	5.87%	-2.38%	-4.79%
Relative	-2.92%	0.53%	0.56%	-0.46%	0.20%	-0.28%	-0.97%	0.80%

Key Information

Fund Inception	19/09/2014
Benchmark	FTSE World Government Bond Index (AUD Hedged)
Management Fee	0.60%
Buy/Sell Fee	Nil
Distributions	Annual Distribution
Liquidity	Daily
Min Application	$1m or as per platform
Min Additional	$100k or as per platform

Platform Listings

AMG Freedom of Choice

Data source: Colchester Global Investors, as at 31/03/2022

www.colchesterglobal.com.au

Past returns are not a guarantee of future returns. The value of shares in the Fund may go down as well as up. An investment in the Fund involves the risk of loss, including the loss of the entire amount invested.

The Colchester Global Government Bond Fund - Class A

APIR Code ETL0409AU

As of 31/03/2022

Fund Characteristics

	Fund	Benchmark
Yield to Maturity (Unhedged)	2.68%	1.57%
Running Yield (Unhedged)	2.75%	1.63%
Modified Duration (Years)	6.54	8.28
Average Coupon	2.76%	1.80%
Average Credit Quality	AA-	AA

Top 5 Securities Holdings

	Currency	Weight (%)
1. United States I/L 2.125% Feb '41	USD	3.35%
2. Japan 0.3% Jun '39	JPY	2.72%
3. Singapore 3.5% Mar '27	SGD	2.63%
4. Japan 0.1% Sep '29	JPY	2.56%
5. United States 1.5% Aug '26	USD	2.04%

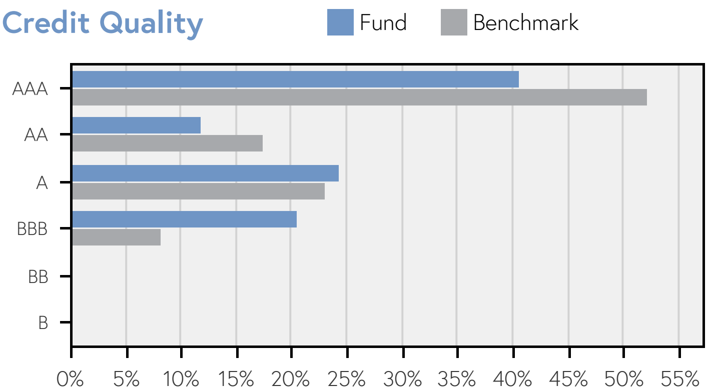
5 Largest Active Positions - Bonds (%)

Country	Fund	Versus Benchmark (%)
United States	19.69%	-20.60%
Europe	12.79%	-19.05%
Singapore	9.66%	9.31%
Mexico	9.38%	8.73%
Norway	5.99%	5.76%

5 Largest Active Positions - Currency (%)

Currency	Fund	Versus Benchmark (%)
Malaysian Ringgit	5.05%	5.05%
New Zealand Dollar	-3.85%	-3.85%
Swiss Franc	-3.67%	-3.67%
Euro	-3.63%	-3.63%
Japanese Yen	3.06%	3.06%

Credit Quality



Commentary

The fund returned -1.90% over the month, outperforming the benchmark which returned -2.19%. Bond selection added 0.49% to relative returns, while currency selection detracted -0.20%. The top three positive bond contributors to relative returns were the underweight positions in United States, Europe and United Kingdom. The top three currency detractors from relative returns were the long positions in Japanese Yen, Malaysia Ringgit and British Pound.

The first quarter of 2022 was a difficult one for markets as investors grappled with the terrible humanitarian and economic implications of the Russian invasion of Ukraine. These implications include higher prices for food and energy, consequently higher inflation and a faster pace of interest rate hikes by central banks. These issues weighed on major global equity and bonds markets over recent months. The MSCI World Index fell by 5.2% over the quarter whilst the FTSE World Government Bond Index in USD hedged terms fared marginally better with a return of -4.8% over the quarter. The month of March was a particularly difficult one for global bonds with yields rising significantly. In unhedged terms, returns for March and for the first quarter were -3.4% and -6.5% respectively; comparatively weaker than the hedged index given the relative strength of the US dollar.

Because of Russia's position as a major exporter of commodities and energy, the impact of the invasion and associated sanctions was a dramatic spike in the price of oil and natural gas. Combined with already elevated levels of inflation this backdrop reinforced many central banks' more hawkish intentions and actions over the quarter. With the US unemployment rate at 3.8% in February and headline inflation hitting 7.9% the same month, it was no surprise the Federal Reserve increased its policy rate by 25bps. This is the first rate hike since December 2018, and officials indicated rates could rise sharply over coming months. Similarly, in the UK the Bank of England raised rates for the third time to 0.75%, as inflation hit 6.2% in February. It further noted the difficult job of central bankers to find the right balance between higher inflation and potentially slower growth arising from the conflict in Ukraine. The ECB meanwhile started to turn more hawkish in its rhetoric as its inflation forecast for 2022 was raised to 5.1% from 3.2% in December's forecast.

Colchester's global bond programme remains underweight the US, UK and Eurozone bond markets, all markets which performed poorly in response to the inflation and policy environment. The UK gilt market was the worst performer, with a return of -8.0% over the quarter. The US Treasury market was down by -5.4% over the same period and the German market returned -5.0%.

In Asia, inflation has remained more muted by comparison to other regions, and this was reflected in the relative outperformance of Asian bonds this quarter. The Chinese government bond market rallied with a positive return of 0.6% on the back of renewed lockdowns in Shenzhen, Shanghai and other parts of the country. The Indonesian market was close to flat over the quarter, with a return of -0.2%. The Malaysian market was also a relative outperformer with a modest negative return of -0.8%. As a consequence, the overweight position in a number of Asian bond markets was a relative positive for the Colchester global bond programme.

Whilst the US dollar generally strengthened against the other major currencies such as the Euro and the Japanese yen over the first quarter, a number of currencies performed substantially better. The strongest gains in exchange rates were seen in Latin America, boosted by their status as commodity exporters, and benefitting from attractive real yields. The Mexican peso rose 2.6% against the US dollar, whilst the Colombian peso gained a robust 8.4% over the three-month period. The Australian dollar, Canadian dollar and Norwegian krone were also stronger over the quarter, strengthening 3.3%, 1.1% and 0.8% respectively. The Japanese yen was a laggard amongst the majors, weakening by over 5% against the US dollar. It briefly hit its weakest level since 2015 before recovering a little at the end of March. The Japanese economy's reliance on imported energy weighed on it this quarter, but the currency remains fundamentally undervalued.

Sales & Marketing Enquiries

Angela MacPherson
Head of Distribution - Australia and New Zealand

Email: amacpherson@colchesterglobal.com
Phone: +61 431 075 024

Monica Hood
Business Development Manager

Email: mhood@colchesterglobal.com
Phone: +61 431 478 780

Team Email: MarketingClientServiceAUNZ@colchesterglobal.com
Website: www.colchesterglobal.com.au

Fund Administration & Client Service Enquiries

Colchester Global Investors Unit Registry

Applications
Email: colchester@onevue.com.au
Fax: +61 3 8672 7741
Post: GPO Box 804
Melbourne, VIC 3001

Client Service Enquiries
Email: colchester@onevue.com.au
Phone: +61 3 9046 4040

Transactions
Email: colch.transactions@onevue.com.au

Fund Shareclass Research Ratings

5 Highly Recommended Lonsec Research

Zenith HIGHLY RECOMMENDED

MORNINGSTAR Silver™

Colchester Fund Awards

ZENITH FUND AWARDS 2020 FINALIST

MONEY MANAGEMENT FUND MANAGER OF THE YEAR 2020
AUSTRALIA'S FIRST INDEPENDENT AND WHOLE OF MARKET AWARDS
HIGHLY COMMENDED
Global Fixed Income
Colchester Global Government Bond Fund - Class N

FUND MANAGER OF THE YEAR 2019
MONEY MANAGEMENT | Lonsec
WINNER
Global Fixed Income
Colchester Global Government Bond Fund - Class I

Celebrating MONEYMANAGEMENT 30 Years
FUND MANAGER OF THE YEAR 2017
Lonsec
FINALIST
Global Fixed Income
Colchester Global Government Bond Fund - Class A

MONEYMANAGEMENT | Lonsec
FUND MANAGER OF THE YEAR 2016
FINALIST | Global Fixed Income
Colchester Global Government Bond Fund - Class A

Important Information and Disclosures

This document is prepared by Colchester Global Investors (Singapore) Pte. Ltd (ABN 58 159 947 583). Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975), a subsidiary of EQT Holdings Limited, a publicly listed company on the Australian Securities Exchange (ASX: EQT), is the Responsible Entity of the Colchester Global Government Bond Fund (ARSN 168 909 671) and the Colchester Emerging Markets Bond Fund (ARSN 616 633 428) (each a "fund"). This document is not intended to be securities or financial product advice and should not be relied upon as such. To obtain a copy of a Fund's PDS please contact Colchester. The PDS should be considered in deciding whether to acquire, or continue to hold, an investment in a Fund. This information is of a general nature only and does not take into account the investment objectives, financial situation or particular needs of any investor and should not be taken as a securities or stock recommendation. These factors should be considered before any investment decision is made in relation to a Fund. The performance of a Fund is not guaranteed. Colchester, Equity Trustees Limited and their related parties, their employees and directors make no representation (express or implied) and shall have no liability in any way arising from the provision of this document for any loss or damage, direct or indirect, arising from the use of this document.

Net of fee returns reflect the deduction of fees and expenses and are calculated on the basis of the applicable fee rates as described in the PDS. Additional information regarding policies and procedures for calculating and reporting returns is also available on request. Where any part of the total cost of your investment is paid in, or represents an amount of, a currency other than the Share Class currency, these costs may increase or diminish as a result of currency and exchange rate fluctuations.

Where an investor's own currency is different from the Fund currency, the return on investments could be affected by fluctuations in the exchange rate.

The Fund can invest in bonds (which may include inflation linked bonds) issued by governments, government agencies and supra-national agencies (such as the World Bank), irrespective of whether such bonds are included in the benchmark. The Fund will tend to purchase bonds with characteristics similar to those in the benchmark however, the investment strategy can lead to significant deviation from the benchmark in terms of country and currency weightings and duration, which can cause the return of the Fund to differ significantly from that of the benchmark. The Fund can invest in currencies using contracts on the spot and forward market, such as forward currency contracts (contracts to buy or sell a currency at a specified future time at an agreed price)

Valuation and returns have been calculated in AUD as at month end. The WM-Reuters exchange rate used by the index provider in compiling their index is the predominant exchange rate used in valuing the Fund. The benchmark is the FTSE World Government Bond Index 100% hedged in Australian dollars (AUD) formerly Citigroup World Government Bond Index 100% hedged in AUD. The Colchester Global Government Bond Fund (the "Fund") has been developed solely by Colchester Global Investors (Singapore) Pte. Ltd. The Fund is not in any way connected to or sponsored, endorsed, sold or promoted by the London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). FTSE Russell is a trading name of certain of the LSE Group companies. All rights in the FTSE World Government Bond Index (the "Index") vest in the relevant LSE Group company which owns the Index. FTSE® is a trademark of the relevant LSE Group company and is used by any other LSE Group company under license. TMX® is a trademark of TSX, Inc. and used by the LSE Group under license. The Index is calculated by or on behalf FTSE Fixed Income, LLC or its affiliate, agent or partner. The LSE Group does not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the Fund. The LSE Group makes no claim, prediction, warranty or representation either as to the results to be obtained from the Fund or the suitability of the Index for the purpose to which it is being put by Colchester Global Investors (Singapore) Pte. Ltd.

Rating agencies assign credit ratings to sovereign securities as an assessment of the commitment from central governments to repay their outstanding debt obligations. For the purposes of this factsheet, the rating of a sovereign security is determined by reference to the rating of the issuer of that sovereign security as determined by the relevant rating agency. This will also apply to securities the issuer of which is backed by a central government. For all other securities, its rating is determined by reference to the rating granted to that security as determined by the relevant rating agency, or if unrated by all of them, by an equivalent rating determined by the Manager at its sole discretion. All securities are rated by Nationally Recognized Statistical Rating Organizations (NRSRO) Moody's, Standard & Poor's (S&P), and/or Fitch. If a security is rated by more than one of these organisations, the highest rating assigned is used in our credit rating breakdowns. Ratings are measured on a scale that generally ranges from AAA (being the highest) to D (being the lowest).

Colchester Global Investors (Singapore) Pte. Ltd is registered in Singapore, Company Registration No: 201202440M. Registered Office: 6 Battery Road #40-02A, Six Battery Road, Singapore 049909. Colchester Global Investors (Singapore) Pte. Ltd holds a capital markets services licence in fund management issued by the Monetary Authority of Singapore pursuant to the Securities and Futures Act 2001. Colchester Global Investors (Singapore) Pte. Ltd is exempt from the requirement to hold an Australian financial services licence under the Corporations Act 2001 (Cwlth) in respect of financial services provided to wholesale clients in Australia. Colchester Global Investors (Singapore) Pte. Ltd. is regulated by the Monetary Authority of Singapore under Singaporean laws which differ from Australian laws. Therefore, Australian wholesale clients are not necessarily subject to the same types of legal protections or remedies that they would enjoy if Colchester was directly subject to the Corporations Act. Colchester is entitled to offer its financial services in Australia pursuant to an exemption from the requirement to hold an Australian Financial Services Licence under the Corporations Act, on the basis, among other things, that the clients are Wholesale Clients within the meaning of the Corporations Act.

The rating issued September 2021 Colchester Global Government Bond Fund and Colchester Emerging Markets Bond Fund are published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit lonsec.com.au for ratings information and to access the full report. © 2022 Lonsec. All rights reserved.

The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (assigned March 2022 for Colchester Global Government Bond Fund and Colchester Emerging Markets Bond Fund) referred to in this piece is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual, including target markets of financial products, where applicable, and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider, the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at Fund Research Regulatory Guidelines.

The Morningstar Analyst Rating™ for Colchester Global Government Bond Fund is 'Silver' as of 10 May 2021. © 2022 Morningstar, Inc. All rights reserved. Neither Morningstar, its affiliates, nor the content providers guarantee the data or content contained herein to be accurate, complete or timely nor will they have any liability for its use or distribution. Any general advice or 'regulated financial advice' under New Zealand law has been prepared by Morningstar Australasia Pty Ltd (ABN: 95 090 665 544, AFSL: 240892) and/or Morningstar Research Ltd, subsidiaries of Morningstar, Inc, without reference to your objectives, financial situation or needs. Refer to our Financial Services Guide (AU) or Financial Advice Provider Disclosure Statement (NZ) at https://cdn.morningstar.com.au/mca/s/fsg.pdf and https://cdn.morningstar.com.au/mca/s/fapds.pdfw. You should consider the advice in light of these matters and if applicable, the relevant Product Disclosure Statement before making any decision to invest. Our publications, ratings and products should be viewed as an additional investment resource, not as your sole source of information. Past performance does not necessarily indicate a financial product's future performance. To obtain advice tailored to your situation, contact a professional financial adviser.

© 2022 FE Money Management. all rights reserved. the information, data, analyses, and opinions contained herein (1) include the proprietary information of FE Money Management (2) may not be copied or redistributed (3) do not constitute investment advice offered by FE Money Management (4) are provided solely for informational purposes and therefore are not an offer to buy or sell a security (5) are not warranted to be correct, complete, or accurate. FE Money Management shall not be responsible for any trading decisions, damages, or other losses resulting from, or related to, this information, data, analyses, or opinions or their use. FE Money Management does not guarantee that a fund will perform in line with its Fund Manager of the Year award as it reflects past performance only. Likewise, the Fund Manager of the Year award should not be any sort of guarantee or assessment of the creditworthiness of a fund or of its underlying securities and should not be used as the sole basis for making any investment decision.

The Zenith Fund Awards were issued 30 October 2020 by Zenith Investment Partners (ABN 27 130 132 672, AFSL 226872) and are determined using proprietary methodologies. The Fund Awards are solely statements of opinion and do not represent recommendations to purchase, hold or sell any securities or make any other investment decisions. To the extent that the Fund Awards constitutes advice, it is General Advice for Wholesale clients only without taking into consideration the objectives, financial situation or needs of any specific person. Investors should seek their own independent financial advice before making any investment decision and should consider the appropriateness of any advice. Investors should obtain a copy of and consider any relevant PDS or offer document before making any investment decisions. Past performance is not an indication of future performance. Fund Awards are current for 12 months from the date awarded and are subject to change at any time. Fund Awards for previous years are referenced for historical purposes only. Colchester was nominated as a Finalist in the Global and Diversified Fixed Interest category at the Zenith Fund Awards in October 2020.

The Colchester Global Government Bond Fund and Colchester Emerging Markets Bond Fund's Target Market Determination is available at https://colchesterglobal.com.au/invest-with-colchester-global/. 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.