TYNDALL AUSTRALIAN SHARE WHOLESALE FUND.

FUND UPDATE

AS AT
31 AUGUST 2022

Fund Performance (%)

	1 Mth	3 Mths	6 Mths	1 Yr	3 Yrs p.a.	5 Yrs p.a.	10 Yrs p.a.	15 Yrs p.a.	20 Yrs p.a.	Since Inception p.a
Fund growth return	2.00%	-11.65%	-8.06%	-9.51%	-1.00%	-3.13%	2.27%	-0.84%	1.67%	3.06%
Fund distribution return	0.00%	8.81%	9.17%	10.71%	6.99%	8.56%	6.53%	5.89%	6.92%	6.60%
Total Fund (net)	2.00%	-2.84%	1.11%	1.20%	5.98%	5.44%	8.80%	5.05%	8.59%	9.66%
Benchmark return	1.18%	-2.39%	0.75%	-3.43%	5.51%	8.13%	9.34%	5.12%	8.64%	9.24%
Excess Return	0.82%	-0.45%	0.37%	4.63%	0.47%	-2.69%	-0.54%	-0.07%	-0.04%	0.42%

Source: BNP Paribas. Fund growth return is the change in redemption prices over the period. Fund distribution return equals Total Fund minus fund growth return. Fund net returns are post fees, pre tax using redemption prices and assume reinvestment of distributions. Past performance is not an indicator of future performance. Benchmark: S&P/ASX 200 Accumulation Index. Inception date: March 1995.

The Fund outperformed the benchmark over the month.

Key contributors to relative performance:

- **Santos** outperformed in August, driven partly by rising oil and international gas prices as well as the company reporting strong interim results..
- **29Metals** outperformed as copper and zinc prices continued to recover from the mid-July lows. The company's interim result was largely as expected, although the addition of a modest dividend was a positive surprise indicating the Board's confidence in the outlook.
- **IGO Limited** contributed to performance as the lithium sector surged in August on the expectation of further price increases driven by growing demand and a supply side apparently unable to keep up. IGO reported financial results during August, however these were largely expected given the high level of disclosure from the previous month's quarterly report.
- **Iluka Resources** outperformed after the company reported a better-than-expected interim result. The company outlined strong cash generation and a positive outlook for key mineral sands products, as industry wide supply pressures more than offset any weakness in demand due to the downturn in the Chinese property sector.
- **Woodside Energy** outperformed in August, driven partly by rising oil and international gas prices as well as the company reporting strong interim results in line with market expectations. Woodside's balance sheet is strong as it enters a capital-intensive period, building both Scarborough LNG and Sangomar Oil, meaning extra-ordinary capital returns are unlikely, but the company offers the greatest leverage to record-high LNG spot prices driven higher by European geopolitics.

Key detractors from relative performance:

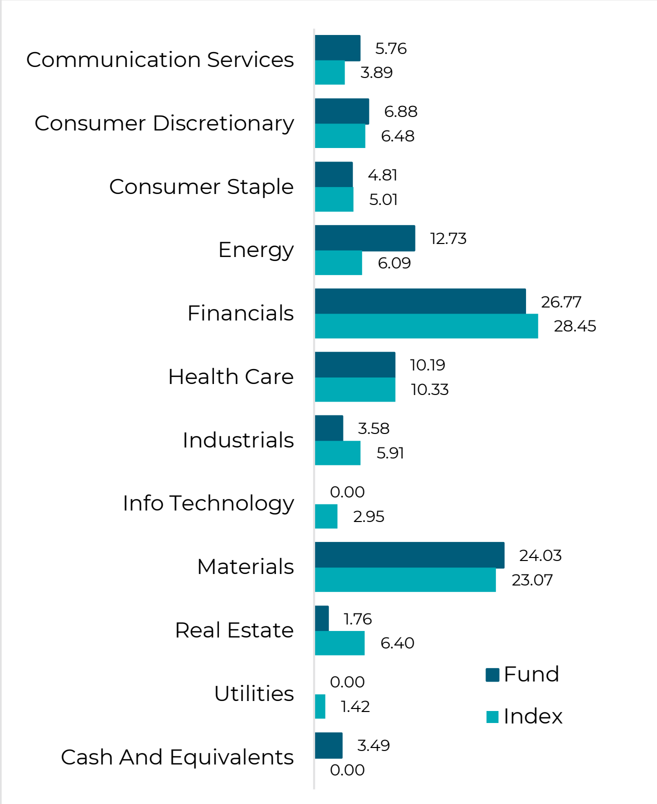
- **Coles** underperformed in August. Coles downplayed the benefit from higher price inflation and also outlined higher costs to ramp up new distribution centres. This was disappointing to the market, however the pricing environment in supermarkets remains rational and Coles should be able to pass on price increases to customers..

- **Downer** underperformed on the back of the FY22 results announcement in which FY23 guidance did not meet consensus expectations. Our confidence in Downer remains high given the demand profile remains robust across the business with a strong bidding pipeline and opportunities to expand reach through decarbonisation capabilities.
- **Orica** underperformed following a $650m capital raise to fund the $260m acquisition of Axis Mining Tech. Despite the over-raising, the acquisition does fit with Orica's digital strategy and assists in making Orica an industry leader in integrated mining solutions.
- **Reliance Worldwide** underperformed after slightly beating results expectations, but noting short-term visibility and uncertainty in markets in the medium term. Although the outlook is uncertain, Reliance have managed prices well in FY22 (+9.5%) and broadly mitigated substantial cost growth.
- The nil holding in **OZ Minerals** detracted from performance, as the stock significantly outperformed, having received a take-over bid from BHP at a 32% premium to the stock's last close prior to the offer.

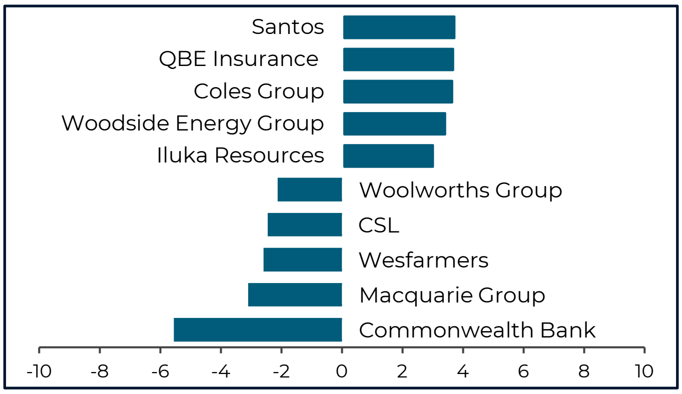
Top 10 Holdings

Security Name	% of Fund
BHP Group	10.67
Woodside Energy Group	6.56
Westpac Bank	5.57
ANZ Bank	5.33
Santos	4.92
Telstra	4.90
Coles Group	4.81
QBE Insurance	4.57
National Australia Bank	4.56
CSL	4.40

Sector Exposure (%)



Top 5 Over/Underweight Positions (%)



Fund Metrics

	Price to Earnings Ratio*	Forecast Dividend Yield (%)*
Fund	11.74	4.93%
Benchmark	14.02	4.57%

Actual figures may vary. Forecasts are 12 months forward.
* Based on Broker Consensus forecast.

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Market Commentary

The S&P/ASX 200 Accumulation Index returned 1.2% during the month. Australian equities outperformed global equities in August on the back of a resilient local reporting season. Global developed markets struggled in August as the rate tightening resolve from the US Federal Reserve dampened investor sentiment. In the major developed markets (in local currency terms), the DJ Euro Stoxx 50 returned -5.1%, the US S&P 500 returned -4.1% and the UK's FTSE 100 returned -1.1%. In contrast, Japan's Nikkei 225 returned 1.1%.

Monetary policy settings continued to tighten as the Reserve Bank of Australia (RBA) raised the cash rate target by another 50 bps, to 1.85% in August. The RBA expects further tightening in the process of normalising monetary conditions as they are committed to ensuring that inflation returns to the target range of 2-3%.

Domestic economic data releases in August were mixed. Employment unexpectedly fell by 40,900 positions in July, the first fall in nine months. The unemployment rate fell to a new record low of 3.4%, which was also below market expectations. The NAB Survey of Business Conditions strengthened by 6 points to 20 index points in July. Business confidence rebounded 5 points in July, to 7 index points. Retail sales were up 0.2% in June. CoreLogic's National Home Value Index recorded a fourth consecutive month of value declines, down 1.6% in August.

Sector returns were mixed in August. The best performing sectors were energy (7.8%), materials (4.4%) and communication services (2.5%). Industrials (1.2%) also outperformed the broader index. Consumer discretionary (0.9%), health care (0.4%), information technology (-0.1%), financials (-0.6%), utilities (-1.6%) and consumer staples (-1.8%) all underperformed the broader index. Real estate (-3.5%) was the worst performing sector.

The August reporting season played out largely as per our expectations, mirroring what was seen in the recent US reporting season. In aggregate the results were reasonably strong with beats outnumbering misses. Increased costs were a notable item, however higher costs are largely being passed on which has allowed margins to hold firm. As anticipated, companies were conservative in their outlook statements given pressures on wages and labour shortages, geopolitical uncertainty and rising interest rates. As a result, cuts to FY23 earnings estimates by the market gathered pace throughout results season, albeit not as dire as perhaps many feared.

ESG is incorporated into each and every valuation

Fund Objective

The Fund aims to outperform the S&P/ASX 200 Accumulation Index by more than 2.5% p.a. over rolling five-year periods, before fees, expenses and tax.

Key Facts

Responsible Entity
Yarra Investment Management Limited

Buy/Sell Spread
0.20%/0.20%

APIR Code
TYN0028AU

Management Cost
0.80% p.a.

Portfolio Manager
Brad Potter, Jason Kim

Distribution Frequency
Half yearly

Asset Allocation

Australian Shares	80% - 100%
International Shares	0% - 10%
Cash	0% - 10%

Fund Size
AUD 613.19 million

Minimum Investment
AUD 10,000 or platform nominated minimums

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