



CAI Global Market Neutral Fund

OBJECTIVE

The CAI Global Market Neutral Fund (the 'Fund') aims to provide investment returns in excess of the Reserve Bank of Australia ('RBA') cash rate over a rolling 3 year period after fees.

APIR	DAM9817AU	INVESTMENT MANAGER	Longreach CAI Pty Ltd
ARSN	631 270 276	UNDERLYING MANAGER	Creighton Capital Management LLC
INCEPTION DATE	15 November 2019		

Overview

On 17 February 2021, the Fund changed from investing in asset holdings directly to an investment in the Creighton AI Fund (Cayman) Ltd (the 'Underlying Fund'), with Creighton Capital Management LLC ('CAI') as the investment manager of the Underlying Fund. As a result of this change, the Fund was renamed to CAI Global Market Neutral Fund (previously Longreach HQI – Global Market Neutral Fund).

To gain its investment exposure, the Fund invests into the AUD share class of the Creighton AI Fund (Cayman) Ltd, a Cayman Islands exempted company ('Creighton AI Fund') which invests predominantly into the Creighton AI Fund LP, a Delaware limited partnership. In this report, 'Underlying Fund' refers to Creighton AI Fund or Creighton AI Fund LP or both, as the context requires.

The Underlying Fund utilises a global market neutral strategy through implementing a differentiated, global quantitative process which invests in listed global equities in any country that is a member of the MSCI ACWI Index. The investments held in the Underlying Fund may include long and short publicly listed global equities, exchange-traded funds, exchange-traded and over-the-counter equity derivatives including equity swaps and equity index products associated with the countries in which it invests, currency forward or future contracts and spot foreign exchange will be used to manage currency exposures.

The Fund is classified as a hedge fund in accordance with the Australian Securities and Investments Commission, Regulatory Guide 240 'Hedge funds: Improving disclosure'. This classification is due to the Fund exhibiting two or more characteristics of a hedge fund, the characteristics being:

- aims to generate returns that are not highly correlated to published indices;
- charges a performance fee;
- uses leverage;
- uses derivatives; and/or
- uses short selling.

Ironbark Asset Management (Fund Services) Limited ('Ironbark') as responsible entity of the Fund is required to provide retail investors with extra information on the Fund. For further information about the Fund, please see Ironbark's website at www.ironbarkam.com.

Financial year net returns (%)¹

The performance figures in the table below represent the Fund's annual investment returns, net of fees and charges, for the yearly periods shown. A yearly period is the financial year ('FY'), from 1 July to 30 June of the relevant period.

	FY 2021	FY2020 ²	FY 2019	FY 2018	FY 2017
Fund	-3.35	-8.33	N/A	N/A	N/A

¹ Past performance is not indicative of future performance. Net performance figures are calculated using exit prices, net of fees and reflect the annual reinvestment of distributions.

² The performance for FY2020 is for the period 1 December 2019 (the commencement of the Fund's first full month of operation) to 30 June 2020.



Liquidity^{1,2}

The percent of underlying portfolio assets able to be converted into cash over the following time periods assuming 30% of Average Daily Volume ('ADV') over the past 12 months to 30 June 2021:

	1 to 10 days	> 10 days to 30 days	> 30 days to 6 months	< 1 year	> 1 year
Fund	100%	100%	100%	100%	100%

The liquidity of the Fund is determined by the liquidity of the Underlying Fund. The majority of assets expected to be traded and held by the Underlying Fund are liquid. Ironbark and Longreach CAI currently expect that the Fund will be able to realise at least 80% of the Fund's assets at the value ascribed to those assets in calculating the Fund's NAV within 10 days, however assets are generally realised within 8 days.

Liabilities and maturity profile

As at 30 June 2021, the Fund and the Underlying Fund has the following liability maturity profile.

	1 to 10 days	> 10 days to 30 days	> 30 days to 6 months	< 1 year	> 1 year
Fund	100%	0%	0%	0%	0%

Regional exposure (%)

As at 30 June 2021, the regional exposure of the Underlying Fund was per the table below:

Region/country	Long	Short	Gross	Net
Australia	16.00	-15.36	31.35	0.64
Canada	22.43	-21.21	43.64	1.23
France	7.37	-7.79	15.16	-0.42
Germany	5.34	-9.10	14.44	-3.75
Hong Kong	35.16	-34.34	69.51	0.82
Italy	6.56	-2.28	8.85	4.28
Japan	29.22	-28.83	58.05	0.39
Singapore	2.00	-1.87	3.87	0.13
United Kingdom	13.39	-13.45	26.84	-0.06
United States	59.73	-61.30	121.03	-1.56
Total	197.20	-195.53	392.74	1.70

Leverage and short selling (%)

The Fund itself does not use any leverage or short selling, however, the Underlying Fund in which the Fund invests may use leverage and short selling.

As at 30 June 2021, the exposures of the Underlying Fund were as per the table below:

	Exposure
Long exposure	197.20
Short exposure	-195.53
Gross exposure	392.74
Net exposure	1.70

¹The estimated time required to sell the asset at the value ascribed to that asset in the Fund's net asset value as of 30 June 2021.

²The data herein reflects an estimated liquidity in relation to the underlying investments within the Fund; the analysis does not look through to the underlying security level. The analysis includes redemption frequency plus notice period. The liquidity terms for the investor may differ substantially. There are no assurances that such liquidity estimates will reflect the actual liquidity of the Fund.





Derivative counterparties (%)

Prior to 17 February 2021, the Fund used derivatives as part of its investment strategy. After this date, the Fund itself does not use any derivatives, however, the Underlying Fund may use derivatives.

During 12-month period to 30 June 2021, the derivative counterparties engaged by the Underlying Fund included:

- UBS AG, Australia Branch
- Morgan Stanley & Co. International plc

Changes to key service providers

Effective 17 February 2021, the investment manager of the Fund transitioned to Longreach CAI Pty Ltd (previously Longreach Alternatives Ltd). The investment strategy of the Fund changed from investing in asset holdings directly to an investment in the Creighton AI Fund (Cayman) Ltd (the 'Underlying Fund'), with Creighton Capital Management LLC ('CAI') as the investment manager of the Underlying Fund.

During the 2021 financial year, there were no other changes to the key service providers of the Fund.

This information is current as at the date of this document and provided as a guideline only, it may be subject to change. No recommendation or advice has been given as to whether any investment or strategy may be suitable for you.

Issued by Ironbark Asset Management (Fund Services) Limited ABN 63 116 232 154 AFSL 298626 ('Ironbark') is the responsible entity for the Fund(s) referred to in this document. The relevant offer document is available from www.ironbarkam.com/our-funds/ or by calling Ironbark on 1800 034 402. You should consider the offer document before making an investment decision to acquire or to continue to hold units in the Fund. Ironbark and its representatives believe that the information in this document is correct at the time of compilation, but no warranty of accuracy or reliability is given and no responsibility arising in any other way for errors or omissions (including responsibility to any person due to negligence) is accepted by Ironbark. This document contains general information only and is not intended to represent specific investment or professional advice. The information does not take into account an individual's personal financial circumstances. Any investment is subject to investment risk, including delays on the payment of withdrawal proceeds and the loss of income or the principal invested. While any forecasts, estimates and opinions in this material are made on a reasonable basis, actual future results and operations may differ materially from the forecasts, estimates and opinions set out in this material. No guarantee as to the repayment of capital or the performance of any product or rate of return referred to in this material is made by Ironbark. No part of this material may be reproduced or distributed in any manner without the prior written permission of Ironbark.

