

Equus Point Capital - Market Neutral Strategy

PERFORMANCE UPDATE DECEMBER 2016

Strategy Objective: to provide investors with superior risk adjusted returns through a market neutral strategy focused on capital appreciation and preservation. The strategy seeks to take advantage of inherent behavioural biases in the market to achieve returns that are uncorrelated to Australian equities.

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Returns	1m	3m	6m	12m	2yr	3yr	4yr	5yr	10yr	Inception
Long	2.06%	-1.78%	5.08%	11.82%	12.85%	11.53%	16.94%	16.63%	10.08%	15.82%
Short	0.00%	-0.41%	-4.14%	-3.52%	-2.61%	3.04%	4.54%	5.82%	3.67%	2.23%
Futures	-5.12%	-5.05%	-5.73%	-5.17%	-4.46%	-2.87%	-3.60%	-4.64%	1.49%	0.01%
Cash	0.03%	0.16%	0.30%	0.55%	0.52%	0.67%	0.70%	0.78%	1.35%	1.55%
Gross Return	-3.03%	-6.86%	-4.38%	3.53%	6.42%	13.20%	19.41%	19.34%	18.60%	21.32%
Brokerage & Borrow Costs	-0.05%	-0.22%	-0.47%	-0.98%	-1.03%	-1.20%	-1.27%	-1.25%	-1.09%	-1.20%
Equus	-3.09%	-7.08%	-4.85%	2.55%	5.39%	12.00%	18.14%	18.09%	17.51%	20.13%
S&P/ASX 200	4.38%	5.18%	10.59%	11.80%	7.08%	6.59%	9.84%	11.85%	4.53%	7.80%
Excess v XJOAI	-7.46%	-12.26%	-15.45%	-9.25%	-1.69%	5.42%	8.30%	6.25%	12.99%	12.32%
Cash	0.12%	0.38%	0.77%	1.74%	1.93%	2.13%	2.29%	2.58%	3.88%	4.46%
Excess v Cash	-3.21%	-7.45%	-5.62%	0.81%	3.45%	9.87%	15.85%	15.52%	13.64%	15.67%

Top 10 Contributions

Name	Sector	Position	Code	Weight	Return	Contribution
Retail Food Group	Consumer Discretionary	Long	RFG AU	2.26%	13.41%	0.21%
Cleanaway Waste Ltd	Industrials	Long	CWY AU	2.50%	11.31%	0.16%
CSR Limited	Industrials	Long	CSR AU	1.19%	13.51%	0.11%
Primary Health Care	Health Care	Long	PRY AU	0.71%	11.17%	0.06%
Ansell Limited	Health Care	Long	ANN AU	0.83%	9.38%	0.05%
Steadfast Group Ltd	Financials	Long	SDF AU	1.79%	6.76%	0.05%
Metcash Limited	Consumer Staples	Long	MTS AU	0.60%	10.68%	0.05%
Fletcher Building	Materials	Long	FBU AU	2.50%	4.13%	0.04%
Trade Me Group	Consumer Discretionary	Long	TME AU	1.07%	5.66%	0.04%
Alumina Limited	Materials	Long	AWC AU	0.95%	10.57%	0.04%

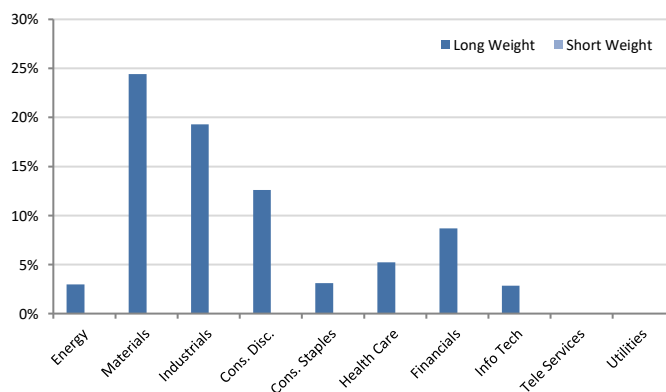
Bottom 10 Contributions

Name	Sector	Position	Code	Weight	Return	Contribution
Bellamy's Australia	Consumer Staples	Long	BAL AU	0.24%	-45.69%	-0.12%
Independence Group	Materials	Long	IGO AU	2.50%	0.70%	-0.13%
ALS Ltd	Industrials	Long	ALQ AU	2.14%	-0.06%	-0.13%
South32 Limited	Materials	Long	S32 AU	2.50%	1.48%	-0.19%
Altium Limited	Information Technology	Long	ALU AU	2.50%	-4.82%	-0.21%
Fortescue Metals Group	Materials	Long	FMG AU	2.50%	0.34%	-0.23%
The A2 Milk Company	Consumer Staples	Long	A2M AU	1.31%	-14.29%	-0.25%
Mineral Resources.	Industrials	Long	MIN AU	2.50%	-3.58%	-0.25%
Seven Group Holdings	Industrials	Long	SVW AU	2.50%	-7.98%	-0.31%
Whitehaven Coal	Materials	Long	WHC AU	2.50%	-5.09%	-0.34%

Sector Weights

Sector	Long Weight	Short Weight	Net Weight
Consumer Discretionary	2.98%	0.00%	2.98%
Consumer Staples	24.40%	0.00%	24.40%
Energy	19.29%	0.00%	19.29%
Financials	12.62%	0.00%	12.62%
Health Care	3.10%	0.00%	3.10%
Industrials	5.24%	0.00%	5.24%
Information Technology	8.69%	0.00%	8.69%
Materials	2.86%	0.00%	2.86%
Telecommunication Services	0.00%	0.00%	0.00%
Utilities	0.00%	0.00%	0.00%
Sub Total	79.17%	0.00%	79.17%
Futures			-118.60%
Cash			20.83%
Total	79.17%	0.00%	-18.60%

Portfolio Sector Weights



Performance as at 31 Dec 2016 after expenses (brokerage and cost of borrow) and before any management and performance fees. Past performance is not an indicator of future performance.