



Affluence Small Company Fund

Fund Report - August 2022

Fund Commentary

The Affluence Small Company Fund increased 1.6% in August, compared to the ASX Small Ordinaries Index which increased 0.6%. The Fund has returned 9.2% per annum since inception in April 2016, outperforming the ASX Small Ordinaries Index which has increased by 7.5% per annum.

The strongest performing investments in August were the Samuel Terry Absolute Return Fund and Terra Capital Natural Resources Fund.

At the end of August the portfolio included eight unlisted funds (55% of the portfolio), eight LICs (17%) and eight ASX listed Small Companies (22%). The balance 6% was cash and hedges.

If you would like to know more about the investment portfolio, including our top holdings and weightings, visit the Affluence Small Company Fund page at <https://affluencefunds.com.au/asf/> or the Members area of our website. You must be registered as an Affluence Member to view the portfolio.

We have reopened the Affluence Small Company Fund to new investors who are Wholesale and Sophisticated Investors. Applications are accepted monthly, and the minimum initial investment amount is \$20,000. The cut-off for applications is the 23rd of September with units issued effective 1st October. Click the “Invest Now” button on our website to apply online or download application forms.

Fund Performance

To 31 August 2022

	1 Month	1 Year	3 Years	5 Years	Inception
Affluence Small Company Fund Total Returns	1.6%	2.3%	15.5%	9.4%	9.2%
ASX Small Ordinaries Index (Small Ords)	0.6%	(14.7%)	4.1%	6.9%	7.5%
Performance compared to Small Ords Index	1.0%	17.0%	11.4%	2.6%	1.8%

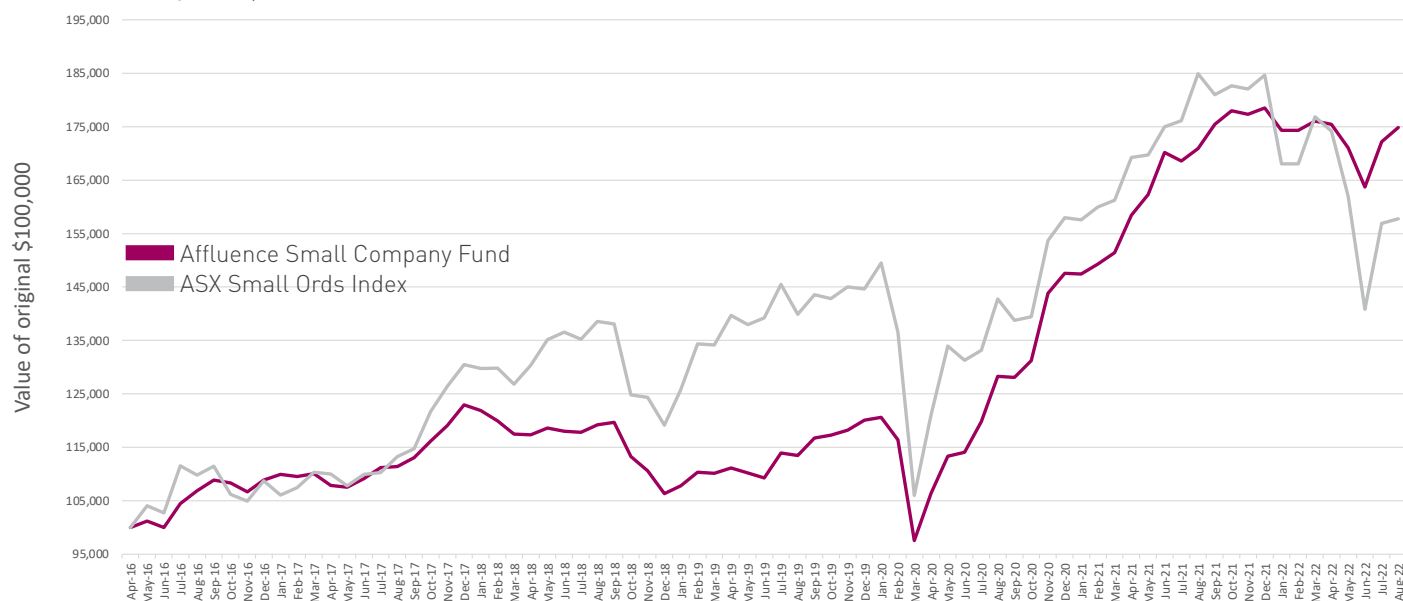
Total returns are net of fees and costs (excluding buy-sell spread) using the mid prices and assume the reinvestment of distributions. Returns of more than 1 year are annualised. Inception date is 21 April 2016. Past performance is not indicative of future performance.

Fund Monthly Return History

	J	F	M	A	M	J	J	A	S	O	N	D	Year
2016					1.2%	-1.2%	4.5%	2.3%	1.8%	-0.5%	-1.5%	2.1%	8.9%
2017	1.0%	-0.4%	0.5%	-2.0%	-0.3%	1.5%	1.9%	0.2%	1.5%	2.7%	2.5%	3.2%	12.9%
2018	-0.8%	-1.6%	-2.0%	-0.1%	1.1%	-0.5%	-0.2%	1.2%	0.3%	-5.3%	-2.3%	-3.9%	-13.5%
2019	1.3%	2.4%	-0.2%	1.0%	-0.9%	-0.8%	4.3%	-0.4%	2.9%	0.5%	0.8%	1.6%	12.9%
2020	0.4%	-3.5%	-16.2%	9.6%	6.5%	0.7%	5.0%	7.1%	-0.2%	2.4%	9.6%	2.6%	22.9%
2021	-0.1%	1.2%	1.5%	4.6%	2.4%	4.9%	-0.9%	1.4%	2.7%	1.5%	-0.4%	0.7%	21.0%
2022	-2.4%	0.0%	1.0%	-0.3%	-2.5%	-4.3%	5.2%	1.6%					

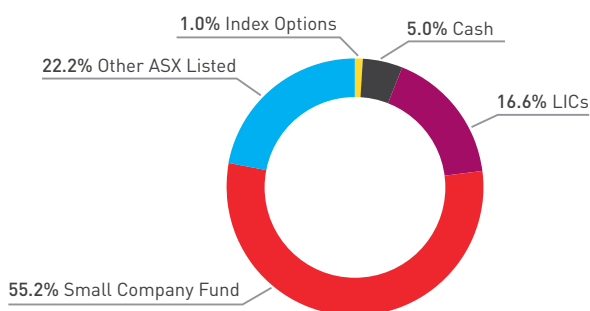
■ Strongest Month
 ■ Positive Month
 ■ Stable Month
 ■ Negative Month
 ■ Weakest Month

Return on \$100,000 Investment



Portfolio Summary

Underlying Investment Type



Five Largest Investments

- Samuel Terry Absolute Return Fund
- Cromwell Phoenix Opportunities Fund
- Kiland Ltd
- The Level 18 Fund
- Phoenix Global Opportunities Fund

What Makes This Fund Different

Traditional Fund Managers	Affluence - Invest Differently
Follow The Herd: Traditional managers are too scared to fail, so they don't succeed. Most don't outperform the index.	Actively Pursue Out-performance: From our fee structure alignment to our investment methodology, our strategy targets positive returns and low volatility.
Restricted Product Selection: Commonly places clients into their own managed funds or choose from a restricted list of 'approved' funds.	Best Of Breed: We will seek the best fund managers, and combine them in a way which cushions against market corrections.
Traditional Asset Classes: Manage large amounts in traditional asset classes (e.g. ASX200 equities), which minimises chances of excess performance.	Unique Strategies: We prefer managers who operate in specialised markets with less funds under management and a competitive advantage.
High, Fixed Fees: Take fees regardless of performance.	No Fixed Fees: Our fees are 100% performance based.

Key Statistics

Investment Class	ASX Small Companies
Minimum Investment	\$20,000
Suggested Timeframe	At least 5 years
Benchmark Returns	ASX Small Ords Accumulation Index
Entry Price	\$1.1617
Exit Price	\$1.1535
Distributions	Quarterly, target 5% p.a.
Applications	Monthly
Withdrawals	Monthly
Management Fees	Nil
Performance Fee	12.5% of positive performance
Buy/Sell Spread	0.35%/0.35%

Investment Strategy

We believe that exposure to Small Companies through quality investments across different managers, investment strategies and structures can provide higher risk adjusted returns from this asset class.

The Fund provides access to a diversified portfolio of Small Companies via unlisted funds, LIC's and direct investments. We aim to outperform the ASX Small Ordinaries Accumulation Index over rolling 5 year periods and to deliver these returns with lower volatility.

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