

# **Gyrostat Risk Managed Australian Equity (Class C)**

Gyrostat Risk Managed Equity Fund ARSN 651 853 799

Gyrostat Risk Managed Equity Fund – <u>Address uncertainty through</u> portfolio construction - <u>Lower beta with alpha for diversification benefits</u> with a 13 year track record of returns increasing with market volatility (including large market falls).

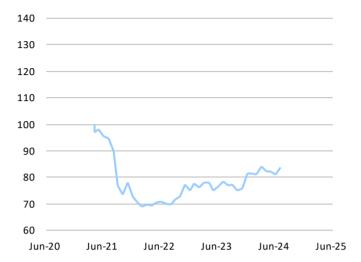
5 classes: - Regular equity income (absolute return benchmarks) and Australian and international equities (index return benchmarks) with protection <u>always</u> in place against major market falls (sequencing).

Headquartered in Melbourne, Australia, Gyrostat are specialists in delivering diversification benefits through low and non correlated investment solutions which address sequencing and portfolio drawdown risk while delivering equity income (derived from dividend pass through and risk management overlay profits).

The flagship Gyrostat Absolute Return Income Equity Class A has a track record exceeding thirteen years with no quarterly drawdown greater than a pre-defined 3% limit.

Class C is designed to outperform the Morningstar® Australia Index™ over rolling 12 months whilst mitigating against major losses on large Australian market falls.

#### Performance (Growth of AUD \$100.000)



Net Investment Performance %							
	1M	3M	6M	1YR	2YR (PA)	3YR (PA)	SI (PA)
Risk Managed Australian Equity Class C	2.96	1.82	2.52	6.94	9.33	-4.04	-5.35
Morningstar® Australia Index™	4.06	6.21	7.14	14.28	12.73	7.79	8.78
Excess Returns	-1.10	-4.39	-4.62	-7.34	-3.40	-11.83	-14.13

<sup>\*</sup> Returns are net of fees and include franking credits.

#### MONTHLY UPDATE

NAV per unit was \$0.5178. Total NAV of the Fund was \$13.4m.

The Australian market traded higher in July and remains near 52W and all-time highs. The price of risk has fallen significantly since October 2022 level of 32.02, reducing the cost of protection. During July the price of risk and protection increased from 12.22 to 16.36.

The investment strategy is designed to mitigate large losses on major market falls (downside protection always in place) and address sequencing risk, particularly for pre and post retiree investors, and is part of an Australian equities portfolio allocation.

## CLASS OVERVIEW

**Strategy:** Designed to outperform the Morningstar® Australia Index™ over rolling 12 months whilst mitigating against major losses on large Australian market falls (downside protection always in place).

**Purpose**: A risk managed Australian ETF as part of the 'Australian equity' component of a portfolio to de-risk portfolio structure.

### Investment Objectives:

**Return**: To exceed the benchmark index over rolling 12 months

Income: To match the benchmark index

**Protection**: Always in place to mitigate losses against large market falls

to address sequencing risk

The strategy can be described as Risk Managed Australian Equities Fund, holding ASX200 State Street ETF, and component stocks with risk management overlay. Leverage can be up to 100% of class assets.

- It provides liquidity (ASX200 State Street ETF and XJO Australian index exchange traded options for risk management overlay)
- It provides a stable and reliable source of income (from dividends, franking credits, and risk management overlay)
- It provides an opportunity to address sequencing risk

The responsible entity for the Gyrostat Risk Managed Equity Fund (ARSN 651 853 799) (Fund) is One Managed Investment Funds Limited ACN 117 400 987 AFSL 297042 (OMIFL). The investment manager for the Fund is Gyrostat Capital Management Advisers Pty Ltd (ACN 168 737 246), a duly authorised representative of Gyrostat Capital Management Pty Ltd (ACN 138 219 002) (AFSL 452917) (GCM).

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You should obtain and carefully consider the Product Disclosure Statement (PDS) and Target Market Determination (TMD) for the Fund before making any decision about whether to acquire, o

Class Facts			
Eligibility	Investors who qualify as 'Wholesale Clients'		
Responsible Entity	One Managed Investment Funds Limited		
Investment Manager	Gyrostat Capital Management Advisers Pty Ltd		
Registry Services Provider	One Registry Services Pty Limited		
Inception date	16 April 2021		
APIR	CIS2863AU		
Base currency	Australian dollars		
Management fee	1.1% of NAV		
Performance fee	15% over Hurdle		
Investment minimum	AUD 5,000		
Buy/sell spread	0.15%		
Liquidity	Weekly		
Benchmark	Morningstar® Australia Index™		
Platforms			
Distribution frequency	Quarterly		

	Unit Value (AUD)
Net Asset Value	0.5178
Application Price	0.5186
Redemption Price	0.5170

Team Members Experience			
INVESTMENT TEAM	GYROSTAT	INDUSTRY	
Craig Racine Chief Investment Officer	13	30	
Leo Tang Senior Investment Officer	13	30	
BUSINESS TEAM			
David Barwise Director	5	30	
Peter Keating Investment Operations	2	30+	
Andrew Smith Compliance and Risk	9	30+	
Peter Clifton Chairman	9	30+	

Return Analytics			
Annual Volatility	13.36%		
Sharpe Ratio	-0.51		
Drawdown	-31.41%		
Sortino Ratio	-0.54		
Leverage *	67%		

<sup>\*</sup> Ratio defined as margin debt / net assets

Portfolio Analytics			
Number of Stocks	2		
Average Positive Months	2.50%		
Average Negative Months	-2.98%		
Beta (ASX 200)	0.34		
% of Positive Months	48		

Contributors to Return (%)				
TOP GAINS				
XJO		3.56		
ВНР		0.23		
	TOP LO	SSES		

Top Holdings			
HOLDING	%		
XJO	72.2		
ВНР	27.8		

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## **Enquiries**

www.gyrostat.com.au

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